SoftBank

This translation of the financial report was prepared for reference purposes only. Should there be any inconsistency between the translation and the original Japanese document, the latter shall prevail.

Consolidated Financial Report
For the Six Months Ended September 30, 2026 (IFRS)

November 9, 2026

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the Six Months Ended September 30, 2026

(1) Consolidated operating results (Percentages are shown as year-on-year changes)

	Revenue		Operating income		Profit before income taxes		Net income		Net income attributable to owners of the Company		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six Months Ended September 30, 2026	**3,798,747**	**11.7**	**642,134**	**2.1**	**650,654**	**13.4**	**449,358**	**(5.5)**	**364,547**	**4.5**	**448,658**	**(10.5)**
Six Months Ended September 30, 2025	3,400,835	7.9	628,894	7.3	573,961	9.2	475,708	20.8	348,755	7.7	501,264	36.4

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six Months Ended September 30, 2026	**7.52**	**7.48**
Six Months Ended September 30, 2025	7.22	7.13

Note:
1. The dividends related to Bond-Type Class Shares are deducted in the calculation of earnings per share.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the Company	Ratio of equity attributable to owners of the Company to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of September 30, 2026	**20,047,515**	**4,864,101**	**3,118,049**	**15.6**
As of March 31, 2026	18,502,175	4,668,455	2,957,859	16.0

2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fourth quarter	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	4.30	-	4.30	8.60
Fiscal year ending March 31, 2027	-	4.40			
Fiscal year ending March 31, 2027 (Forecast)			-	4.40	8.80

Notes:
1. Revision to the forecast on dividends: No
2. The abovementioned "Dividends" pertain to the dividends related to common shares. Please see the following "Dividends of Bond-Type Class Shares" for information on the dividends related to Bond-Type Class Shares.

3. Consolidated Financial Result Forecasts for the Fiscal Year Ending March 31, 2027

(Percentages are shown as year-on-year changes)

	Revenue		Operating income		Net income attributable to owners of the Company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2027	7,900,000	12.2	1,160,000	11.3	610,000	10.8	12.59

Notes:
1. Revision to the forecast on financial results: Yes
2. The dividends related to Bond-Type Class Shares are deducted in the calculation of earnings per share.

* Notes

(1) Significant changes in the scope of consolidation for the six months ended September 30, 2026: Yes
Newly consolidated: One Company
Company Names: SP.LINKS Inc.
Excluded from consolidation: None

(2) Changes in accounting policies and accounting estimates
[1] Changes in accounting policies required by IFRS: No
[2] Changes in accounting policies other than those in [1]: No
[3] Changes in accounting estimates: No

(3) Number of issued shares (common stock)
[1] Number of shares issued (including treasury stock)

As of September 30, 2026	48,071,501,700	shares
As of March 31, 2026	47,971,989,700	shares

[2] Number of shares of treasury stock

As of September 30, 2026	163,374,056	shares
As of March 31, 2026	170,724,817	shares

[3] Average number of shares outstanding during the period

Six months ended September 30, 2026	47,841,099,409	shares
Six months ended September 30, 2025	47,628,046,587	shares

*** Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm is not applicable.**

*** Explanation on the proper use of the forecast on financial results and other notes**

This document is based on the information available to SoftBank Corp. as of the time hereof and assumptions which it believes are reasonable. Statements contained herein that are not historical facts, including, without limitation, our plans, forecasts, strategies and beliefs about our business and financial prospects, are forward-looking statements. Forward-looking statements often include words such as "targets," "plans," "believes," "hopes," "continues," "expects," "aims," "intends," "will," "may," "should," "would," "could," "anticipates," "estimates," "projects" or words or terms of similar substance or the negative thereof. These forward-looking statements do not represent any guarantee by us or our management of future performance or of any specific outcome and are subject to various risks and uncertainties, including, without limitation, general economic conditions, conditions in the Japanese telecommunications market, our ability to adopt new technologies and business models, competition against competitors, our ability to improve and maintain our telecommunications network, our reliance on third parties in conducting our business, including SoftBank Group Corp. and its other subsidiaries and associates, our major vendors and suppliers, and other third parties, risks relating to M&A and other strategic transactions, risks relating to information security and handling of personally identifiable information, changes in the substance and interpretation of other laws and regulations and other important factors, which may cause actual results to differ materially from those expressed or implied in any forward-looking statement.

SoftBank Corp. expressly disclaims any obligation or responsibility to update, revise or supplement any forward-looking statement in any document or generally to the extent allowed by law or stock exchange rules. Use of or reliance on the information in this material is at your own risk.

For assumptions underlying forecasts, notes on the use of forecasts and related matters, please see "(5) Forecasts" under "1. Results of Operations" on page 18 of the appendix to this consolidated financial report.

(How to obtain supplementary financial materials and information on the earnings results briefing)

On Monday, November 9, 2026 (JST), the Company will hold an earnings results briefing online for the media, institutional investors, and financial institutions. This earnings results briefing is scheduled to be broadcast on the Company's website in both Japanese and English at https://www.softbank.jp/en/corp/ir/documents/presentations/. The Data Sheet is also scheduled to be posted on the Company's website concurrently with the earnings report, and the materials and videos to be used at the earnings results briefing, along with a summary of the main questions and answers, are scheduled to be posted on the Company's website promptly after the earnings results briefing.

Dividends of Bond-Type Class Shares

The breakdown of dividends per share related to Bond-Type Class Shares, which have different rights and relationships compared to common shares, is as follows:

Series 1 Bond-Type Class Shares

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fourth quarter	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	50.00	-	50.00	100.00
Fiscal year ending March 31, 2027	-	50.00			
Fiscal year ending March 31, 2027 (Forecast)			-	50.00	100.00

Series 2 Bond-Type Class Shares

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fourth quarter	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	128.00	-	128.00	256.00
Fiscal year ending March 31, 2027	-	128.00			
Fiscal year ending March 31, 2027 (Forecast)			-	128.00	256.00

Policy on acquisition of Series 1 Bond-Type Class Shares and Series 2 Bond-Type Class Shares

Based on the clause for acquisition by the Company (call option), the Company may acquire the Series 1 Bond-Type Class Shares and the Series 2 Bond-Type Class Shares in exchange for cash after the elapse of five years from the issuances, etc. We will determine whether to acquire (call) these Bond-Type Class Shares in exchange for cash, taking into consideration our business and financial strategy, market conditions and other factors at the time.

We fully understand that, as is customary in the market for hybrid financing, many investors expect to be called when the dividend rate is stepped up.

(Appendix)

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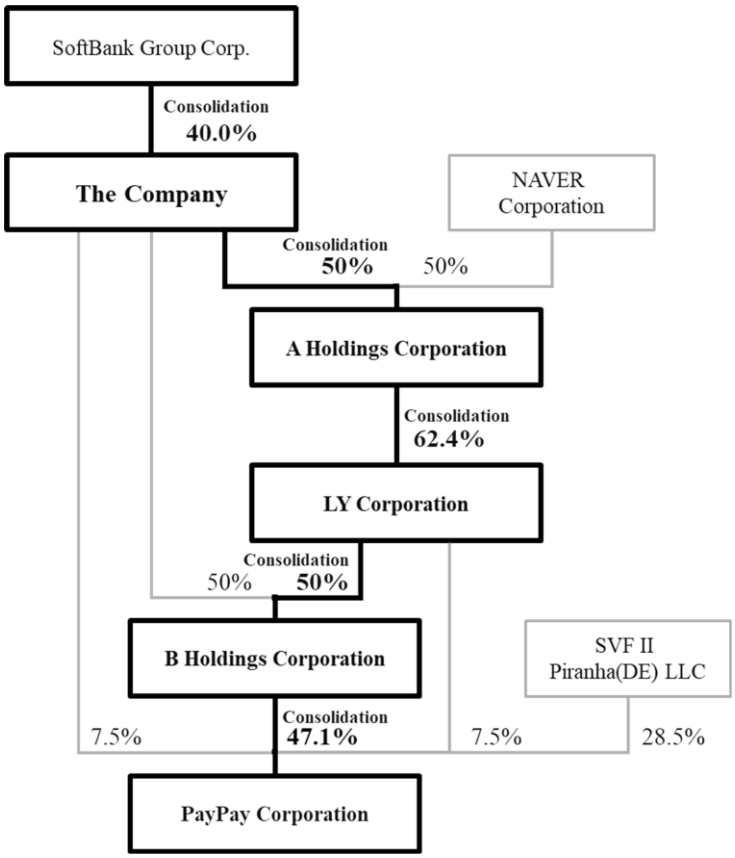
Definition of Company Names and Abbreviations Used in this Appendix

Company names and abbreviations used in this appendix, except as otherwise stated or interpreted differently in the context, are as follows:

Company names / Abbreviations	Definition
The Company	SoftBank Corp. (standalone basis)
The Group	SoftBank Corp. and its subsidiaries
SoftBank Group Corp.	SoftBank Group Corp. (standalone basis)
SoftBank Group	SoftBank Group Corp. and its subsidiaries
LY Corporation	LY Corporation (standalone basis)
LY Group	LY Corporation and its subsidiaries

The diagram below indicates the ratio of voting rights as of September 30, 2026.



Reportable Segments

The Group has five reportable segments: the Consumer segment, the Enterprise segment, the Distribution segment, the Media & EC segment, and the Financial segment.

The main businesses and core companies of each reportable segment are as follows:

Segments	Main business	Core companies
Reportable segments		
Consumer segment	・Provision of mobile services to individual customers ・Provision of broadband services ・Sale of mobile devices ・Trading and supply of electric power and provision of electric power trading agency services	The Company Wireless City Planning Inc. SB Mobile Service Corp. SB Power Corp.
Enterprise segment	・Provision of mobile, enterprise network, fixed-line telephone, and other communications services to enterprise customers ・Provision of solution services, such as IoT[2] and data solutions ・Provision of cloud and AI[3] services, such as cloud, security, AI data centers, AI computing infrastructure, and AI solutions	The Company Wireless City Planning Inc. SB Engineering Corp. eMnet Japan. co. ltd. Cubic Telecom Ltd. Cybertrust Japan Co., Ltd. IDC Frontier Inc. SB OAI Japan GK
Distribution segment	・Provision of products and services addressing ICT[4], cloud services, IoT solutions, and other areas for enterprise customers ・Provision of mobile and PC peripherals, including accessories, as well as software, IoT products, and other items for individual customers	SB C&S Corp.
Media & EC segment	・Provision of media-related services, such as media and advertising, search, marketing solutions, vertical, content, and stamps ・Provision of commerce-related services such as shopping services, including *Yahoo! JAPAN Shopping* and *ZOZOTOWN*; reuse services including *Yahoo! JAPAN Auction*; food delivery services and O2O services. ・Provision of AI, healthcare, and other services centered on FinTech[5]	LY Corporation ASKUL Corporation ZOZO, Inc. Ikyu Corporation LINE Pay Taiwan Limited LINE Bank Taiwan Limited LINE Financial Corporation LINE Plus Corporation LINE SOUTHEAST ASIA CORP. PTE. LTD. Kurashiru, Inc. LINE MAN CORPORATION PTE. LTD. DECACORN CO., LTD. LINE MAN (THAILAND) COMPANY LIMITED
Financial segment	・Development and provision of mobile payments and other electronic payment services ・Provision of credit card business ・Banking business ・Provision of online securities brokerage service for smartphones ・Provision of payment processing services	PayPay Corporation PayPay Card Corporation PayPay Bank Corporation PayPay Securities Corporation SB Payment Service Corp. SP.LINKS Inc.[6]
Other	・Planning and production of digital media and digital content ・Others	The Company ITmedia Inc.

Notes:

1. Segment income for reportable segments is calculated as follows:
   Segment income = (revenue – operating expenses (cost of sales + selling, general and administrative expenses ± other operating income and loss)) in each segment
2. IoT stands for Internet of Things, a technology that enables communications between all manner of things via the Internet.
3. AI stands for artificial intelligence.
4. ICT stands for Information Communication Technology.
5. FinTech is a term coined from the combination of finance and technology and refers to a variety of innovative services that combine financial services with information and communication technology.
6. On September 30, 2026, SB Payment Service Corp. made SP.LINKS Inc. a subsidiary.

1. Results of Operations

(1) Overview of Consolidated Results of Operations

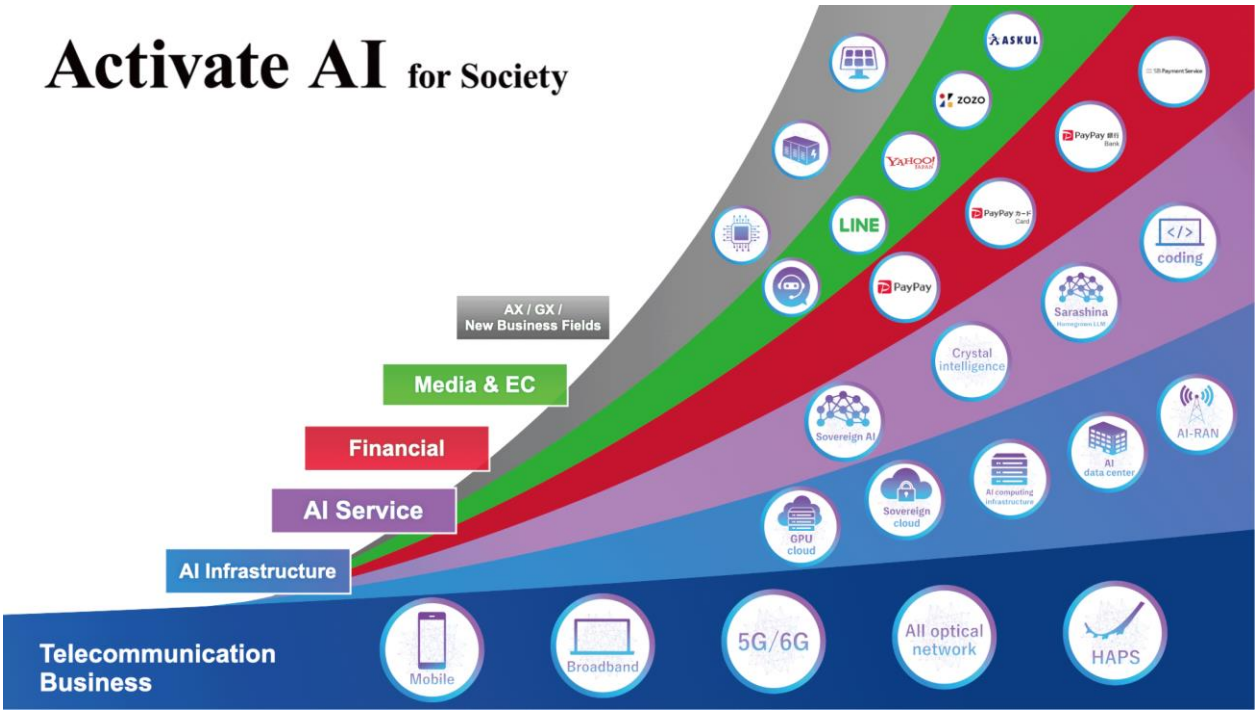
a. Management Environment and the Group's Initiatives

Guided by its corporate philosophy of "Information Revolution—Happiness for everyone," the Group has been undertaking a wide range of businesses in the information and technology fields. The Group has embraced the vision of becoming "a corporate group needed most by people around the world" and has been working to maximize its corporate value. Moreover, the Group has identified six material issues[1] to be addressed and contributes to solving various social issues through its businesses.

In the six months ended September 30, 2026, the Japanese economy remained generally robust, despite impacts such as rising prices, labor shortages, and rising interest rates. On the other hand, the outlook remains uncertain against the backdrop of factors such as increasing tensions in the Middle East. Under these business conditions, digitalization has been progressing while the utilization of AI has been expanding rapidly among companies and the government as they seek to address labor shortages and strengthen competitiveness. In particular, with the evolution and widespread adoption of AI, demand for data processing and electricity is expected to expand, and the infrastructure that supports these needs is growing increasingly important.

The Group has established its Long-term Vision to be "a company that provides Next-generation Social Infrastructure essential for development of a digital society" by 2030. With this Long-term Vision, the Group's intention is to build infrastructure designed to meet the projected rapid increase in demand for data processing and electricity brought on by the accelerated evolution of AI, and to become an indispensable company that will support the future's vast array of digital services.

In the new Medium-term Management Plan (covering the period from the fiscal year ending March 31, 2027 to the fiscal year ending March 31, 2031) announced in May 2026, the Group will aim to complete the Next-generation Social Infrastructure while promoting further business growth. Specifically, through the promotion of the new growth strategy "Activate AI for Society," the Group aims to achieve consolidated operating income of ¥1.7 trillion and net income attributable to owners of the Company of ¥700 billion in the fiscal year ending March 31, 2031, the final year of the current plan, thereby reaching new record-high profits. The new growth strategy "Activate AI for Society" seeks to maximize corporate value by activating the potential of AI across all businesses and driving its implementation in society. By monetizing AI infrastructure and AI services, and through the evolution and growth of all business segments through AI, the Group is driving sustainable, Group-wide business growth.



Major Initiatives

- In July 2026, the Company and SB OAI Japan GK (hereinafter "SB OAI Japan") fully launched "Patching as a Service," a cybersecurity solution powered by the advanced AI capabilities of OpenAI Group PBC. Patching as a Service provides end-to-end support, from system vulnerability assessments and diagnostic reports to remediation recommendations and patch[2] deployments. In addition, the Company established an "Enterprise AI Cyber Defense Office," an organization dedicated to cybersecurity, in July 2026. Together with SB OAI Japan, the Company is working to provide Patching as a Service and consulting services to client organizations.

- In July 2026, Noetra Corp., along with its core member companies and investors, the Company, Sony Group Corporation, NEC Corporation, and Honda Motor Co., Ltd., launched research and development of a Japan-developed multimodal foundation model that will serve as the foundation for AI-enabled robots and physical AI, in collaboration with a broad range of partners engaged in the development and application of sovereign AI in Japan. The Company will contribute to Noetra Corp.'s initiatives by providing AI infrastructure and other resources.

- In July 2026, the Company and SoftBank Group Corp. established SB Neo, Inc.[3] in the U.S. to operate a neocloud business. The Company holds a 51% equity stake and SoftBank Group Corp. holds a 49% equity stake, making SB Neo, Inc. a subsidiary of the Company. SB Neo, Inc. aims to provide neocloud services in the U.S., offering computing resources needed for large-scale AI model training and inference to major U.S. enterprises, including hyperscalers.

- In July 2026, the Company, PayPay Corporation, and LY Corporation agreed to strategic partnerships with Seven & i Holdings Co., Ltd. and Seven-Eleven Japan CO., LTD. In addition, to provide a stable, medium- to long-term framework for joint initiatives with the respective companies and deliver long-term outcomes, the Company and PayPay Corporation each entered into a capital and business partnership with Seven & i Holdings Co., Ltd. (hereinafter the "Capital Partnership"). Through the Capital Partnership, the Company aims to deploy AI and digital transformation (DX) in retail, a sector deeply embedded in consumers' everyday lives, across store operations, next-generation supply chains and beyond, thereby creating new value for society and business opportunities.

Notes:

1. For details on the material issues, please see the Company's website:
   https://www.softbank.jp/en/corp/sustainability/materiality/
2. Patches are software programs that fix vulnerabilities and software defects.
3. SB Neo, Inc. was initially incorporated under the name Delaware Project Neo, Inc. and changed its name to SB Neo, Inc. in September 2026.

b. Consolidated Results of Operations

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Revenue	3,400.8	**3,798.7**	397.9	11.7%
Operating income	628.9	**642.1**	13.2	2.1%
Profit before income taxes	574.0	**650.7**	76.7	13.4%
Income taxes	(98.3)	**(201.3)**	(103.0)	104.9%
Net income	475.7	**449.4**	(26.4)	(5.5)%
Net income attributable to:				
Owners of the Company	348.8	**364.5**	15.8	4.5%
Non-controlling interests	127.0	**84.8**	(42.1)	(33.2)%
Adjusted EBITDA[1]	965.9	**1,065.2**	99.3	10.3%

Note:
1. Adjusted EBITDA = operating income + depreciation and amortization (including loss on disposal of non-current assets) + stock compensation expenses ± other adjustments. For details, refer to "(4) Non-IFRS Financial Measures."

An overview of the consolidated results of operations for the six months ended September 30, 2026 is as follows:

(a) Revenue

For the six months ended September 30, 2026, revenue increased by ¥397.9 billion (11.7%) year on year to ¥3,798.7 billion, marking a record high. All reportable segments posted higher revenue, including the Consumer segment, which saw an increase in mobile revenue due to factors such as price plan revisions and growth in revenues from sales of goods and others, and the Distribution segment, which continued to see growth in revenue from ICT-related products for enterprise customers. In addition, backed by strong performance, the Company has upwardly revised its forecasts for the fiscal year ending March 31, 2027. For details, refer to "(5) Forecasts."

(b) Operating income

For the six months ended September 30, 2026, operating income increased by ¥13.2 billion (2.1%) year on year to ¥642.1 billion, marking a record high. This was mainly due to an increase in gross merchandise value in the Financial segment and increased revenue from AI computing infrastructure in the Enterprise segment, despite the absence of a remeasurement gain on step acquisition recorded in the Media & EC segment in the same period of the previous year, among other factors.

(c) Net income

For the six months ended September 30, 2026, net income decreased by ¥26.4 billion (5.5%) year on year to ¥449.4 billion. This was mainly due to an increase in income taxes, despite the aforementioned increase in operating income and the recording of a gain on the sale of preferred equity interests in Energy Global, LP. The increase in income taxes mainly reflected the absence of the prior-year reduction in income taxes resulting from additional recording of deferred tax assets associated with the reassessment of the recoverability at PayPay Corporation, as well as increased tax expenses associated with the sale of preferred equity interests in Energy Global, LP.

(d) Net income attributable to owners of the Company

For the six months ended September 30, 2026, net income attributable to owners of the Company increased by ¥15.8 billion (4.5%) year on year to ¥364.5 billion, marking a record high. Net income attributable to non-controlling interests decreased by ¥42.1 billion (33.2%) year on year to ¥84.8 billion, mainly due to a decrease in net income at the LY Group, including PayPay Corporation.

(e) Adjusted EBITDA

For the six months ended September 30, 2026, adjusted EBITDA increased by ¥99.3 billion (10.3%) year on year to ¥1,065.2 billion. This was due to increases in adjusted EBITDA across all businesses.

c. Results by Segment

(a) Consumer Segment

OVERVIEW

In the Consumer segment, the Group provides services, such as mobile services, broadband services, and electricity services, including the "Ouchi Denki (Home Electricity)" service, to individual customers in Japan. The Company procures mobile devices from mobile device manufacturers and sells the mobile devices to distributors operating SoftBank shops, etc. and individual customers.

FINANCIAL RESULTS

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Revenue	1,475.7	**1,602.5**	126.8	8.6%
Operating expenses[1]	1,144.8	**1,279.5**	134.7	11.8%
Of which, depreciation and amortization	184.4	**194.7**	10.4	5.6%
Segment income	330.9	**322.9**	(7.9)	(2.4)%

Note:
1. Operating expenses include cost of sales, selling, general and administrative expenses, other operating income, and other operating expenses.

Breakdown of Revenue

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Service revenues	1,110.8	**1,189.8**	79.0	7.1%
Mobile	798.4	**823.8**	25.5	3.2%
Broadband	208.1	**222.9**	14.9	7.1%
Electricity	104.3	**143.0**	38.7	37.1%
Revenues from sales of goods and others	364.9	**412.7**	47.8	13.1%
Total revenue	1,475.7	**1,602.5**	126.8	8.6%

Consumer segment revenue increased by ¥126.8 billion (8.6%) year on year to ¥1,602.5 billion. Within Consumer segment revenue, service revenues increased by ¥79.0 billion (7.1%) year on year to ¥1,189.8 billion, and revenues from sales of goods and others increased by ¥47.8 billion (13.1%) year on year to ¥412.7 billion.

Within service revenues, mobile revenue increased by ¥25.5 billion (3.2%) year on year. The increase mainly reflected a rise in mobile ARPU due to factors including revisions to price plans under both the "SoftBank" and "Y!mobile" brands.

In addition, excluding the impact of customer acquisition measures, mobile revenue for each three-month period has transitioned to year-on-year growth since the three months ended December 31, 2023. Although revenue decreased in the three months ended March 31, 2026, excluding the impact of retrospective adjustments of access charges in Accounting Regulations for Interconnection, it continued to increase year on year.

(Billions of yen)

	Fiscal Year Ended March 31, 2026				Fiscal Year Ending March 31, 2027	
	Q1	Q2	Q3	Q4	Q1	Q2
Mobile revenue	397.5	400.9	404.6	388.7	400.5	423.3
Of which, the impact of customer acquisition measures[1]	–	–	(2.6)	(9.3)	–	–
Mobile revenue (excluding the impact of customer acquisition measures)	397.5	400.9	407.2	398.1	400.5	423.3
YoY change	5.2	4.4	7.8	(1.5)	3.0	22.4

Note:
1. Based on IFRS 15 "Revenue from Contracts with Customers", certain customer acquisition measures are deducted from mobile revenue.

Broadband revenue increased by ¥14.9 billion (7.1%) year on year. This increase was mainly because OpenFiber Japan Corp., a joint venture with Sony Network Communications Inc., was established and commenced operations.

Electricity revenue increased by ¥38.7 billion (37.1%) year on year. This increase was mainly due to an increase in transactions in the electricity market.

The increase in revenues from sales of goods and others was mainly due to an increase in average unit prices of mobile devices.

Operating expenses were ¥1,279.5 billion, an increase of ¥134.7 billion (11.8%) year on year. This increase was mainly due to increases in the purchase costs of mobile devices and other products, the cost of electricity, and sales promotion expenses.

As a result, segment income decreased by ¥7.9 billion (2.4%) year on year to ¥322.9 billion.

(b) Enterprise Segment

OVERVIEW

In the Enterprise segment, the Group provides a wide range of services for enterprise customers. These services include communications services, such as mobile, enterprise network, and fixed-line telephone services; solution services, such as IoT and data solutions; and cloud and AI services, such as cloud, security, AI data centers, AI computing infrastructure, and AI solutions.

FINANCIAL RESULTS

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Revenue	482.0	**538.9**	56.9	11.8%
Operating expenses[1]	377.9	**414.1**	36.2	9.6%
Of which, depreciation and amortization	86.7	**92.1**	5.4	6.3%
Segment income	104.1	**124.8**	20.7	19.9%

Note:

1. Operating expenses include cost of sales, selling, general and administrative expenses, other operating income, and other operating expenses.

Breakdown of Revenue

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Telecommunications	254.2	**260.0**	5.7	2.3%
Solutions	107.9	**115.1**	7.2	6.7%
Cloud & AI	119.8	**163.8**	44.0	36.7%
Total revenue	482.0	**538.9**	56.9	11.8%

Note:

*From the three months ended June 30, 2026, the Company has revised the revenue breakdown for the "Enterprise segment," changing the categories from "Mobile," "Fixed-line," and "Business solution and others" to "Telecommunications," "Solutions," and "Cloud & AI." As a result, the figures for the six months ended September 30, 2025 have been retrospectively adjusted.

Enterprise segment revenue increased by ¥56.9 billion (11.8%) year on year to ¥538.9 billion. Within Enterprise segment revenue, telecommunications revenue increased by ¥5.7 billion (2.3%) to ¥260.0 billion, solutions revenue increased by ¥7.2 billion (6.7%) to ¥115.1 billion, and cloud & AI revenue increased by ¥44.0 billion (36.7%) to ¥163.8 billion.

The increase in telecommunications revenue was mainly due to an increase in the number of mobile subscriptions.

The increase in solutions revenue was mainly due to increases in revenue from IoT and system integration-related services.

The increase in cloud & AI revenue was mainly due to increased revenue from AI computing infrastructure and from cloud and security solutions as a result of capturing enterprise customers' demand for digitalization.

Operating expenses were ¥414.1 billion, an increase of ¥36.2 billion (9.6%) year on year. This increase was mainly due to an increase in costs following the abovementioned increases in cloud & AI revenue and solutions revenue.

As a result, segment income increased by ¥20.7 billion (19.9%) year on year to ¥124.8 billion.

(c) Distribution Segment

OVERVIEW

In the Distribution segment, the Group provides cutting-edge products and services that quickly capture the ever-changing market environment. For enterprise customers, the Group offers products and services primarily addressing cloud services and advanced technologies including AI. For individual customers, the Group undertakes the planning and provision of products and services across a wide range of areas such as software, mobile accessories, and IoT products, as a manufacturer and a distributor.

FINANCIAL RESULTS

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Revenue	505.8	**602.5**	96.7	19.1%
Operating expenses[1]	483.8	**577.1**	93.2	19.3%
Of which, depreciation and amortization	2.0	**2.5**	0.5	23.7%
Segment income	22.0	**25.4**	3.5	15.7%

Note:

1. Operating expenses include cost of sales, selling, general and administrative expenses, other operating income, and other operating expenses.

Distribution segment revenue increased by ¥96.7 billion (19.1%) year on year to ¥602.5 billion. This increase was mainly due to solid growth in ICT-related products and recurring revenue products such as cloud and SaaS for enterprise customers, which have been strategic areas of focus.

Operating expenses were ¥577.1 billion, an increase of ¥93.2 billion (19.3%) year on year. This increase was mainly due to an increase in cost of sales associated with the increase in revenue.

As a result, segment income increased by ¥3.5 billion (15.7%) year on year to ¥25.4 billion.

(d) Media & EC Segment

OVERVIEW

In the Media & EC segment, the Group offers services that center on media and commerce, covering online to offline services in a comprehensive manner. In the media field, the Group provides advertising-related services on its comprehensive Internet service, *Yahoo! JAPAN,* and communication app, *LINE*. In the commerce field, the Group provides online shopping services such as *Yahoo! JAPAN Shopping* and *ZOZOTOWN*, and reuse services such as *Yahoo! JAPAN Auction*. In the strategy field, the Group provides services centered on FinTech, which the Group is working to develop into new drivers of earnings alongside media and commerce.

FINANCIAL RESULTS

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Revenue	822.8	**894.7**	71.9	8.7%
Operating expenses[1]	655.3	**768.2**	112.9	17.2%
Of which, depreciation and amortization	82.2	**92.9**	10.6	12.9%
Segment income	167.5	**126.5**	(41.1)	(24.5)%

Note:

1. Operating expenses include cost of sales, selling, general and administrative expenses, other operating income, and other operating expenses.

Breakdown of Revenue

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Media	354.7	**363.6**	8.9	2.5%
Commerce	431.3	**481.9**	50.6	11.7%
Strategy	32.4	**45.5**	13.0	40.3%
Other	4.3	**3.6**	(0.7)	(16.4)%
Total revenue	822.8	**894.7**	71.9	8.7%

Note:

* In the three months ended June 30, 2026, the LY Group has revised its business management categories and reclassified certain services. As a result, the revenue breakdown of all service categories in the "Media & EC segment" for the six months ended September 30, 2025 has been retrospectively adjusted.

Media & EC segment revenue increased by ¥71.9 billion (8.7%) year on year to ¥894.7 billion. Within Media & EC segment revenue, media revenue increased by ¥8.9 billion (2.5%) to ¥363.6 billion, commerce revenue increased by ¥50.6 billion (11.7%) to ¥481.9 billion, strategy revenue increased by ¥13.0 billion (40.3%) to ¥45.5 billion, and other revenue decreased by ¥0.7 billion (16.4%) to ¥3.6 billion.

The increase in media revenue mainly reflected increases in the number of "LYP Premium" members and in revenue from account advertising, despite a decrease in revenue from display advertising.

The increase in commerce revenue was mainly due to the consolidation of LINE MAN CORPORATION PTE. LTD. and an increase in transaction value at ZOZO, Inc. and its subsidiaries.

The increase in strategy revenue mainly reflected the consolidation of LINE Bank Taiwan Limited.

Operating expenses were ¥768.2 billion, an increase of ¥112.9 billion (17.2%) year on year. This increase mainly reflected an increase in operating expenses resulting from the consolidation of LINE MAN CORPORATION PTE. LTD. and LINE Bank Taiwan Limited, as well as the absence of the ¥58.9 billion remeasurement gain on step acquisition associated with LINE MAN CORPORATION PTE. LTD. and LINE Bank Taiwan Limited, which had been recorded in the same period of the previous year.

As a result, segment income decreased by ¥41.1 billion (24.5%) year on year to ¥126.5 billion.

(e) Financial Segment

OVERVIEW

In the Financial segment, the Group provides cashless payment services such as QR code payments and credit card services, development and provision of marketing solutions for merchants, financial services such as banking business and asset management, and provision of payment processing services offering one-stop payment solutions for diversified payment methods including credit cards, electronic money, and QR codes.

FINANCIAL RESULTS

(Billions of yen)

	Six Months Ended September 30			
	2025	**2026**	Change	Change %
Revenue	189.7	**241.9**	52.2	27.5%
Operating expenses[1]	151.2	**174.8**	23.7	15.7%
Of which, depreciation and amortization	15.6	**16.5**	0.9	5.7%
Segment income	38.5	**67.0**	28.5	73.9%

Note:

1. Operating expenses include cost of sales, selling, general and administrative expenses, other operating income, and other operating expenses.

Financial segment revenue increased by ¥52.2 billion (27.5%) year on year to ¥241.9 billion. This increase was mainly due to an increase in gross merchandise value of QR code payments and credit card services, as well as increases in interest income from banking and credit card services.

Operating expenses were ¥174.8 billion, an increase of ¥23.7 billion (15.7%) year on year. This increase was mainly due to increases in sales promotion expenses related to point rewards, etc., provision for the allowance of doubtful accounts, and interest expenses.

As a result, segment income increased by ¥28.5 billion (73.9%) year on year to ¥67.0 billion.

(2) Overview of Consolidated Financial Position

(Billions of yen)

		March 31, 2026	**September 30, 2026**	Change	Change %
	Current assets	5,405.5	**6,175.9**	770.4	14.3%
	Non-current assets	13,096.6	**13,871.6**	775.0	5.9%
Total assets		18,502.2	**20,047.5**	1,545.3	8.4%
	Current liabilities	8,525.2	**9,572.0**	1,046.8	12.3%
	Non-current liabilities	5,308.5	**5,611.4**	302.9	5.7%
Total liabilities		13,833.7	**15,183.4**	1,349.7	9.8%
Total equity		4,668.5	**4,864.1**	195.6	4.2%

(Billions of yen)

	Six Months Ended September 30		
	2025	**2026**	Change
Capital expenditures[1]	358.8	**503.1**	144.3
Of which, telecommunications[2]	155.6	**155.6**	0.0
Of which, AI[3]	16.3	**26.7**	10.4

Notes:
1. Acceptance basis.
2. Capital expenditures for telecommunications exclude investments in devices for rental services, shared equipment (contributions by other operators), and the impact of adopting IFRS 16 “Leases.”
3. Capital expenditures for AI include investments such as AI computing infrastructure and AI data centers.

ASSETS

Total assets amounted to ¥20,047.5 billion as of September 30, 2026, an increase of ¥1,545.3 billion (8.4%) from the previous fiscal year-end. This was mainly due to increases of ¥496.7 billion in cash and cash equivalents, ¥386.0 billion in other financial assets, ¥220.5 billion in investment securities, and ¥126.7 billion in right-of-use assets. The increase in other financial assets was mainly due to increases in loans to customers at PayPay Bank Corporation and LINE Bank Taiwan Limited.

LIABILITIES

Total liabilities amounted to ¥15,183.4 billion as of September 30, 2026, an increase of ¥1,349.7 billion (9.8%) from the previous fiscal year-end. This was mainly due to increases of ¥935.3 billion in interest-bearing debt and ¥233.1 billion in deposits for banking business. The increase in interest-bearing debt was mainly due to various fund procurement measures, including the issuance of corporate bonds and the securitization of sales receivables.

EQUITY

Total equity amounted to ¥4,864.1 billion as of September 30, 2026, an increase of ¥195.6 billion (4.2%) from the previous fiscal year-end. Equity attributable to owners of the Company increased by ¥160.2 billion while non-controlling interests increased by ¥35.5 billion. The increase in equity attributable to owners of the Company mainly reflected an increase of ¥364.5 billion due to the recording of net income attributable to owners of the Company for the six months ended September 30, 2026, while there was a decrease of ¥210.2 billion due to payment of cash dividends.

CAPITAL EXPENDITURES

In the six months ended September 30, 2026, capital expenditures were ¥503.1 billion, an increase of ¥144.3 billion year on year. This increase was mainly due to the leasing of telecommunications facilities, including dark fiber, in connection with the commencement of operations by OpenFiber Japan Corp., as well as progress made on investments in AI data centers, etc.

(3) Overview of Consolidated Cash Flows

(Billions of yen)

	Six Months Ended September 30		
	2025	**2026**	Change
Cash flows from operating activities	574.5	**601.1**	26.5
Cash flows from investing activities	(600.5)	**(543.7)**	56.8
Cash flows from financing activities	112.3	**446.6**	334.3
Cash and cash equivalents at the end of the period	1,530.7	**1,935.5**	404.8
Free cash flow[1]	(25.9)	**57.4**	83.3
Adjusted free cash flow (excluding LY Group, PayPay, etc.)[1,2]	349.5	**193.8**	(155.7)

Notes:

1. Refer to "(4) Non-IFRS Financial Measures" for calculation methods of free cash flow and adjusted free cash flow (excluding LY Group, PayPay, etc.).
2. Adjusted free cash flow (excluding LY Group, PayPay, etc.) = free cash flow + (proceeds from the securitization of installment sales receivables – repayments thereof) + dividends received from A Holdings Corporation – investment in PayPay Corporation + proceeds from sales of shares in PayPay Securities Corporation - free cash flow of the LY Group, PayPay, etc. + other adjustments. "LY Group, PayPay, etc." refers to A Holdings Corporation, LY Corporation and its subsidiaries (LY Group), B Holdings Corporation, PayPay Corporation, PayPay Card Corporation, PayPay Bank Corporation, PayPay Securities Corporation, etc.

a. Cash flows from operating activities

In the six months ended September 30, 2026, net cash inflow from operating activities was ¥601.1 billion, an increase of ¥26.5 billion in cash inflow year on year. This mainly reflected an increase in adjusted EBITDA and a decrease in working capital such as trade receivables and payables, while there were increases in financial assets in the banking and securities businesses and income taxes paid.

b. Cash flows from investing activities

In the six months ended September 30, 2026, net cash outflow from investing activities was ¥543.7 billion, a decrease of ¥56.8 billion in cash outflow year on year. This decrease mainly reflected increases in proceeds from sales/redemption of investments and proceeds from sales/redemption of investment securities in banking business, while payments for acquisition of investments increased.

Major transactions during the six months ended September 30, 2026 were as follows:

- In the first quarter, the Company acquired preferred equity interests in Energy Global, LP for USD 1.0 billion (approximately ¥160.0 billion), and sold the preferred equity interests for USD 1.5 billion (approximately ¥240.0 billion) in the second quarter.
- In connection with a capital and business partnership, the Company and PayPay Corporation each acquired shares of Seven & i Holdings Co., Ltd. for approximately ¥100.0 billion, representing a total acquisition cost of ¥200.9 billion for the Group.
- SB Payment Service Corp., a subsidiary of the Company, acquired all shares of the parent company of SP.LINKS Inc. for ¥72.7 billion. The net cash outflow after deducting cash and cash equivalents held by SP.LINKS Inc. was ¥56.6 billion.

c. Cash flows from financing activities

In the six months ended September 30, 2026, net cash inflow from financing activities was ¥446.6 billion, an increase of ¥334.3 billion in cash inflow year on year. This increase mainly reflected an increase in short-term borrowings.

d. Cash and cash equivalents at the end of the period

As a result of (a) through (c) above and others, cash and cash equivalents as of September 30, 2026 were ¥1,935.5 billion, an increase of ¥404.8 billion year on year.

e. Adjusted free cash flow (excluding LY Group, PayPay, etc.)

In the six months ended September 30, 2026, adjusted free cash flow (excluding LY Group, PayPay, etc.) was positive ¥193.8 billion, a decrease of ¥155.7 billion year on year.

For details, refer to "b. Free Cash Flow, Adjusted Free Cash Flow (excluding LY Group, PayPay, etc.)" under "(4) Non-IFRS Financial Measures."

(4) Non-IFRS Financial Measures

The Group uses financial indicators that are not defined or recognized by IFRS. The indicators are used by management to enhance understanding of the Group's performance and to serve as important measures for evaluating current performance. Since these measures are not defined by IFRS, they may be calculated differently or used for different purposes by other companies, which restricts their usefulness in terms of comparability.

a. Adjusted EBITDA

Adjusted EBITDA is calculated by adding and subtracting "Depreciation and amortization (including loss on disposal of non-current assets)," "Stock compensation expenses" and "Other adjustments" that do not occur in normal business activities, to operating income. "Other adjustments" include "Other operating income" and "Other operating expenses" presented in the Condensed Interim Consolidated Statement of Income. The Group uses adjusted EBITDA as a measure for evaluating performance excluding the impact of non-cash transactions. The Group believes that adjusted EBITDA is a useful and necessary indicator to appropriately evaluate performance.

Operating income is reconciled to adjusted EBITDA as follows.

(Billions of yen)

	Six Months Ended September 30, 2025	Six Months Ended September 30, 2026
Operating income	628.9	642.1
(Add) Depreciation and amortization[1]	387.1	418.1
(Add) Stock compensation expenses	8.8	7.0
(Add (subtract)) Other adjustments: Gain relating to loss of control over subsidiaries	—	(2.4)
(Add (subtract)) Other adjustments: Remeasurement gain on step acquisition	(58.9)	—
(Add (subtract)) Other adjustments: Other	—	0.4
Adjusted EBITDA	965.9	1,065.2

Note:

1. "Depreciation and amortization" in the table above includes Depreciation and amortization (¥382.2 billion for the six months ended September 30, 2025 and ¥411.2 billion for the six months ended September 30, 2026) and Loss on disposal of property, plant and equipment and intangible assets (¥4.8 billion for the six months ended September 30, 2025 and ¥6.9 billion for the six months ended September 30, 2026) stated in "3. Condensed Interim Consolidated Financial Statements and Primary Notes, (4) Condensed Interim Consolidated Statement of Cash Flows."

b. Free Cash Flow, Adjusted Free Cash Flow (excluding LY Group, PayPay, etc.)

Free cash flow is a measure calculated by adding cash flows from operating activities and cash flows from investing activities.

Adjusted free cash flow (excluding LY Group, PayPay, etc.) is calculated by adding the proceeds from the securitization of installment sales receivables for devices, subtracting the repayments thereof, as well as adding the dividend payments received from A Holdings Corporation, and excluding the free cash flow of LY Group, PayPay, etc.

On the consolidated statement of cash flows, the proceeds and repayments from the securitization of installment sales receivables are included in the cash flows from financing activities. Given that said receivables arise in the course of operating activities, the Group believes that an indicator that would more appropriately represent the Group's ordinary cash generating capacity would add or subtract the cash flow from the securitization of said receivables to or from the cash flows from operating activities. Therefore, in the process of calculating adjusted free cash flow (excluding LY Group, PayPay, etc.), we add and subtract the proceeds and repayments from the securitization of installment sales receivables as adjustments to free cash flow.

Adjustment items and adjustment amounts for free cash flow and adjusted free cash flow (excluding LY Group, PayPay, etc.) are as follows.

(Billions of yen)

	Six Months Ended September 30, 2025	Six Months Ended September 30, 2026
Cash flows from operating activities	574.5	601.1
Cash flows from investing activities (capital expenditures)[1]	(303.7)	(293.1)
Cash flows from investing activities (others)[2]	(296.7)	(250.6)
Free cash flow	(25.9)	57.4
Effect of securitization of installment sales receivables	168.1	133.8
Securitization of installment sales receivables: Proceeds[3]	377.7	353.4
Securitization of installment sales receivables: Repayments[3]	(209.7)	(219.7)
Free cash flow from LY Group, PayPay, etc.[4]	174.2	(12.7)
Others[5]	33.2	15.4
Adjusted free cash flow (excluding LY Group, PayPay, etc.)	349.5	193.8

Notes:

1. Cash flows from investing activities (capital expenditures) is the net amount of “Purchases of property, plant and equipment and intangible assets” and “Proceeds from sales of property, plant and equipment and intangible assets” included in Cash flows from investing activities on the Condensed Interim Consolidated Statement of Cash Flows.
2. Cash flows from investing activities (others) is the net amount of “Payments for acquisition of investments,” “Proceeds from sales/redemption of investments,” “Purchase of investment securities in banking business,” “Proceeds from sales/redemption of investment securities in banking business,” “Proceeds from (payments for) obtaining control of subsidiaries,” “Proceeds from (payments for) loss of control over subsidiaries,” and “Other” included in Cash flows from investing activities on the Condensed Interim Consolidated Statement of Cash Flows.
3. Securitization of installment sales receivables: Proceeds and Securitization of installment sales receivables: Repayments are mainly included in “Increase (decrease) in short-term interest-bearing debt, net,” “Proceeds from interest-bearing debt” and “Repayment of interest-bearing debt” included in Cash flows from financing activities on the Condensed Interim Consolidated Statement of Cash Flows. Proceeds and repayments of short-term installment sales receivables transactions are netted.
4. “LY Group, PayPay, etc.” refers to A Holdings Corporation, LY Corporation and its subsidiaries (LY Group), B Holdings Corporation, PayPay Corporation, PayPay Card Corporation, PayPay Bank Corporation, PayPay Securities Corporation, etc.
5. Includes items such as dividends received from A Holdings Corporation, investment in PayPay Corporation, and proceeds from sales of shares in PayPay Securities Corporation.

(5) Forecasts

Revision of the full-year forecasts of consolidated results for the fiscal year ending March 31, 2027

(Billions of yen)

	Fiscal Year Ending March 31, 2027 (Before Revision)	Fiscal Year Ending March 31, 2027 (Revised)
Revenue	7,500.0	7,900.0
Operating income	1,100.0	1,160.0
Net income attributable to owners of the Company	560.0	610.0

Revision of the full-year forecasts of operating income by segment for the fiscal year ending March 31, 2027

(Billions of yen)

	Fiscal Year Ending March 31, 2027 (Before Revision)	Fiscal Year Ending March 31, 2027 (Revised)
Consumer segment	560.0	565.0
Enterprise segment	230.0	230.0
Distribution segment	36.0	40.0
Media & EC segment	264.0	270.0
Financial segment	110.0	140.0
Other[1]	(100.0)	(85.0)
Total	1,100.0	1,160.0

Notes:

1. Other includes operating income and loss not included in any of the "Consumer," "Enterprise," "Distribution," "Media & EC," and "Financial" segments, and adjustments including eliminations of intersegment transactions and expenses not allocated to each reportable segment.

For the fiscal year ending March 31, 2027, the Company has upwardly revised its forecasts: revenue from ¥7,500.0 billion to ¥7,900.0 billion, operating income from ¥1,100.0 billion to ¥1,160.0 billion, and net income attributable to owners of the Company from ¥560.0 billion to ¥610.0 billion.

With regard to operating income forecasts by segment, the Company has upwardly revised the Financial segment by ¥30.0 billion due to growth in gross merchandise value of QR code payments and credit card services; Other by ¥15.0 billion mainly due to refined estimates of upfront investments and research and development expenses; the Media & EC segment by ¥6.0 billion mainly due to steady expansion in the commerce business; the Consumer segment by ¥5.0 billion mainly due to improved margins on mobile devices and a rise in mobile ARPU; and the Distribution segment by ¥4.0 billion mainly due to solid growth in ICT-related products for enterprise customers and recurring revenue products such as cloud and SaaS, which the Company has been focusing on.

The forecast for net income attributable to owners of the Company was upwardly revised to reflect the gain on the sale of preferred equity interests in Energy Global, LP recorded during the six months ended September 30, 2026.

2. Notes to Summary Information

(1) Significant Changes in Scope of Consolidation for the Six Months Ended September 30, 2026

SB Payment Service Corp., a subsidiary of the Company, acquired all of the shares of BXJA I Holdings KK[1], the wholly owning parent company of SP.LINKS Inc., on September 30, 2026. As a result, SP.LINKS Inc. became a subsidiary of the Group through this company.

Note:

1. BXJA I Holdings KK changed its trade name to PS Holdings KK as of September 30, 2026.

(2) Changes in Accounting Policies and Accounting Estimates

There are no changes in accounting policies and accounting estimates to be disclosed.

3. Condensed Interim Consolidated Financial Statements and Primary Notes

(1) Condensed Interim Consolidated Statement of Financial Position

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
ASSETS		
Current assets		
Cash and cash equivalents	1,438,799	1,935,482
Trade and other receivables	3,026,078	3,129,760
Other financial assets	490,348	573,165
Inventories	232,037	271,081
Other current assets	218,269	266,399
Total current assets	5,405,531	6,175,887
Non-current assets		
Property, plant and equipment	2,003,769	2,023,836
Right-of-use assets	772,596	899,271
Goodwill	2,189,385	2,270,712
Intangible assets	2,576,720	2,583,458
Contract costs	440,736	436,063
Investments accounted for using the equity method	205,823	236,786
Investment securities	345,757	566,306
Investment securities in banking business	1,280,476	1,270,692
Other financial assets	3,029,086	3,332,228
Deferred tax assets	138,289	130,734
Other non-current assets	114,007	121,542
Total non-current assets	13,096,644	13,871,628
Total assets	18,502,175	20,047,515

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
LIABILITIES AND EQUITY		
Current liabilities		
Interest-bearing debt	1,956,418	2,625,134
Trade and other payables	3,285,304	3,413,256
Contract liabilities	169,055	189,497
Deposits for banking business	2,556,010	2,789,064
Other financial liabilities	25,422	34,611
Income taxes payable	150,880	174,754
Provisions	67,657	80,658
Other current liabilities	314,489	265,060
Total current liabilities	8,525,235	9,572,034
Non-current liabilities		
Interest-bearing debt	4,528,164	4,794,730
Other financial liabilities	170,165	181,065
Provisions	161,335	163,876
Deferred tax liabilities	336,189	358,904
Other non-current liabilities	112,632	112,805
Total non-current liabilities	5,308,485	5,611,380
Total liabilities	13,833,720	15,183,414
Equity		
Equity attributable to owners of the Company		
Common stock	244,355	251,671
Capital surplus	962,257	967,701
Retained earnings	1,728,300	1,882,256
Treasury stock	(27,078)	(25,912)
Accumulated other comprehensive income (loss)	50,025	42,333
Total equity attributable to owners of the Company	2,957,859	3,118,049
Non-controlling interests	1,710,596	1,746,052
Total equity	4,668,455	4,864,101
Total liabilities and equity	18,502,175	20,047,515

(2) Condensed Interim Consolidated Statement of Income and Condensed Interim Consolidated Statement of Comprehensive Income

For the six months ended September 30, 2025 and 2026

Condensed Interim Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Revenue	3,400,835	3,798,747
Cost of sales	(1,721,400)	(1,959,316)
Gross profit	1,679,435	1,839,431
Selling, general and administrative expenses	(1,109,420)	(1,201,134)
Other operating income	58,879	3,837
Operating income	628,894	642,134
Share of losses of associates accounted for using the equity method	(4,877)	(6,810)
Loss on sales of equity method investments	(3,455)	-
Impairment loss on equity method investments	(7,169)	(4,949)
Financing income	7,776	92,598
Financing costs	(47,208)	(72,319)
Profit before income taxes	573,961	650,654
Income taxes	(98,253)	(201,296)
Net income[1]	475,708	449,358
Net income attributable to		
Owners of the Company	348,755	364,547
Non-controlling interests	126,953	84,811
	475,708	449,358
Earnings per share attributable to owners of the Company		
Basic earnings per share (Yen)	7.22	7.52
Diluted earnings per share (Yen)	7.13	7.48

Note:

1. All net income of SoftBank Corp. and its subsidiaries for the six months ended September 30, 2025 and 2026 were generated from continuing operations.

Condensed Interim Consolidated Statement of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net income	475,708	449,358
Other comprehensive income (loss), net of tax		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plan	(1,669)	(67)
Changes in the fair value of equity instruments at FVTOCI	6,352	(2,488)
Share of other comprehensive income (loss) of associates accounted for using the equity method	119	(463)
Total items that will not be reclassified to profit or loss	4,802	(3,018)
Items that may be reclassified subsequently to profit or loss		
Changes in the fair value of debt instruments at FVTOCI	(28)	(2,882)
Cash flow hedges	1,922	(2,721)
Exchange differences on translation of foreign operations	21,535	(939)
Share of other comprehensive income (loss) of associates accounted for using the equity method	(2,675)	8,860
Total items that may be reclassified subsequently to profit or loss	20,754	2,318
Total other comprehensive income (loss), net of tax	25,556	(700)
Total comprehensive income	501,264	448,658
Total comprehensive income attributable to		
Owners of the Company	361,290	356,680
Non-controlling interests	139,974	91,978
	501,264	448,658

(3) Condensed Interim Consolidated Statement of Changes in Equity

For the six months ended September 30, 2025

(Millions of yen)

	Equity attributable to owners of the Company							
	Common stock	Capital surplus	Retained earnings	Treasury stock	Accumulated other comprehen-sive income (loss)	Total	Non-controlling interests	Total equity
As of April 1, 2025	228,162	927,067	1,594,862	(29,221)	22,760	2,743,630	1,521,741	4,265,371
Comprehensive income								
Net income	-	-	348,755	-	-	348,755	126,953	475,708
Other comprehensive income (loss)	-	-	-	-	12,535	12,535	13,021	25,556
Total comprehensive income	-	-	348,755	-	12,535	361,290	139,974	501,264
Transactions with owners and other transactions								
Cash dividends	-	-	(209,195)	-	-	(209,195)	(91,787)	(300,982)
Issuance of new shares	11,530	11,530	-	-	-	23,060	-	23,060
Purchase of treasury stock	-	-	-	(0)	-	(0)	-	(0)
Disposal of treasury stock	-	447	-	2,045	-	2,492	-	2,492
Changes from business combinations	-	-	-	-	-	-	44,895	44,895
Changes from loss of control	-	-	-	-	-	-	(414)	(414)
Changes in interests in existing subsidiaries	-	1,285	-	-	-	1,285	(15,628)	(14,343)
Share-based payment transactions	-	177	-	-	-	177	-	177
Put options written on non-controlling interests	-	(13,875)	-	-	-	(13,875)	(30,412)	(44,287)
Transfer from accumulated other comprehensive income (loss) to retained earnings	-	-	(446)	-	446	-	-	-
Other	-	(347)	553	-	-	206	124	330
Total transactions with owners and other transactions	11,530	(783)	(209,088)	2,045	446	(195,850)	(93,222)	(289,072)
As of September 30, 2025	239,692	926,284	1,734,529	(27,176)	35,741	2,909,070	1,568,493	4,477,563

For the six months ended September 30, 2026

(Millions of yen)

	Equity attributable to owners of the Company							
	Common stock	Capital surplus	Retained earnings	Treasury stock	Accumulated other comprehen-sive income (loss)	Total	Non-controlling interests	Total equity
As of April 1, 2026	244,355	962,257	1,728,300	(27,078)	50,025	2,957,859	1,710,596	4,668,455
Comprehensive income								
Net income	-	-	364,547	-	-	364,547	84,811	449,358
Other comprehensive income (loss)	-	-	-	-	(7,867)	(7,867)	7,167	(700)
Total comprehensive income	-	-	364,547	-	(7,867)	356,680	91,978	448,658
Transactions with owners and other transactions								
Cash dividends	-	-	(210,245)	-	-	(210,245)	(45,972)	(256,217)
Issuance of new shares	7,316	7,316	-	-	-	14,632	-	14,632
Purchase of treasury stock	-	-	-	(0)	-	(0)	-	(0)
Disposal of treasury stock	-	348	-	1,166	-	1,514	-	1,514
Changes from business combinations	-	-	-	-	-	-	-	-
Changes from loss of control	-	-	-	-	-	-	(1,340)	(1,340)
Changes in interests in existing subsidiaries	-	(5,468)	-	-	-	(5,468)	(15,287)	(20,755)
Share-based payment transactions	-	529	-	-	-	529	-	529
Put options written on non-controlling interests	-	2,792	-	-	-	2,792	6,132	8,924
Transfer from accumulated other comprehensive income (loss) to retained earnings	-	-	(175)	-	175	-	-	-
Other	-	(73)	(171)	-	-	(244)	(55)	(299)
Total transactions with owners and other transactions	7,316	5,444	(210,591)	1,166	175	(196,490)	(56,522)	(253,012)
As of September 30, 2026	251,671	967,701	1,882,256	(25,912)	42,333	3,118,049	1,746,052	4,864,101

(4) Condensed Interim Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from operating activities		
Net income	475,708	449,358
Depreciation and amortization	382,229	411,220
Loss on disposal of property, plant and equipment and intangible assets	4,835	6,923
Remeasurement gain on step acquisition	(58,879)	-
Gain relating to loss of control over subsidiaries	-	(2,424)
Share of losses of associates accounted for using the equity method	4,877	6,810
Loss on sales of equity method investments	3,455	-
Impairment loss on equity method investments	7,169	4,949
Financing income	(7,776)	(92,598)
Financing costs	47,208	72,319
Income taxes	98,253	201,296
(Increase) decrease in trade and other receivables	(194,270)	(141,044)
(Increase) decrease in inventories	(28,478)	(39,308)
Purchases of mobile devices leased to enterprise customers	(38,332)	(38,613)
Increase (decrease) in trade and other payables	63,166	66,932
Increase (decrease) in consumption taxes payable	13,606	(12,474)
Increase (decrease) in deposits for banking business	234,123	238,342
(Increase) decrease in loans in banking business	(111,637)	(205,401)
(Increase) decrease in investment securities in securities business	(57,209)	(60,723)
Other	(93,231)	(61,115)
Subtotal	744,817	804,449
Interest and dividends received	4,872	12,092
Interest paid	(43,287)	(59,373)
Income taxes paid	(140,222)	(162,052)
Income taxes refunded	8,360	5,941
Net cash inflow from operating activities	574,540	601,057
Cash flows from investing activities		
Purchases of property, plant and equipment and intangible assets	(304,190)	(293,771)
Proceeds from sales of property, plant and equipment and intangible assets	458	651
Payments for acquisition of investments	(90,702)	(432,942)
Proceeds from sales/redemption of investments	22,512	267,879
Purchase of investment securities in banking business	(236,428)	(240,023)
Proceeds from sales/redemption of investment securities in banking business	69,551	227,069
Proceeds from (payments for) obtaining control of subsidiaries	(55,105)	(62,926)
Proceeds from (payments for) loss of control over subsidiaries	65	(785)
Other	(6,624)	(8,860)
Net cash outflow from investing activities	(600,463)	(543,708)

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Cash flows from financing activities		
Increase (decrease) in short-term interest-bearing debt, net	173,582	623,612
Proceeds from interest-bearing debt	1,174,298	943,414
Repayment of interest-bearing debt	(937,382)	(857,434)
Proceeds from issuance of shares	18,770	12,840
Proceeds from stock issuance to non-controlling interests	53,591	16,885
Payments for purchase of treasury stock of subsidiaries	(69,794)	(19,165)
Cash dividends paid	(209,026)	(210,147)
Cash dividends paid to non-controlling interests	(91,869)	(45,592)
Other	135	(17,767)
Net cash inflow (outflow) from financing activities	112,305	446,646
Effect of exchange rate changes on cash and cash equivalents	8,756	(7,312)
Increase (decrease) in cash and cash equivalents	95,138	496,683
Cash and cash equivalents at the beginning of the period	1,435,525	1,438,799
Cash and cash equivalents at the end of the period	1,530,663	1,935,482

(5) Notes on Going Concern Assumption

There are no applicable items.

(6) Notes to Condensed Interim Consolidated Financial Statements

1. Reporting entity

SoftBank Corp. (the "Company") is a corporation (kabushiki kaisha) under the Companies Act of Japan and is domiciled in Japan. The registered address of its head office is 7-1 Kaigan 1-chome, Minato-ku, Tokyo, Japan. These condensed interim consolidated financial statements are comprised of the Company and its subsidiaries (the "Group"). The parent of the Company is SoftBank Group Japan Corporation. The ultimate parent company of the Company is SoftBank Group Corp.

The Group is engaged in a variety of businesses in the information and technology fields centering on its Consumer, Enterprise, Distribution, Media & EC and Financial businesses. For details, refer to "(1) Summary of reportable segments" under "Note 5. Segment information."

2. Material accounting policies

The material accounting policies applied in the condensed interim consolidated financial statements are consistent with those of the consolidated financial statements as of and for the fiscal year ended March 31, 2026. "Income tax expenses" for the six months ended September 30, 2026 are calculated based on the estimated annual effective income tax rate.

3. Significant judgments and estimates

In preparing the condensed interim consolidated financial statements, management makes judgments, estimates, and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, revenue, and expenses.

These estimates and underlying assumptions are based on management's best judgments, through their evaluation of various factors that were considered reasonable as of the respective period-end, based on historical experience and by collecting available information.

By the nature of its estimates or assumptions, however, actual results in the future may differ from those projected estimates or assumptions.

Estimates and underlying assumptions are continuously reviewed. Revisions to accounting estimates have been recognized in the period in which the estimate is revised as well as in future periods.

The judgments, estimates and assumptions that have significant impact on the amounts in the condensed interim consolidated financial statements of the Group are consistent with those described in the consolidated financial statements for the fiscal year ended March 31, 2026.

4. Business combinations

Six months ended September 30, 2025

(1) Acquisition of BEENOS Inc.

a. Summary of the Transactions

LY Corporation, a subsidiary of the Company, commenced a tender offer for the common shares and stock acquisition rights of BEENOS Inc. (hereinafter "BEENOS") as resolved at its Board of Directors meeting held on March 21, 2025, with the aim of enhancing corporate value through the creation of business synergies, particularly in the cross-border e-commerce business.

The tender offer was completed on May 7, 2025, and LY Corporation acquired 10,918,182 common shares and stock acquisition rights (the number of shares to be issued upon exercise: 417,540) of BEENOS on the settlement completion date of May 14, 2025, for a total cash consideration of ¥44,675 million. As a result, LY Corporation's voting rights ratio in BEENOS increased to 84.08% (calculated based on the number of voting rights of issued common shares), and BEENOS has become a subsidiary of the Company.

b. Summary of the acquiree

Name	BEENOS Inc.
Business	Various e-commerce businesses domestically and internationally

c. Acquisition date

May 14, 2025

d. Consideration and its breakdown

(Millions of yen)

		Acquisition date (May 14, 2025)
Cash paid		44,675
Total consideration	A	44,675

e. The table below shows the fair value of assets and liabilities, non-controlling interests, and goodwill as of the acquisition date[1]:

		(Millions of yen)
		Acquisition date (May 14, 2025)
Cash and cash equivalents		16,909
Trade and other receivables		2,377
Other financial assets (current)		5,225
Other current assets		2,849
Intangible assets[2]		11,189
Other non-current assets		3,827
Total assets		42,376
Interest-bearing debt (current)		3,229
Trade and other payables		9,249
Other current liabilities		1,703
Deferred tax liabilities		3,632
Other non-current liabilities		1,155
Total liabilities		18,968
Net assets	B	23,408
Non-controlling interests[3]	C	3,786
Goodwill[4]	A-(B-C)	25,053

Notes:

1. Consideration transferred is allocated to assets acquired and liabilities assumed based on their fair value as of the acquisition date.
2. The amount of intangible assets includes ¥10,829 million of trademarks as identifiable assets with indefinite useful lives. The amount of intangible assets recognized from business combinations is measured based on assumptions such as estimated future cash flows, discount rate, future sales forecast generated by the trademarks, and royalty rate.
3. Non-controlling interests are measured at the fair values of the acquiree's identifiable net assets as of the acquisition date, multiplied by the ratio of the non-controlling interests.
4. Goodwill reflects the ability to generate excess earnings resulting from expected future business development and synergies between the Group and the acquiree.

f. The table below shows payments for obtaining control of the subsidiary:

	(Millions of yen)
	Acquisition date (May 14, 2025)
Consideration paid in cash	(44,675)
Cash and cash equivalents held by the acquiree at the time of obtaining control	16,909
Cash paid for obtaining control of the subsidiary	(27,766)

g. Revenue and net income of the acquiree

The revenue and net income (before elimination of intercompany transactions) of the acquiree recorded in the condensed interim consolidated statement of income on and after the acquisition date are ¥5,999 million and ¥110 million, respectively.

h. Consolidated revenue and net income on the assumption that the business combination was completed at the beginning of the year:

On the assumption that the acquisition date is April 1, 2025, the Company's consolidated pro forma financial information (unaudited) for the six months ended September 30, 2025 is as follows:

	(Millions of yen) Six months ended September 30, 2025
Revenue (Pro forma financial information)	3,403,913
Net income (Pro forma financial information)	475,862

(2) Conversion of LINE Bank Taiwan Limited into a subsidiary through capital increase

a. Summary of the Transactions

LY Corporation, a subsidiary of the Company, has decided on April 10, 2025, to increase the capital by 2.745 billion Taiwan dollars and acquire additional 274,500 thousand common shares of LINE Bank Taiwan Limited (hereinafter "LBT"), an associate of LY Corporation, through its subsidiary LINE Financial Taiwan Limited (hereinafter "LFT").

The purpose of this capital increase is to promote the banking services operated by LBT in Taiwan under the "LINE Bank" brand and to further strengthen collaboration with the Group. The capital increase was completed on June 17, 2025.

Upon completion of the capital increase, the number of LBT common shares held by LFT amounted to 1,023,000 thousand shares and the voting rights of LFT in LBT reached 51.2%, thereby exceeding a majority. As a result, LY Corporation has acquired control over LBT, and LBT has become the Group's subsidiary.

b. Summary of the acquiree

Name	LINE Bank Taiwan Limited
Business	Internet-only bank

c. Acquisition date

June 17, 2025

d. Consideration and its breakdown

		(Millions of yen) Acquisition date (June 17, 2025)
Fair value of LBT common shares held as of the acquisition date		36,751
Cash paid		13,478
Total consideration	A	50,229

As a result of remeasurement of the Group's previously held interests in LBT to the fair value as of the acquisition date, a gain on step acquisition of ¥14,502 million was recognized. This amount is included in "Other operating income" in the condensed interim consolidated statement of income.

e. The table below shows the fair value of assets and liabilities, non-controlling interests, and goodwill as of the acquisition date[1]:

		(Millions of yen)
		Acquisition date (June 17, 2025)
Cash and cash equivalents		10,544
Trade and other receivables		37,941
Other financial assets (current)		43,809
Other current assets		3,540
Intangible assets		9,316
Investment securities in banking business		32,442
Other financial assets (non-current)		313,395
Other non-current assets		9,094
Total assets		460,081
Trade and other payables		2,514
Deposits for banking business		365,556
Other current liabilities		3,270
Other non-current liabilities		10,090
Total liabilities		381,430
Net assets	B	78,651
Non-controlling interests[2]	C	38,406
Goodwill[3]	A-(B-C)	9,984

Notes:

1. Consideration transferred is allocated to assets acquired and liabilities assumed based on their fair value as of the acquisition date.
2. Non-controlling interests are measured at the fair values of the acquiree's identifiable net assets as of the acquisition date, multiplied by the ratio of the non-controlling interests.
3. Goodwill reflects the ability to generate excess earnings resulting from expected future business development and synergies between the Group and the acquiree.

f. The table below shows payments for obtaining control of the subsidiary:

	(Millions of yen)
	Acquisition date (June 17, 2025)
Consideration paid in cash	(13,478)
Cash and cash equivalents held by the acquiree at the time of obtaining control	10,544
Cash paid for obtaining control of the subsidiary	(2,934)

g. Revenue and net loss of the acquiree

The revenue and net loss (before elimination of intercompany transactions) of the acquiree recorded in the condensed interim consolidated statement of income on and after the acquisition date are ¥4,706 million and ¥334 million, respectively.

h. Consolidated revenue and net income on the assumption that the business combination was completed at the beginning of the year:

On the assumption that the acquisition date is April 1, 2025, the Company's consolidated pro forma financial information (unaudited) for the six months ended September 30, 2025 is as follows:

The gain on step acquisition is included in the pro forma financial information.

	(Millions of yen) Six months ended September 30, 2025
Revenue (Pro forma financial information)	3,404,137
Net income (Pro forma financial information)	474,976

(3) Conversion of LINE MAN CORPORATION PTE. LTD. into a subsidiary

a. Summary of the Transactions

To further strengthen collaboration with LINE MAN CORPORATION PTE. LTD. (hereinafter "LMWN"), an equity-method associate of LY Corporation, that operates businesses such as on-demand services (primarily in food delivery) and digital solutions business for merchants in Thailand, LY Corporation, a subsidiary of the Company, resolved at the meeting of its Board of Directors held on September 11, 2025, that LY Corporation acquires a portion of LMWN shares held by Apfarm Investment Pte Ltd and Gamnat Pte. Ltd. through its subsidiary LINE SOUTHEAST ASIA CORP. PTE. LTD. (hereinafter "LSEA"), that an amendment to the shareholders' agreement will be agreed with among LMWN's shareholders regarding changes to each shareholder's rights as stipulated in the shareholders' agreement, and that LSEA will receive a comprehensive proxy from MIRAI Fund for the future exercise of voting rights associated with LMWN shares held by MIRAI Fund, and LSEA will be authorized to exercise said voting rights.

The acquisition of shares and the amendment to the shareholders' agreement were completed on September 30, 2025.

As of the completion date, LY Corporation acquired control over LMWN, and LMWN has become a subsidiary of the Group.

b. Summary of the acquiree

Name	LINE MAN CORPORATION PTE. LTD.
Business	Operation of on-demand services (primarily in food delivery) and digital solutions business for merchants in Thailand, and management of group companies

c. Acquisition date

September 30, 2025

d. Consideration and its breakdown

		(Millions of yen) Acquisition date (September 30, 2025)
Fair value of LMWN common shares held as of the acquisition date		63,239
Cash paid		15,327
Total consideration	A	78,566

As a result of remeasurement of the Group's previously held interests in LMWN to the fair value as of the acquisition date, a gain on step acquisition of ¥44,377 million was recognized. This amount is included in "Other operating income" in the condensed interim consolidated statement of income.

e. The table below shows the fair value of assets and liabilities, non-controlling interests, and goodwill as of the acquisition date[1]:

		(Millions of yen)
		Acquisition date (September 30, 2025)
Cash and cash equivalents		12,542
Trade and other receivables		4,847
Other current assets		3,214
Intangible assets[2]		71,891
Other non-current assets		3,483
Total assets		95,977
Interest-bearing debt (current)		6,703
Trade and other payables		8,207
Other current liabilities		2,731
Deferred tax liabilities		13,736
Other non-current liabilities		3,460
Total liabilities		34,837
Net assets	B	61,140
Non-controlling interests[3]	C	30,254
Goodwill[4]	A-(B-C)	47,680

Notes:

1. Adjustment of provisional amounts

Consideration transferred is allocated to assets acquired and liabilities assumed based on their fair value as of the acquisition date. The allocation of the consideration transferred was completed during the three months ended December 31, 2025. Reflecting the adjustments to these provisional amounts, the initial allocation of the consideration transferred has been revised. The major impacts of these adjustments on the assets acquired and liabilities assumed comprise an increase in intangible assets of ¥67,623 million, an increase in deferred tax liabilities of ¥13,525 million, an increase in non-controlling interests of ¥27,494 million, and a decrease in goodwill of ¥26,604 million.

2. The amount of intangible assets includes ¥67,623 million of identifiable assets and the table below shows the breakdown of the identifiable assets. The trademarks are classified as intangible assets with indefinite useful lives. The estimated useful lives of customer relationships are from 13 to 19 years. The amount of intangible assets recognized from business combinations is measured based on assumptions such as estimated future cash flows, discount rate, future sales forecast generated by trademarks, and royalty rate.

	(Millions of yen) Acquisition date (September 30, 2025)
Intangible assets with indefinite useful lives	
Trademarks	41,645
Intangible assets with finite useful lives	
Customer relationships	22,984
Other	2,994
Total	67,623

3. Non-controlling interests are measured at the fair values of the acquiree's identifiable net assets as of the acquisition date, multiplied by the ratio of the non-controlling interests.
4. Goodwill reflects the ability to generate excess earnings resulting from expected future business development and synergies between the Group and the acquiree.

f. The table below shows payments for obtaining control of the subsidiary:

	(Millions of yen) Acquisition date (September 30, 2025)
Consideration paid in cash	(15,327)
Cash and cash equivalents held by the acquiree at the time of obtaining control	12,542
Cash paid for obtaining control of the subsidiary	(2,785)

g. Consolidated revenue and net income on the assumption that the business combination was completed at the beginning of the year:

On the assumption that the acquisition date is April 1, 2025, the Company's consolidated pro forma financial information (unaudited) for the six months ended September 30, 2025 is as follows:

The increase in amortization of identifiable intangible assets recognized at the actual acquisition date and the gain on step acquisition are included in the pro forma financial information.

	(Millions of yen) Six months ended September 30, 2025
Revenue (Pro forma financial information)	3,439,715
Net income (Pro forma financial information)	473,902

Six months ended September 30, 2026

(1) Conversion of SP.LINKS Inc. into a subsidiary

a. Summary of the Transactions

SB Payment Service Corp. (hereinafter "SBPS"), a subsidiary of the Company, entered into an agreement on July 28, 2026, to acquire all issued shares of BXJA I Holdings KK[1] (hereinafter the "Target Holding Company"), the wholly owning parent company of SP.LINKS Inc. (hereinafter "SP.LINKS"), with the aim of strengthening its service capabilities and business foundation in the payment business. The share acquisition was completed on September 30, 2026, making the Target Holding Company a subsidiary of SBPS and SP.LINKS a subsidiary of the Group through the Target Holding Company.

SP.LINKS operates payment agency and credit card data processing businesses. Through this share acquisition, SBPS aims to expand the services it offers to meet merchants' diverse payment needs by combining its wide range of payment services with SP.LINKS' payment network and card data processing infrastructure.

Note:

1. BXJA I Holdings KK changed its trade name to PS Holdings KK as of September 30, 2026.

b. Summary of the acquiree

Name	SP.LINKS Inc.
Business	Credit card payment processing and other payment services, credit card data processing, collection agency services, and all other businesses incidental or related to the foregoing

c. Acquisition date

September 30, 2026

d. Consideration and its breakdown

(Millions of yen)

		Acquisition date (September 30, 2026)
Cash paid		72,700
Total consideration	A	72,700

e. The table below shows the fair value of assets and liabilities and goodwill as of the acquisition date[1]:

		(Millions of yen)
		Acquisition date (September 30, 2026)
Cash and cash equivalents		16,134
Trade and other receivables		23,813
Other current assets		331
Intangible assets		26,882
Other non-current assets		1,835
Total assets		68,995
Trade and other payables		64,573
Other current liabilities		922
Deferred tax liabilities		7,955
Other non-current liabilities		703
Total liabilities		74,153
Net assets	B	(5,158)
Goodwill[2]	A-B	77,858

Notes:

1. As the recognition of identifiable assets acquired and liabilities assumed as of the acquisition date and measurement of their fair values were not complete as of September 30, 2026, the above amounts are provisional based on the best estimate at present. Accordingly, the allocation of the consideration transferred to assets acquired, liabilities assumed and resulting goodwill may change in a year from the acquisition date when additional information related to facts and circumstances that existed as of the acquisition date are obtained and evaluated.
2. Goodwill reflects the ability to generate excess earnings resulting from expected future business development and synergies between the Group and the acquiree.

f. The table below shows payments for obtaining control of the subsidiary:

	(Millions of yen)
	Acquisition date (September 30, 2026)
Consideration paid in cash	(72,700)
Cash and cash equivalents held by the acquiree at the time of obtaining control	16,134
Cash paid for obtaining control of the subsidiary	(56,566)

g. Consolidated revenue and net income on the assumption that the business combination was completed at the beginning of the year:

On the assumption that the acquisition date is April 1, 2026, the Company's consolidated pro forma financial information (unaudited) for the six months ended September 30, 2026 is as follows:

	(Millions of yen)
	Six months ended September 30, 2026
Revenue (Pro forma financial information)	3,803,436
Net income (Pro forma financial information)	448,818

5. Segment information

(1) Summary of reportable segments

The reportable segments of the Group are based on operating segments for which separate financial information is available, and which the Board of Directors (the Group's chief operating decision maker) regularly reviews to determine the allocation of management resources and evaluate their performance. The Group has "Consumer," "Enterprise," "Distribution," "Media & EC" and "Financial" as its reportable segments. No operating segments have been aggregated in arriving at the reportable segments of the Group.

In the "Consumer" segment, the Group provides services, such as mobile services, broadband services and electricity services, including the *Ouchi Denki* service, mainly to individual customers in Japan. The Company procures mobile devices from mobile device manufacturers and sells the mobile devices to distributors operating SoftBank shops, etc. and individual customers.

In the "Enterprise" segment, the Group provides a wide range of services for enterprise customers. These include telecommunications services such as mobile, enterprise networks and fixed-line telephones, solution services such as IoT and data solutions, as well as cloud and AI services such as cloud, security, AI data centers, AI computing infrastructure and AI solutions. From the three months ended June 30, 2026, the Group revised the management categories for the components of revenue in the Enterprise segment, changing the previous categories of "Mobile," "Fixed-line," and "Business solution and others" to "Telecommunications," "Solutions," and "Cloud & AI."

In the "Distribution" segment, the Group offers products and services primarily addressing cloud services and advanced technologies including AI for enterprise customers and products and services such as software, mobile accessories, and IoT products for individual customers.

In the "Media & EC" segment, the Group offers services that center on media and commerce, covering online to offline services in a comprehensive manner. In the "media" field, the Group provides advertising-related services on its comprehensive Internet service, *Yahoo! JAPAN*, and communication app, *LINE*. In the "commerce" field, the Group provides online shopping services such as *Yahoo! JAPAN Shopping* and *ZOZOTOWN*, and reuse services such as *Yahoo! JAPAN Auction*. In the "strategy" field, the Group provides services centered on FinTech, which the Group is working to develop into new drivers of earnings alongside media and commerce.

In the "Financial" segment, the Group provides cashless payment services such as QR code payment and credit card services, development and provision of marketing solutions for merchants, financial services such as banking and asset management, as well as payment agency services that provide a comprehensive range of diversified payments such as credit cards, electronic money and QR codes.

Information not included in the preceding reportable segments is summarized in "Other." "Adjustments" includes eliminations of intersegment transactions and expenses not allocated to any reportable segment.

(2) Segment revenue, income, and other information of reportable segments

Income of reportable segments is defined as "Operating income." Intersegment transaction prices are determined by taking into consideration the equivalent prices for an arm's length transaction or gross costs after price negotiation.

Income and loss which are not attributable to operating income and loss, such as "financing income,""financing costs," and "income and loss on equity method investments," are not managed by each reportable segment and therefore these income and losses are excluded from segment income. Assets and liabilities are not allocated to reportable segments and are not monitored by the Board of Directors.

Six months ended September 30, 2025

(Millions of yen)

	Reportable segments								
	Consumer	Enterprise	Distribution	Media & EC[2]	Financial	Total	Other	Adjustments	Consolidated
Revenue									
Sales to external customers	1,467,836	464,437	430,235	809,252	177,280	3,349,040	51,795	-	3,400,835
Intersegment revenue or transferred revenue	7,835	17,544	75,599	13,569	12,421	126,968	6,275	(133,243)	-
Total	1,475,671	481,981	505,834	822,821	189,701	3,476,008	58,070	(133,243)	3,400,835
Segment income	330,851	104,070	21,988	167,529	38,531	662,969	(33,517)	(558)	628,894
Depreciation and amortization[1]	184,361	86,663	1,991	82,249	15,642	370,906	12,483	(1,160)	382,229

Six months ended September 30, 2026

(Millions of yen)

	Reportable segments								
	Consumer	Enterprise	Distribution	Media & EC	Financial	Total	Other	Adjustments	Consolidated
Revenue									
Sales to external customers	1,593,740	516,573	516,570	882,515	224,186	3,733,584	65,163	-	3,798,747
Intersegment revenue or transferred revenue	8,729	22,337	85,963	12,165	17,668	146,862	7,647	(154,509)	-
Total	1,602,469	538,910	602,533	894,680	241,854	3,880,446	72,810	(154,509)	3,798,747
Segment income	322,927	124,785	25,440	126,479	67,016	666,647	(26,420)	1,907	642,134
Depreciation and amortization[1]	194,714	92,094	2,463	92,851	16,537	398,659	14,761	(2,200)	411,220

Notes:

1. "Depreciation and amortization" includes amortization of long-term prepaid expenses which are presented as "Other non-current assets" in the condensed interim consolidated statement of financial position.
2. The "Segment income" for "Media & EC" includes a gain on step acquisition of ¥44,377 million associated with the conversion of LINE MAN CORPORATION PTE. LTD. into a subsidiary. For details, refer to "(3) Conversion of LINE MAN CORPORATION PTE. LTD. into a subsidiary" under "Note 4. Business combinations."

Reconciliation of "segment income" to "consolidated profit before income taxes" is as follows:

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Segment income	628,894	642,134
Share of losses of associates accounted for using the equity method	(4,877)	(6,810)
Loss on sales of equity method investments	(3,455)	-
Impairment loss on equity method investments	(7,169)	(4,949)
Financing income	7,776	92,598
Financing costs	(47,208)	(72,319)
Profit before income taxes	573,961	650,654

6. Income taxes

For the six months ended September 30, 2025, the recoverability of deferred tax assets at PayPay Corporation, a subsidiary of the Company, was reviewed, resulting in a decrease in income taxes of ¥57,535 million.

7. Interest-bearing debt

The components of "interest-bearing debt" are as follows:

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Current		
Short-term borrowings	625,819	1,211,682
Commercial paper	73,000	91,000
Current portion of long-term borrowings	863,753	900,400
Current portion of lease liabilities	163,863	192,315
Current portion of corporate bonds	229,958	229,737
Current portion of installment payables	25	-
Total	1,956,418	2,625,134
Non-current		
Long-term borrowings	2,474,053	2,423,066
Lease liabilities	649,770	756,969
Corporate bonds	1,404,325	1,614,695
Installment payables	16	-
Total	4,528,164	4,794,730

8. Equity

(1) Common stock and capital surplus

a. Common shares

Six months ended September 30, 2025

For the six months ended September 30, 2025, due to the issuance of new shares upon exercise of stock acquisition rights, the number of shares issued increased by 156,775 thousand shares.

As a result of the issuance of the shares, “Common stock” and “Capital surplus” increased by ¥11,530 million each under the Companies Act of Japan.

Six months ended September 30, 2026

For the six months ended September 30, 2026, due to the issuance of new shares upon exercise of stock acquisition rights, the number of shares issued increased by 99,512 thousand shares.

As a result of the issuance of the shares, “Common stock” and “Capital surplus” increased by ¥7,316 million each under the Companies Act of Japan.

b. Class shares

The Company issued Series 1 Bond-Type Class Shares with the payment date of November 1, 2023. In addition, the Company issued Series 2 Bond-Type Class Shares with the payment date of October 3, 2024.

Although the Bond-Type Class Shares have a defined period for fixed dividends and any unpaid dividends shall be carried over to subsequent fiscal years, they are classified as equity instruments because the Company has the option to defer dividend payments, has no obligation to repurchase the Bond-Type Class Shares and has an unconditional right to avoid delivering cash or another financial asset except for the distribution of residual assets on liquidation.

(2) Treasury stock

Changes in “treasury stock” are as follows:

(Thousands of shares)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Balance at the beginning of the period	184,234	170,725
Increase during the period	0	0
Decrease during the period[1]	(12,891)	(7,351)
Balance at the end of the period	171,343	163,374

Note:

1. For the six months ended September 30, 2025, due to the exercise of stock acquisition rights and other factors, the number of treasury shares decreased by 12,891 thousand shares. As a result, “Treasury stock” decreased by ¥2,045 million and a gain on disposal of treasury stock of ¥447 million was recognized as an increase in “Capital surplus.” For the six months ended September 30, 2026, due to the exercise of stock acquisition rights and other factors, the number of treasury shares decreased by 7,351 thousand shares. As a result, “Treasury stock” decreased by ¥1,166 million and a gain on disposal of treasury stock of ¥348 million was recognized as an increase in “Capital surplus.”

9. Dividends

Dividends paid are as follows

Six months ended September 30, 2025

(1) Dividends paid

Resolution	Class of shares	Dividends per share (Yen)	Total dividends (Millions of yen)	Record date	Effective date
Board of Directors meeting held on May 20, 2025	Common stock	4.30	204,539	March 31, 2025	June 12, 2025
Board of Directors meeting held on May 20, 2025[1]	Series 1 Bond-Type Class Shares	50.00	1,500	March 31, 2025	June 12, 2025
Board of Directors meeting held on May 20, 2025[2]	Series 2 Bond-Type Class Shares	126.24	3,156	March 31, 2025	June 12, 2025

(2) Dividends whose record date is in the six months ended September 30, 2025 but whose effective date is after September 30, 2025

Resolution	Class of shares	Dividends per share (Yen)	Total dividends (Millions of yen)	Record date	Effective date
Board of Directors meeting held on October 23, 2025	Common stock	4.30	205,270	September 30, 2025	December 5, 2025
Board of Directors meeting held on October 23, 2025[1]	Series 1 Bond-Type Class Shares	50.00	1,500	September 30, 2025	December 5, 2025
Board of Directors meeting held on October 23, 2025[2]	Series 2 Bond-Type Class Shares	128.00	3,200	September 30, 2025	December 5, 2025

Notes:

1. If the record date falls in a fiscal year ending on or before March 31, 2029, the annual dividend rate for the Series 1 Bond-Type Class Shares is 2.500% per annum. If the record date falls in a fiscal year ending on or after April 1, 2029, the annual dividend rate is the interest rate of One-Year Japanese government bonds (JGBs) as of the date two business days before the last day of the fiscal year before the fiscal year (Annual Rate Quotation Date) in which the record date falls plus 3.182%.
2. If the record date falls in a fiscal year ending on or before March 31, 2030, the annual dividend rate for the Series 2 Bond-Type Class Shares is 3.200% per annum. If the record date falls in a fiscal year ending on or after April 1, 2030 and before March 31, 2050, the annual dividend rate is the interest rate of One-Year Japanese government bonds (JGBs) as of the Annual Rate Quotation Date with respect to the fiscal year in which the record date falls plus 2.960%. If the record date falls in a fiscal year ending on or after April 1, 2050, the annual dividend rate is the interest rate of One-Year Japanese government bonds (JGBs) as of the Annual Rate Quotation Date with respect to the fiscal year in which the record date falls plus 3.710%.

Six months ended September 30, 2026

(1) Dividends paid

Resolution	Class of shares	Dividends per share (Yen)	Total dividends (Millions of yen)	Record date	Effective date
Board of Directors meeting held on May 15, 2026	Common stock	4.30	205,547	March 31, 2026	June 2, 2026
Board of Directors meeting held on May 15, 2026[1]	Series 1 Bond-Type Class Shares	50.00	1,500	March 31, 2026	June 2, 2026
Board of Directors meeting held on May 15, 2026[2]	Series 2 Bond-Type Class Shares	128.00	3,200	March 31, 2026	June 2, 2026

(2) Dividends whose record date is in the six months ended September 30, 2026 but whose effective date is after September 30, 2026

Resolution	Class of shares	Dividends per share (Yen)	Total dividends (Millions of yen)	Record date	Effective date
Board of Directors meeting held on October 29, 2026	Common stock	4.40	210,798	September 30, 2026	December 4, 2026
Board of Directors meeting held on October 29, 2026[1]	Series 1 Bond-Type Class Shares	50.00	1,500	September 30, 2026	December 4, 2026
Board of Directors meeting held on October 29, 2026[2]	Series 2 Bond-Type Class Shares	128.00	3,200	September 30, 2026	December 4, 2026

Notes:

1. If the record date falls in a fiscal year ending on or before March 31, 2029, the annual dividend rate for the Series 1 Bond-Type Class Shares is 2.500% per annum. If the record date falls in a fiscal year ending on or after April 1, 2029, the annual dividend rate is the interest rate of One-Year Japanese government bonds (JGBs) as of the date two business days before the last day of the fiscal year before the fiscal year (Annual Rate Quotation Date) in which the record date falls plus 3.182%.
2. If the record date falls in a fiscal year ending on or before March 31, 2030, the annual dividend rate for the Series 2 Bond-Type Class Shares is 3.200% per annum. If the record date falls in a fiscal year ending on or after April 1, 2030 and before March 31, 2050, the annual dividend rate is the interest rate of One-Year Japanese government bonds (JGBs) as of the Annual Rate Quotation Date with respect to the fiscal year in which the record date falls plus 2.960%. If the record date falls in a fiscal year ending on or after April 1, 2050, the annual dividend rate is the interest rate of One-Year Japanese government bonds (JGBs) as of the Annual Rate Quotation Date with respect to the fiscal year in which the record date falls plus 3.710%.

10. Revenue

The components of revenue are as follows:

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Consumer		
Service revenues		
Mobile	794,770	819,863
Broadband	203,913	218,234
Electricity	104,244	142,971
Revenues from sales of goods and others	364,909	412,672
Subtotal	1,467,836	1,593,740
Enterprise[3,4]		
Telecommunications	242,967	254,404
Solutions	103,569	110,833
Cloud & AI	117,901	151,336
Subtotal	464,437	516,573
Distribution	430,235	516,570
Media & EC[5]		
Media	344,218	354,277
Commerce	430,740	481,502
Strategy	32,213	44,619
Other	2,081	2,117
Subtotal	809,252	882,515
Financial	177,280	224,186
Other	51,795	65,163
Total	3,400,835	3,798,747

Notes:

1. The components of revenue represent sales to external customers.
2. The components of revenue include revenues from other sources, excluding those arising from IFRS 15 “Revenue from Contracts with Customers” (mainly from PayPay Card Corporation’s financial business included in “Financial” and lease transactions included in “Enterprise”). Revenues from other sources for the six months ended September 30, 2025 and 2026 were ¥114,805 million and ¥151,933 million, respectively.
3. “Enterprise” includes service revenues and revenues from sales of goods and others. Service revenues for the six months ended September 30, 2025 and 2026 were ¥365,862 million and ¥402,682 million, respectively. Revenues from sales of goods and others for the six months ended September 30, 2025 and 2026 were ¥98,575 million and ¥113,891 million, respectively.
4. Effective for the three months ended June 30, 2026, the business categories of “Enterprise” have been reevaluated and the previous categories of “Mobile,” “Fixed-line,” and “Business solution and others,” have been changed to “Telecommunications,” “Solutions,” and “Cloud & AI”, respectively. As a result, revenue under “Enterprise” for the six months ended September 30, 2025, has been retrospectively adjusted.
5. Effective for the three months ended June 30, 2026, the business categories of “Media & EC” have been reevaluated and some services included in “Media & EC” were transferred between the business categories. As a result, all components of revenue under “Media & EC” for the six months ended September 30, 2025, have been retrospectively adjusted.

11. Earnings per share

Basic earnings per share and diluted earnings per share are as follows:

(1) Basic earnings per share

	Six months ended September 30, 2025	Six months ended September 30, 2026
Net income attributable to common shareholders of the Company (Millions of yen)		
Net income attributable to owners of the Company	348,755	364,547
Net income not-attributable to common shareholders of the Company[1]	(4,700)	(4,700)
Net income used in the calculation of basic earnings per share	344,055	359,847
Weighted-average number of shares of common stock outstanding (Thousands of shares)	47,628,047	47,841,099
Basic earnings per share (Yen)	7.22	7.52

(2) Diluted earnings per share

	Six months ended September 30, 2025	Six months ended September 30, 2026
Diluted net income attributable to common shareholders (Millions of yen)		
Net income used in the calculation of basic earnings per share	344,055	359,847
Effect of dilutive securities issued by subsidiaries and associates	(2,500)	(258)
Total	341,555	359,589
Weighted-average number of shares of common stock used in the calculation of diluted earnings per share (Thousands of shares)		
Weighted-average number of shares of common stock outstanding	47,628,047	47,841,099
Increase in the number of shares of common stock due to stock acquisition rights	289,395	239,401
Total	47,917,442	48,080,500
Diluted earnings per share (Yen)	7.13	7.48

Note:

1. The amount represents dividends to be paid to class shareholders in connection with the Bond-Type Class Shares.

12. Other operating income

The components of “other operating income” are as follows:

(Millions of yen)

	Six months ended September 30, 2025	Six months ended September 30, 2026
Other operating income		
Gain relating to loss of control over subsidiaries	-	2,424
Remeasurement gain on step acquisition[1]	58,879	-
Other	-	1,413
Total	58,879	3,837

Note:

1. "Remeasurement gain on step acquisition" for the six months ended September 30, 2025, includes a gain on step acquisition of ¥44,377 million associated with the conversion of LINE MAN CORPORATION PTE. LTD. into a subsidiary. For details, refer to “(3) Conversion of LINE MAN CORPORATION PTE. LTD. into a subsidiary” under “Note 4. Business combinations.”

13. Financing income

For the six months ended September 30, 2026, Takeshiba US Holdings 1 LLC, a subsidiary of the Company, transferred its preferred equity interest in Energy Global, LP to SVF II Energy (DE) LLC, resulting in the recognition of a gain on sale of ¥80,010 million as financing income. For details, refer to “Note 15. Related party transactions.”

14. Supplemental information to the condensed interim consolidated statement of cash flows

Significant non-cash transactions

Significant non-cash transactions (investing and financing activities that do not require the use of “Cash and cash equivalents”) are as follows:

Lease transactions

The increases in right-of-use assets on the lease transactions (excluding lease payments and initial direct costs paid before the lease commencement date) for the six months ended September 30, 2025 and 2026, were ¥102,544 million and ¥244,606 million, respectively, and are non-cash transactions.

The increase in right-of-use assets for the six months ended September 30, 2026 includes ¥127,971 million due to the leasing of telecommunications facilities, including dark fiber, by OpenFiber Japan Corp., a subsidiary of the Company.

15. Related party transactions

Six months ended September 30, 2025

Related party transactions of the Group are as follows:

(Millions of yen)

Name of the company or individual	Nature of relationship	Nature of transaction	Six months ended September 30, 2025 Amount of transaction	As of September 30, 2025 Balance at period-end
Yasuyuki Imai	Director of the Company	Lending of loans[1,2,3]	-	430
		Receipt of interest on loans receivable	2	-
Junichi Miyakawa	Director of the Company	Lending of loans[1,2,3,4]	-	19,930
		Receipt of interest on loans receivable	110	-
Kazuhiko Fujihara	Director of the Company	Collection of loans receivable[1,2,3]	320	-
		Receipt of interest on loans receivable	1	-

The terms and conditions of transactions and policy on how to determine those terms and conditions:

1. The lending rate was set from 1.03% to 1.10% (fixed rate) as reasonably determined in consideration of the borrowing rate actually borne by the Company, which is on a level similar to market rates on similar terms, with both interest and principal repayable in one lump-sum at the end of the fiscal year five years after the loan date, allowing a five-year extension of the repayment period subject to mutual agreement, or optional prepayment at borrowers' discretion. Borrowers are entitled to deposit the funds not exceeding the balance of this loan to the Company, in which case the interest rate applicable to such deposits is the same as the abovementioned lending rate.
2. In this transaction, the Company's shares purchased by the borrower using the loan have been provided as security.
3. In the event that the fair value of the security falls below a certain percentage of the loan balance prior to the due date, the Company shall be entitled to request a pledge of additional security from the borrowers. In such cases, the Company shall be entitled to reserve part of the remuneration, etc. the Group will pay to the borrowers within certain limitations, and to use it for the repayment of the loan (hereinafter the "Additional Entitlement").
4. Of the total amount due, the remaining shortfall, if any, after the enforcement of security and execution of the Additional Entitlement shall be fully guaranteed by Board Director, Mr. Masayoshi Son.

Six months ended September 30, 2026

Related party transactions of the Group are as follows:

(Millions of yen)

Name of the company or individual	Nature of relationship	Nature of transaction	Six months ended September 30, 2026 Amount of transaction	As of September 30, 2026 Balance at period-end
Junichi Miyakawa	Director of the Company	Lending of loans[1,2,3,4]	-	19,930
		Receipt of interest on loans receivable	110	-
SVF II Energy (DE) LLC	Subsidiary of the parent company	Transfer of preferred equity interest in Energy Global, LP[5,6]	240,030 (US$1,500 million)	-

The terms and conditions of transactions and policy on how to determine those terms and conditions:

1. The lending rate was set at 1.10% (fixed rate) as reasonably determined in consideration of the borrowing rate actually borne by the Company, which is on a level similar to market rates on similar terms, with both interest and principal repayable in one lump-sum at the end of the fiscal year five years after the loan date, allowing a five-year extension of the repayment period subject to mutual agreement, or optional prepayment at borrowers' discretion. Borrowers are entitled to deposit the funds not exceeding the balance of this loan to the Company, in which case the interest rate applicable to such deposits is the same as the abovementioned lending rate.
2. In this transaction, the Company's shares purchased by the borrower using the loan have been provided as security.
3. In the event that the fair value of the security falls below a certain percentage of the loan balance prior to the due date, the Company shall be entitled to request a pledge of additional security from the borrowers. In such cases, the Company shall be entitled to reserve part of the remuneration, etc. the Group will pay to the borrowers within certain limitations, and to use it for the repayment of the loan (hereinafter the "Additional Entitlement").
4. Of the total amount due, the remaining shortfall, if any, after the enforcement of security and execution of the Additional Entitlement shall be fully guaranteed by Board Director, Mr. Masayoshi Son.
5. On July 10, 2026, Takeshiba US Holdings 1 LLC, a subsidiary of the Company, transferred its preferred equity interest in Energy Global, LP to SVF II Energy (DE) LLC. The transfer price of the preferred equity interest was determined through mutual agreement, based on the valuation provided by an independent third-party organization. As Takeshiba US Holdings 1 LLC is a foreign subsidiary whose functional currency is the U.S. dollar, the average exchange rate for the six months ended September 30, 2026 was used to translate the transaction amount into Japanese yen.
6. The preferred equity interest is classified as a financial asset at fair value through profit or loss (FVTPL), and a gain on sale of ¥80,010 million (US$500 million) has been recorded under "Financing income" in the condensed interim consolidated statement of income.

16. Subsequent events

There are no significant subsequent events to be disclosed.