

Disclaimer: This document is an English translation of the original document in Japanese and has been prepared solely for reference purposes. In the event of any discrepancy between this English translation and the original in Japanese, the original shall prevail in all respects.

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 [Japanese GAAP]



May 9, 2025

Company name: SBI Sumishin Net Bank, Ltd.
Listing: Tokyo Stock Exchange
Securities code: 7163
URL: <https://www.netbk.co.jp/contents/company/en/>
Representative: Noriaki Maruyama, President and Chief Executive Officer
Contact: Tomokazu Yokoi, Director, Deputy President, and Executive Officer, General Manager of Corporate Division
Phone: +81-3-6779-5496
Scheduled date of ordinary general meeting of shareholders: June 24, 2025
Scheduled date of commencing dividend payments: June 25, 2025
Scheduled date of filing annual securities report: June 17, 2025
Specified transaction account: None
Supplementary briefing material on financial results: Available
Financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts less than one million yen are rounded down.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

(1) Consolidated Operating Results (% indicates changes from the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2025	146,521	23.6	38,189	9.6	28,127	13.2
March 31, 2024	118,572	20.9	34,846	18.6	24,845	24.6

(Note) Comprehensive income: Fiscal year ended March 31, 2025: ¥21,029 million [(0.5)%]

Fiscal year ended March 31, 2024: ¥21,143 million [30.1%]

	Net income per share	Diluted net income per share	Return on Equity	Return on Assets	Ordinary profit to ordinary income
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2025	186.54	—	17.5	0.3	26.1
March 31, 2024	164.78	—	17.5	0.4	29.4

(Reference) Equity in gains (losses) of affiliates:

Fiscal year ended March 31, 2025: ¥(84) million

Fiscal year ended March 31, 2024: ¥59 million

(Note) Diluted net income per share is not presented since there has been no potential dilutive shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	11,236,958	169,921	1.5	1,126.95
March 31, 2024	10,676,416	151,608	1.4	1,005.41

(Reference) Capital amount: As of March 31, 2025: ¥169,921 million

As of March 31, 2024: ¥151,608 million

(Note) “Capital adequacy ratio” is calculated by dividing net assets at the end of the fiscal year by total assets at the end of the fiscal year.

The “capital adequacy ratio” is not the capital adequacy ratio defined in the Capital Adequacy Ratio Notification.

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	(32,539)	(135,819)	(2,717)	1,494,507
March 31, 2024	551,176	15,351	(1,393)	1,665,582

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2024	—	7.50	—	9.00	16.50	2,488	10.0	1.8
March 31, 2025	—	9.00	—	10.00	19.00	2,864	10.2	1.8
Fiscal year ending March 31, 2026 (Forecast)	—	11.00	—	11.50	22.50		10.0	

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(% indicates changes from the previous fiscal year.)

	Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Yen
Fiscal year ending March 31, 2026	34,000	20.9	225.49

* Notes:

- (1) Significant changes in the scope of consolidation during the fiscal year ended March 31, 2025: Yes
 Newly included: 2 companies (Company name) NEOBANK TECHNOLOGIES Co., Ltd., Profit Cube Inc.
 Excluded: 1 company (Company name) NetMove Corporation
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
 - 1) Changes in accounting policies due to revisions to accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Restatement: None

(3) Number of issued shares (common stock)

1) Total number of issued shares at the end of the fiscal year (including treasury stock):

As of March 31, 2025: 150,793,800

As of March 31, 2024: 150,793,800

2) Total number of treasury shares at the end of the fiscal year:

As of March 31, 2025: 14,104

As of March 31, 2024: 1,639

3) Average number of outstanding shares during the fiscal year:

Fiscal year ended March 31, 2025: 150,778,629

Fiscal year ended March 31, 2024: 150,779,596

(Reference) Overview of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results (% indicates changes from the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	144,198	25.9	38,199	13.7	27,714	16.5
March 31, 2024	114,544	21.8	33,605	15.7	23,784	19.6

	Net income per share	Diluted net income per share
Fiscal year ended	Yen	Yen
March 31, 2025	183.80	—
March 31, 2024	157.74	—

(Note) Diluted net income per share is not presented since there has been no potential dilutive shares.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	11,238,716	167,827	1.5	1,113.06
As of March 31, 2024	10,674,141	149,928	1.4	994.26

(Reference) Core capital: As of March 31, 2025: ¥167,827 million

As of March 31, 2024: ¥149,928 million

(Note) “Capital adequacy ratio” is calculated by dividing net assets at the end of the fiscal year by total assets at the end of the fiscal year.

The “capital adequacy ratio” is not the capital adequacy ratio defined in the Capital Adequacy Ratio Notification.

* These consolidated financial results for the fiscal year ended March 31, 2025 are outside the scope of the year-end audit procedures to be performed by certified public accountants or an audit firm.

* Explanation of the proper use of financial results forecasts and other notes

The forward-looking statements contained in this document, including the financial results forecasts, are based on information currently available to SBI Sumishin Net Bank, Ltd. (the “Bank”) and certain assumptions deemed to be reasonable, and the Bank does not promise achievement. Actual results may differ significantly from these forecasts due to a wide range of factors.

Table of Contents - Attachments

1. Overview of Business Results	5
(1) Overview of Business Results for the Fiscal Year Ended March 31, 2025	5
(2) Overview of Financial Position for the Fiscal Year Ended March 31, 2025	5
(3) Overview of Cash Flows for the Fiscal Year Ended March 31, 2025	5
(4) Future Outlook	5
2. Basic Approach on Selection of Accounting Standards	6
3. Consolidated Financial Statements and Primary Notes	7
(1) Consolidated Balance Sheet	7
(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income	8
(3) Consolidated Statement of Changes in Net Assets	10
(4) Consolidated Statement of Cash Flows	12
(5) Notes to the Consolidated Financial Statements	14
(Notes on going concern assumptions)	14
(Notes on business combination)	14
(Segment information)	16
(Per share data)	18
(Significant subsequent events)	18
4. Non-consolidated Financial Statements	19
(1) Non-consolidated Balance Sheet	19
(2) Non-consolidated Statement of Income	21
(3) Non-consolidated Statement of Changes in Net Assets	23

(Supplement) Explanatory Material for the Fiscal Year Ended March 31, 2025

1. Overview of Business Results

(1) Overview of Business Results for the Fiscal Year Ended March 31, 2025

Regarding the status of profit and loss for the fiscal year ended March 31, 2025, ordinary profit was 38.1 billion yen (a year-on-year increase of 9.6%) and net income attributable to owners of the parent amounted to 28.1 billion yen (a year-on-year increase of 13.2%). This is because an increase in interest on loans including mortgage loans which are the main products of the Bank and an increase in interest on securities driven by a rise in domestic and overseas market interest rates contributed to an increase in ordinary profit while gain on sale of shares of subsidiaries contributed an increase in net income.

Regarding the status of reportable segments for the fiscal year ended March 31, 2025, for the digital banking business, an increase in fees and commissions including lending administration fees on the origination of mortgage loans and payment-related fees with the progress of cashless payments as well as an increase in net interest income attributable to a rise in domestic and overseas market interest rates contributed to gross profit of 70.6 billion yen (a year-on-year increase of 7.9%). Due to increases in expenses such as personnel expenses, advertising expenses and outsourcing expenses related to office work, expenses were 36.9 billion yen (a year-on-year increase of 7.8%). As a result, ordinary profit was 33.7 billion yen (a year-on-year increase of 7.9%). For the BaaS business, owing to an increase in account fee from an increase in bank accounts and an increase in fees on the origination of mortgage loans and loans for asset formation, gross profit was 12.7 billion yen (a year-on-year increase of 43.8%), expenses were 7.9 billion yen (a year-on-year increase of 53.4%) due to advertising and other related expenses incurred for the “NEOBANK®” service in addition to continuous system investments, and ordinary profit was 4.7 billion yen (a year-on-year increase of 30.1%). As for the THEMIX business, as the business is in the start-up phase in which upfront expenses are incurred, ordinary loss of 0.2 billion yen was recorded. Net income per share was 186.54 yen.

(2) Overview of Financial Position for the Fiscal Year Ended March 31, 2025

Regarding the status of assets and liabilities for the fiscal year ended March 31, 2025, total assets were 11,236.9 billion yen, an increase of 560.5 billion yen from the fiscal year ended March 31, 2024. Cash and due from banks amounted to 1,494.5 billion yen, a decrease of 171.0 billion yen from the fiscal year ended March 31, 2024. Loans amounted to 8,676.0 billion yen, an increase of 703.3 billion yen from the fiscal year ended March 31, 2024, due to active efforts for mortgage loans. Securities amounted to 701.7 billion yen, an increase of 139.2 billion yen from the fiscal year ended March 31, 2024. Meanwhile, liabilities amounted to 11,067.0 billion yen, an increase of 542.2 billion yen from the fiscal year ended March 31, 2024. Deposits amounted to 9,814.1 billion yen, an increase of 351.0 billion yen from the fiscal year ended March 31, 2024, primarily attributable to Japanese yen deposits. In addition, borrowed money amounted to 1,000.0 billion yen, an increase of 200.0 billion yen from the fiscal year ended March 31, 2024. Net assets amounted to 169.9 billion yen, an increase of 18.3 billion yen from the fiscal year ended March 31, 2024, due to changes in net unrealized losses on available-for-sale securities and net deferred gains on hedges, as well as recording 28.1 billion yen of net income attributable to owners of the parent.

(3) Overview of Cash Flows for the Fiscal Year Ended March 31, 2025

Regarding the status of cash flows for the fiscal year ended March 31, 2025, net cash used in operating activities amounted to 32.5 billion yen (551.1 billion yen provided in the fiscal year ended March 31, 2024) because of an increase in loans centered on mortgage loans; net cash used in investing activities amounted to 135.8 billion yen (15.3 billion yen provided in the fiscal year ended March 31, 2024) due to reasons such as the purchase of securities and fixed assets; and net cash used in financing activities amounted to 2.7 billion yen (1.3 billion yen used in the fiscal year ended March 31, 2024) due to the payment of dividends. Cash and cash equivalents at the fiscal year ended March 31, 2025 were 1,494.5 billion yen, a decrease of 171.0 billion yen from the fiscal year ended March 31, 2024.

(4) Future Outlook

For the consolidated financial results for the fiscal year ending March 31, 2026, the Bank is projecting net income attributable to owners of the parent of 34.0 billion yen, a year-on-year increase of 5.8 billion yen (an increase of 20.9%).

Furthermore, the Bank is projecting to increase the dividends by 3.50 yen to 22.50 yen per share, assuming that the financial results for the full year will be as expected.

2. Basic Approach on Selection of Accounting Standards

The Bank and its consolidated subsidiaries apply Japanese GAAP in consideration of comparability among companies. The Bank will respond to the application of IFRS appropriately, considering its business development and domestic and international situations.

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

3. Consolidated Financial Statements and Primary Notes

(1) Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Cash and due from banks	1,665,582	1,494,507
Call loans and bills bought	—	6,500
Monetary claims bought	207,986	189,859
Money held in trust	13,148	—
Securities	562,510	701,730
Loans	7,972,760	8,676,084
Foreign exchanges	8,341	10,142
Other assets	208,561	114,804
Tangible fixed assets	3,210	4,234
Buildings	259	1,559
Leased assets	0	—
Construction in progress	—	1
Other	2,950	2,673
Intangible fixed assets	28,299	29,326
Software	21,507	24,944
Software in progress	4,621	3,970
Goodwill	2,163	406
Other	7	5
Assets for retirement benefits	—	56
Deferred tax assets	8,883	13,151
Reserve for possible loan losses	(2,867)	(3,438)
Total assets	10,676,416	11,236,958
Liabilities		
Deposits	9,463,139	9,814,163
Payables under securities lending transactions	145,284	153,367
Borrowed money	800,000	1,000,000
Foreign exchanges	6,363	4,955
Other liabilities	106,975	92,723
Reserve for bonuses	920	862
Liabilities for retirement benefits	16	59
Reserve for point program	1,180	845
Reserve for reimbursement of deposits in dormant accounts	56	59
Reserve under special laws	9	—
Deferred tax liabilities	861	—
Total liabilities	10,524,807	11,067,037
Net assets		
Capital stock	31,000	31,000
Capital surplus	13,633	13,648
Retained earnings	122,430	147,843
Treasury stock	(2)	(20)
Total shareholders' equity	167,061	192,471
Net unrealized gains (losses) on available-for-sale securities	(15,614)	(26,711)
Net deferred gains (losses) on hedges	161	4,161
Total accumulated other comprehensive income	(15,452)	(22,550)
Total net assets	151,608	169,921
Total liabilities and net assets	10,676,416	11,236,958

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

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

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Ordinary income	118,572	146,521
Interest income	54,314	73,005
Interest on loans	41,696	54,177
Interest and dividends on securities	10,629	13,615
Interest on call loans and bills bought	0	0
Interest on deposits with banks	766	3,906
Other interest income	1,221	1,306
Fees and commission income	53,834	64,726
Other operating income	10,270	8,332
Other income	152	456
Other income	152	456
Ordinary expenses	83,726	108,331
Interest expenses	10,861	20,848
Interest on deposits	11,122	21,236
Interest on call money and bills sold	(26)	0
Interest on payables under securities-lending transactions	14	341
Interest on borrowings	(265)	(735)
Other interest expenses	17	5
Fees and commission expenses	34,033	45,022
Other operating expenses	847	848
General and administrative expenses	37,434	40,677
Other expenses	548	934
Provision of reserve for possible loan losses	435	697
Other expenses	112	237
Ordinary profit	34,846	38,189
Extraordinary income	1,537	3,679
Gains on disposal of fixed assets	7	—
Reversal of reserve for financial instruments transaction liabilities	—	9
Gains on business transfer	1,529	883
Gains on sales of shares of subsidiaries	—	2,779
Gains on change in equity	—	6
Extraordinary losses	779	94
Losses on disposal of fixed assets	9	14
Impairment losses	598	60
Provision of reserve for financial instruments transaction liabilities	0	—
Losses on business transfer	—	9
Other	171	10
Income before income taxes	35,604	41,774
Income taxes-current	10,487	15,307
Income taxes-deferred	265	(1,660)
Total income taxes	10,752	13,647
Net income	24,851	28,127
Net income attributable to non-controlling interests	5	—
Net income attributable to owners of the parent	24,845	28,127

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net income	24,851	28,127
Other comprehensive income	(3,708)	(7,097)
Net unrealized gains (losses) on available-for-sale securities	(4,204)	(11,097)
Net deferred gains (losses) on hedges	496	4,000
Comprehensive income	21,143	21,029
Comprehensive income attributable to		
Owners of the parent	21,137	21,029
Non-controlling interests	5	—

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(3) Consolidated Statement of Changes in Net Assets
Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the fiscal year	31,000	13,625	98,723	—	143,349
Changes during the fiscal year					
Purchase of shares of consolidated subsidiaries		8			8
Dividends of surplus			(1,130)		(1,130)
Net income attributable to owners of the parent			24,845		24,845
Purchase of treasury stock				(177)	(177)
Disposal of treasury stock		(7)		174	167
Transfer to capital surplus from retained earnings		7	(7)		—
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	8	23,707	(2)	23,712
Balance at the end of the fiscal year	31,000	13,633	122,430	(2)	167,061

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Total accumulated other comprehensive income		
Balance at the beginning of the fiscal year	(11,409)	(335)	(11,744)	87	131,691
Changes during the fiscal year					
Purchase of shares of consolidated subsidiaries					8
Dividends of surplus					(1,130)
Net income attributable to owners of the parent					24,845
Purchase of treasury stock					(177)
Disposal of treasury stock					167
Transfer to capital surplus from retained earnings					—
Net changes in items other than shareholders' equity	(4,204)	496	(3,708)	(87)	(3,795)
Total changes during the fiscal year	(4,204)	496	(3,708)	(87)	19,916
Balance at the end of the fiscal year	(15,614)	161	(15,452)	—	151,608

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the fiscal year	31,000	13,633	122,430	(2)	167,061
Changes during the fiscal year					
Purchase of shares of consolidated subsidiaries					—
Dividends of surplus			(2,714)		(2,714)
Net income attributable to owners of the parent			28,127		28,127
Purchase of treasury stock				(120)	(120)
Disposal of treasury stock		14		102	117
Transfer to capital surplus from retained earnings					—
Net changes in items other than shareholders' equity					
Total changes during the fiscal year	—	14	25,412	(17)	25,409
Balance at the end of the fiscal year	31,000	13,648	147,843	(20)	192,471

	Accumulated other comprehensive income			Non-controlling interests	Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Total accumulated other comprehensive income		
Balance at the beginning of the fiscal year	(15,614)	161	(15,452)	—	151,608
Changes during the fiscal year					
Purchase of shares of consolidated subsidiaries					—
Dividends of surplus					(2,714)
Net income attributable to owners of the parent					28,127
Purchase of treasury stock					(120)
Disposal of treasury stock					117
Transfer to capital surplus from retained earnings					—
Net changes in items other than shareholders' equity	(11,097)	4,000	(7,097)	—	(7,097)
Total changes during the fiscal year	(11,097)	4,000	(7,097)	—	18,312
Balance at the end of the fiscal year	(26,711)	4,161	(22,550)	—	169,921

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Income before income taxes	35,604	41,774
Depreciation and amortization	7,343	8,173
Impairment losses	598	60
Equity in losses (gains) of affiliates	(59)	84
Losses (gains) on change in equity	—	(6)
Amortization of goodwill	360	255
Net change in reserve for possible loan losses	(151)	571
Net change in reserve for bonuses	409	(14)
Net change in reserve for financial instruments transaction liabilities	0	(9)
Net change in reserve for reimbursement of deposits in dormant accounts	4	2
Net change in reserve for point program	227	(335)
Interest income	(54,314)	(73,005)
Interest expenses	10,861	20,848
Losses (gains) related to securities - net	(1,261)	(1,202)
Losses (gains) on sales of shares of subsidiaries	—	(2,779)
Losses (gains) on money held in trust - net	9	0
Losses (gains) on sales and disposal of fixed assets - net	1	14
Net change in loans	(1,377,881)	(709,448)
Net change in deposits	1,487,718	351,023
Net change in borrowed money (excluding subordinated borrowings)	500,000	200,000
Net change in call loans, etc.	35,367	11,626
Net change in call money, etc.	(48,000)	—
Net change in payables under securities lending transactions	(601)	8,083
Net change in foreign exchanges (assets)	(1,238)	(1,801)
Net change in foreign exchanges (liabilities)	4,830	(1,407)
Interest received	54,545	70,773
Interest paid	(8,556)	(17,990)
Losses (gains) on business transfer	(1,529)	(873)
Other - net	(81,894)	73,745
Subtotal	562,393	(21,835)
Income taxes paid	(11,217)	(10,704)
Net cash provided by (used in) operating activities	551,176	(32,539)

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Purchase of securities	(307,070)	(401,921)
Proceeds from sales of securities	149,330	116,984
Proceeds from redemption of securities	182,392	131,947
Purchase of shares of equity-method affiliates	(1,242)	—
Proceeds from decrease in money held in trust	500	13,147
Purchase of tangible fixed assets	(179)	(1,557)
Proceeds from sales of tangible fixed assets	16	12
Purchase of intangible fixed assets	(9,557)	(10,266)
Proceeds from business transfer	1,161	11,392
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(324)
Proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation	—	4,765
Net cash provided by (used in) investing activities	15,351	(135,819)
Cash flows from financing activities		
Purchase of treasury stock	(177)	(120)
Proceeds from sale of treasury stock	—	117
Cash dividends paid	(1,130)	(2,714)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(85)	—
Net cash provided by (used in) financing activities	(1,393)	(2,717)
Effect of exchange rate changes on cash and cash equivalents	—	—
Net change in cash and cash equivalents	565,133	(171,075)
Cash and cash equivalents at the beginning of the fiscal year	1,100,449	1,665,582
Cash and cash equivalents at the end of the fiscal year	1,665,582	1,494,507

(5) Notes to the Consolidated Financial Statements

(Notes on going concern assumptions)

Not applicable.

(Notes on business combination)

(Transfer of shares of consolidated subsidiary)

NetMove Corporation, which is a consolidated subsidiary of the Bank, operates three businesses comprising of the payment, solution and innovation businesses.

At the Board of Directors meeting held on September 30, 2024, the Bank resolved to transfer NetMove Corporation's solution and innovation businesses, except the payment business, to a newly incorporated company (NEOBANK TECHNOLOGIES Co., Ltd.) through an incorporation-type company split and to transfer all shares of NetMove Corporation, which is the splitting company. On December 2, 2024, the Bank transferred all shares of NetMove Corporation.

1. Outline of business divestiture

(1) Name of the company to which the business is divested

U-NEXT HOLDINGS Co., Ltd.

(2) Name of the subsidiary which divested its business and nature of divested business

Name: NetMove Corporation

Nature of divested business: Payment business

(3) Reason of business divestiture

While the Bank has pursued synergies within the group, and sought to expand the businesses of respective group companies, it has determined that the option to divest and sell the payment business and concentrate its management resources in other businesses is a better choice than the option to scale the payment business within the group.

(4) Date of share transfer

December 2, 2024

(5) Other matters related to the transaction including the legal form

Company split: Incorporation-type company split in which NetMove Corporation is the splitting company and the newly incorporated company (NEOBANK TECHNOLOGIES Co., Ltd.) is the successor company

Share transfer: Share transfer in which consideration received is only assets including cash

2. Outline of accounting treatment

(1) Amount of gain on sale

2,779 million yen

(2) Appropriate carrying amount of the transferred subsidiary and its breakdown

Amount of assets

Total assets	1,742 million yen
--------------	-------------------

Of which, cash and due from banks	941 million yen
-----------------------------------	-----------------

Amount of liabilities

Total liabilities	738 million yen
-------------------	-----------------

Of which, deposits received	493 million yen
-----------------------------	-----------------

(3) Accounting treatment

The difference between the sales proceeds of the shares transferred and their carrying amount is recognized as "Gains on sales of shares of subsidiaries" in extraordinary income.

3. Name of reportable segment in which the subsidiary was included in segment disclosures

BaaS business

4. Approximate amount of profit or loss recognized by the transferred business included in the Consolidated Statement of Income for the fiscal year ended March 31, 2025

Ordinary income	741 million yen
-----------------	-----------------

Ordinary loss	(149) million yen	(This amount includes the amortization of goodwill of 240 million yen.)
---------------	-------------------	---

(Transfer of business of consolidated subsidiary)

Yuryo Loan Co., Ltd., which is a consolidated subsidiary of the Bank, executed a business divestiture on March 21, 2025, in which Yuryo Loan Co., Ltd. is the divesting company and SBI ARUHI Corporation is the company to which the business is divested.

1. Outline of business divestiture

- (1) Name of the company to which the business is divested
SBI ARUHI Corporation.
- (2) Nature of divested business
Contractual status and loan receivables in relation to the Flat 35-related business
- (3) Reason of business divestiture
To consolidate the Flat 35 sales business into the Bank
- (4) Date of business divestiture
March 21, 2025
- (5) Other matters related to the transaction including the legal form
Business transfer in which consideration received is only assets including cash

2. Outline of accounting treatment

- (1) Amount of gain on sale
848 million yen
- (2) Appropriate carrying amount of the transferred business and its breakdown
Amount of assets
 - Total assets 10,567 million yen
 - Of which, monetary claims bought 4,443 million yen
 - Of which, loans 6,123 million yen
- (3) Accounting treatment
Since the investment in the transferred Flat 35-related business is considered to be liquidated, the difference between the fair value of the assets received as consideration for the transfer and the amount equivalent to shareholders' equity related to the transferred business is recognized as "Gains on business transfer" in extraordinary income.

3. Name of reportable segment in which the business was included in segment disclosures
Digital banking business

4. Approximate amount of profit or loss recognized by the transferred business included in the Consolidated Statement of Income for the fiscal year ended March 31, 2025

Ordinary income	1,516 million yen
Ordinary profit	723 million yen

(Segment information)

1. General information about reportable segments

The Group's reportable segments are components of the Group for which separate financial information can be provided and is used by management periodically to determine the allocation of resources and assess performance.

Digital banking business:

This segment principally provides the banking services, such as deposit services and lending services provided primarily through the mobile application and internet channels, and the financial services including the debit card service. A subsidiary relating to this segment is Yuryo Loan Co., Ltd.

BaaS (Banking as a Service) business:

This segment engages in offering the "NEOBANK®" service as a business to provide the banking function to business partners. The "NEOBANK®" service is a scheme developed jointly with the business partners. When customers of the business partners use their services, the Bank provides the ancillary banking services to enable customers to smoothly and conveniently use the services of the business partners. By utilizing the banking function provided by the Bank, the business partners can operate their banking services and the customers of the business partners can access the same products and services as those offered in the digital banking business. Subsidiaries and affiliates relating to this segment are Dayta Consulting Co., Ltd., NeoBank Services Co., Ltd., NEOBANK TECHNOLOGIES Co., Ltd., Profit Cube Inc. and JAL Payment Port Co., Ltd.

THEMIX business:

This segment operates the non-financial services. Such services primarily include the business related to data marketing and advertising that utilize data, which customers have agreed to be used (financial data platform business), forestry and forestry administration DX (DX Platform Business), and support business related to carbon credit (carbon credit platform business). Subsidiaries and affiliates relating to this segment are THEMIX Data, Inc., THEMIX Green, Inc., and Mapry Corporation.

(Matters concerning changes in reportable segments)

In the fiscal year ended March 31, 2025, the Bank acquired shares of Profit Cube Inc. on December 2, 2024. As a result, Profit Cube Inc. is newly included in the scope of consolidation and added to the "BaaS business" segment.

In addition, the Bank transferred the solution and innovation businesses, except the payment business, of NetMove Corporation, which was a consolidated subsidiary of the Bank, to a newly incorporated company (NEOBANK TECHNOLOGIES Co., Ltd.) through an incorporation-type company split and transferred all of its shares. As a result, NetMove Corporation is excluded from the scope of consolidation. NEOBANK TECHNOLOGIES Co., Ltd., which is a newly incorporated company, is included in the scope of consolidation and added to the "BaaS business" segment.

2. Basis of measurement for gross operating profit and profit or loss by reportable segment

Income and expenses from intersegment transactions are based on arm's length pricing. In addition, the Bank has changed the measurement method to enhance the allocation criteria for mortgage loan origination fees earned from January 2024 in order to reflect business results by reportable segment more appropriately. As a result of this change, as compared to the previous method, gross operating profit and ordinary profit of the digital banking business increased by 953 million yen, respectively, and for the BaaS business, expenses increased and ordinary profit decreased by the same amount, respectively.

Segment information for the fiscal year ended March 31, 2024 is disclosed based on the information prepared using the previous measurement method.

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

3. Information about gross operating profit and profit or loss by reportable segment
(Fiscal year ended March 31, 2024)

(Millions of yen)

	Reportable segment			Adjustments	Total
	Digital banking business	BaaS business	THEMIX business		
Gross operating profit	65,523	8,859	170	(1,870)	72,681
Expenses	(34,239)	(5,216)	(262)	1,882	(37,835)
Ordinary profit (loss)	31,283	3,642	(92)	11	34,846

- (Notes)
1. “Gross operating profit” is presented instead of sales of companies in other industries.
 2. “Gross operating profit” includes net interest income (expenses), net fees and commission income (expenses), and net other operating income (expenses).
 3. Amounts in parentheses represent losses or expenses.
 4. “Expenses” include general and administrative expenses in the consolidated financial statements, as well as credit-related expenses of 443 million yen. Credit related expenses are included in “Digital banking business.”
 5. Adjustments include elimination of intersegment transactions and others.
 6. Segment assets and segment liabilities are not presented because the assets and liabilities are not allocated to the reportable segments for the internal management of the Group.

(Fiscal year ended March 31, 2025)

(Millions of yen)

	Reportable segment			Adjustments	Total
	Digital banking business	BaaS business	THEMIX business		
Gross operating profit	70,670	12,737	377	(4,428)	79,356
Expenses	(36,901)	(7,999)	(642)	4,376	(41,166)
Ordinary profit (loss)	33,769	4,738	(265)	(52)	38,189

- (Notes)
1. “Gross operating profit” is presented instead of sales of companies in other industries.
 2. “Gross operating profit” includes net interest income (expenses), net fees and commission income (expenses), and net other operating income (expenses).
 3. Amounts in parentheses represent losses or expenses.
 4. “Expenses” include general and administrative expenses in the consolidated financial statements, as well as credit-related expenses of 708 million yen and net gains (losses) on stocks and other securities of 126 million yen. Credit related expenses and net gains (losses) on stocks and other securities are included in “Digital banking business.”
 5. Adjustments include elimination of intersegment transactions and others.
 6. Segment assets and segment liabilities are not presented because the assets and liabilities are not allocated to the reportable segments for the internal management of the Group.

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(Per share data)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net assets per share	1,005.41 yen	1,126.95 yen
Net income per share	164.78 yen	186.54 yen

(Notes) 1. Diluted net income per share is not presented since there has been no potential dilutive shares.
2. The basis for calculating net income per share is as follows.

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net income per share		
Net income attributable to owners of the parent (millions of yen)	24,845	28,127
Amount not attributable to common shareholders (millions of yen)	—	—
Net income attributable to owners of the parent related to common stock (millions of yen)	24,845	28,127
Average number of common stock during the year (thousand shares)	150,779	150,778

3. The basis for calculating net assets per share is as follows.

	As of March 31, 2024	As of March 31, 2025
Net assets (millions of yen)	151,608	169,921
Amount deducted from net assets (millions of yen)	—	—
Net assets related to common stock (millions of yen)	151,608	169,921
Number of common stock at the end of the fiscal year used to calculate net assets per share (thousand shares)	150,792	150,779

(Significant subsequent events)
Not applicable.

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

4. Non-consolidated Financial Statements

(1) Non-consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Cash and due from banks	1,662,675	1,491,922
Due from banks	1,662,675	1,491,922
Call loans	—	6,500
Monetary claims bought	203,082	189,859
Money held in trust	13,148	—
Securities	571,806	708,218
Japanese government bonds	180,887	307,448
Japanese local government bonds	15,820	14,266
Short-term corporate bonds	13,498	13,488
Corporate bonds	53,917	47,104
Stocks	10,778	8,666
Other	296,904	317,244
Loans	7,978,762	8,676,084
Loans on deeds	7,862,116	8,554,879
Overdrafts	116,646	121,205
Foreign exchanges	8,341	10,142
Due from foreign banks	8,341	10,142
Other assets	201,486	113,658
Domestic exchange settlement account, debit	42,732	22,308
Prepaid expenses	1,980	3,047
Accrued revenue	10,026	13,140
Margin deposits for futures transactions	11,544	1,288
Financial derivatives	12,294	25,775
Cash collateral paid for financial instruments	109,755	32,891
Other	13,152	15,206
Tangible fixed assets	3,048	4,194
Buildings	265	1,559
Construction in progress	—	1
Other	2,783	2,634
Intangible fixed assets	25,882	28,458
Software	21,358	24,736
Software in progress	4,517	3,717
Other	5	5
Deferred tax assets	8,765	13,115
Reserve for possible loan losses	(2,858)	(3,438)
Total assets	10,674,141	11,238,716

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Deposits	9,465,829	9,821,650
Ordinary deposits	7,197,169	7,268,181
Time deposits	1,938,492	2,179,920
Other	330,167	373,548
Payables under securities lending transactions	145,284	153,367
Borrowed money	800,000	1,000,000
Borrowings from other banks	800,000	1,000,000
Foreign exchanges	6,363	4,955
Foreign bills payable	6,363	4,955
Other liabilities	104,653	89,206
Domestic exchange settlement account, credit	37,393	17,668
Income taxes payable	5,712	9,236
Accrued expenses	4,630	7,488
Unearned revenue	333	106
Margin deposits received for futures transactions	21,619	—
Financial derivatives	12,079	20,547
Other	22,882	34,157
Reserve for bonuses	835	803
Reserve for point program	1,180	845
Reserve for reimbursement of deposits in dormant accounts	56	59
Reserve under special laws	9	—
Reserve for financial instruments transaction liabilities	9	—
Total liabilities	10,524,213	11,070,889
Net assets		
Capital stock	31,000	31,000
Capital surplus	13,625	13,640
Legal reserve of capital surplus	13,625	13,625
Other capital surplus	—	14
Retained earnings	120,757	145,757
Legal reserve of retained earnings	6,226	6,769
Other retained earnings	114,531	138,988
Retained earnings brought forward	114,531	138,988
Treasury stock	(2)	(20)
Total shareholders' equity	165,380	190,377
Net unrealized gains (losses) on available-for-sale securities	(15,614)	(26,711)
Net deferred gains (losses) on hedges	161	4,161
Total valuation and translation adjustments	(15,452)	(22,550)
Total net assets	149,928	167,827
Total liabilities and net assets	10,674,141	11,238,716

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(2) Non-consolidated Statement of Income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Ordinary income	114,544	144,198
Interest income	55,647	74,054
Interest on loans	41,571	54,172
Interest and dividends on securities	12,060	14,615
Interest on call loans	0	0
Interest on deposits with banks	766	3,904
Interest on interest rate swaps	293	56
Other interest income	954	1,305
Fees and commission income	50,885	62,224
Fees and commissions on domestic and foreign exchanges	3,437	4,338
Other fees and commissions	47,447	57,885
Other operating income	7,957	7,465
Gain on foreign exchange transactions	3,685	4,087
Gain on sale of bonds	1,261	1,129
Gain on financial derivatives	2,492	412
Other	517	1,834
Other income	54	454
Gain on sale of equity securities	—	155
Other income	54	299
Ordinary expenses	80,938	105,999
Interest expenses	10,847	20,844
Interest on deposits	11,122	21,236
Interest on call money	(26)	0
Interest on payables under securities lending transactions	14	341
Interest on borrowings	(265)	(735)
Other interest expenses	2	1
Fees and commission expenses	33,842	44,961
Fees and commissions on domestic and foreign exchanges	2,684	3,105
Other fees and commissions	31,157	41,855
Other operating expenses	335	384
Loss on sale of bonds	—	53
Other	335	330
General and administrative expenses	35,005	38,975
Other expenses	907	833
Provision of reserve for possible loan losses	326	687
Write-off of loans	0	4
Loss on sale of equity securities	—	28
Loss on devaluation of equity securities	486	—
Loss on money held in trust	9	0
Other expenses	84	111
Ordinary profit	33,605	38,199

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Extraordinary income	—	2,362
Reversal of reserve for financial instruments	—	9
Gain on business transfer	—	34
Gain on sale of shares of subsidiaries	—	2,317
Extraordinary losses	376	61
Loss on disposal of fixed assets	0	10
Impairment losses	374	41
Provision of reserve for financial instruments transaction liabilities	0	—
Loss on business transfer	—	9
Income before income taxes	33,229	40,499
Income taxes-current	9,590	13,579
Income taxes-deferred	(145)	(793)
Total income taxes	9,444	12,785
Net income	23,784	27,714

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

(3) Non-consolidated Statement of Changes in Net Assets

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity								
	Capital stock	Capital surplus			Retained earnings			Treasury stock	Total shareholders equity
		Legal reserve of capital surplus	Other capital surplus	Total capital surplus	Legal reserve of retained earnings	Other retained earnings	Total retained earnings		
						Retained earnings brought forward			
Balance at the beginning of the fiscal year	31,000	13,625	—	13,625	6,000	92,111	98,111	—	142,737
Changes during the fiscal year									
Dividends of surplus					226	(1,357)	(1,130)		(1,130)
Net income						23,784	23,784		23,784
Purchase of treasury stock								(177)	(177)
Disposal of treasury stock			(7)	(7)				174	167
Transfer to capital surplus from retained earnings			7	7		(7)	(7)		—
Net changes in items other than shareholders' equity									
Total changes during the fiscal year	—	—	—	—	226	22,420	22,646	(2)	22,643
Balance at the end of the fiscal year	31,000	13,625	—	13,625	6,226	114,531	120,757	(2)	165,380

	Valuation and translation adjustments			Total net assets
	Net unrealized gains (losses) available-for-sale securities	Net deferred gains (losses) on hedges	Total valuation and translation adjustments	
Balance at the beginning of the fiscal year	(11,409)	(335)	(11,744)	130,992
Changes during the fiscal year				
Dividends of surplus				(1,130)
Net income				23,784
Purchase of treasury stock				(177)
Disposal of treasury stock				167
Transfer to capital surplus from retained earnings				—
Net changes in items other than shareholders' equity	(4,204)	496	(3,708)	(3,708)
Total changes during the fiscal year	(4,204)	496	(3,708)	18,935
Balance at the end of the fiscal year	(15,614)	161	(15,452)	149,928

SBI Sumishin Net Bank, Ltd. (7163)
Financial Results for the Fiscal Year Ended March 31, 2025

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity								
	Capital stock	Capital surplus			Retained earnings			Treasury stock	Total shareholders' equity
		Legal reserve of capital surplus	Other capital surplus	Total capital surplus	Legal reserve of retained earnings	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at the beginning of the fiscal year	31,000	13,625	—	13,625	6,226	114,531	120,757	(2)	165,380
Changes during the fiscal year									
Dividends of surplus					542	(3,257)	(2,714)		(2,714)
Net income						27,714	27,714		27,714
Purchase of treasury stock								(120)	(120)
Disposal of treasury stock			14	14				102	117
Transfer to capital surplus from retained earnings									—
Net changes in items other than shareholders' equity									
Total changes during the fiscal year	—	—	14	14	542	24,457	24,999	(17)	24,996
Balance at the end of the fiscal year	31,000	13,625	14	13,640	6,769	138,988	145,757	(20)	190,377

	Valuation and translation adjustments			Total net assets
	Net unrealized gains (losses) on available-for-sale securities	Net deferred gains (losses) on hedges	Total valuation and translation adjustments	
Balance at the beginning of the fiscal year	(15,614)	161	(15,452)	149,928
Changes during the fiscal year				
Dividends of surplus				(2,714)
Net income				27,714
Purchase of treasury stock				(120)
Disposal of treasury stock				117
Transfer to capital surplus from retained earnings				—
Net changes in items other than shareholders' equity	(11,097)	4,000	(7,097)	(7,097)
Total changes during the fiscal year	(11,097)	4,000	(7,097)	17,899
Balance at the end of the fiscal year	(26,711)	4,161	(22,550)	167,827

Explanatory Material

For the Fiscal Year Ended March 31, 2025



[Table of Contents]

1. Profits and Losses	Consolidated/Non-consolidated	.....	1,2
2. Domestic Interest Spread	Non-consolidated	.....	3
3. Net Gains (Losses) on Securities	Consolidated/Non-consolidated	.....	3
4. Capital Adequacy Ratios (domestic standard)	Consolidated/Non-consolidated	.....	4
5. Key Performance Indicators	Consolidated/Non-consolidated	.....	5
6. Deposits and Loans	Non-consolidated	.....	6
7. Disclosure of Claims Classified under the Financial Revitalization Act	Consolidated	.....	7
8. Coverage Ratio of Claims Classified under the Financial Revitalization Act	Consolidated	.....	7
9. Reserve for Possible Loan Losses	Consolidated/Non-consolidated	.....	8
10. Loans by Industry	Non-consolidated	.....	8
11. Unrealized Gains (Losses) on Securities	Consolidated/Non-consolidated	.....	9
12. Derivatives	Non-consolidated	.....	10
13. Deferred Tax Assets and Liabilities	Consolidated/Non-consolidated	.....	11

1. Profits and Losses

[Consolidated]

(Millions of yen)

	Fiscal Year ended March 31, 2025 (A)	(A) - (B)	Fiscal Year ended March 31, 2024 (B)
Consolidated gross operating profit	79,356	6,675	72,681
Net interest income	52,168	8,711	43,457
Net fees and commission income	19,704	(95)	19,800
Net other operating income	7,483	(1,939)	9,423
Net gains (losses) on bonds	1,076	(185)	1,261
General and administrative expenses (-)	40,677	3,242	37,434
Credit related expenses (-)	708	265	443
Net gains (losses) on stocks and other securities	126	126	—
Equity in gains (losses) of affiliates	(84)	(144)	59
Others	177	194	(16)
Ordinary profit	38,189	3,343	34,846
Extraordinary income (losses)	3,584	2,826	757
Income before income taxes	41,774	6,169	35,604
Income taxes - current (-)	15,307	4,820	10,487
Income taxes - deferred (-)	(1,660)	(1,926)	265
Total income taxes (-)	13,647	2,894	10,752
Net income	28,127	3,275	24,851
Net income attributable to owners of the parent	28,127	3,281	24,845
Consolidated net operating profit before provision of reserve for possible loan losses	38,679	3,432	35,247

Note 1: Consolidated gross operating profit = (Interest income - (Interest expenses - Expenses incurred for money held in trust))

+ (Fees and commission income - Fees and commission expenses)

+ (Other operating income - Other operating expenses)

Note 2: Consolidated net operating profit before provision of reserve for possible loan losses = Non-consolidated net operating profit before provision of reserve for possible loan losses + Subsidiary gross profit - Subsidiary general and administrative expenses - Internal transactions

Gross Operating Profit and Profit or Loss by Segment

Digital Banking Business

(Millions of yen)

	Fiscal Year ended March 31, 2025 (A)	(A) - (B)	Fiscal Year ended March 31, 2024 (B)
Gross operating profit	70,670	5,147	65,523
Expenses (-)	36,901	2,661	34,239
Ordinary profit	33,769	2,485	31,283

Banking as a Service (BaaS) Business

(Millions of yen)

	Fiscal Year ended March 31, 2025 (A)	(A) - (B)	Fiscal Year ended March 31, 2024 (B)
Gross operating profit	12,737	3,878	8,859
Expenses (-)	7,999	2,783	5,216
Ordinary profit	4,738	1,095	3,642

THEMIX Business

(Millions of yen)

	Fiscal Year ended March 31, 2025 (A)	(A) - (B)	Fiscal Year ended March 31, 2024 (B)
Gross operating profit	377	207	170
Expenses (-)	642	380	262
Ordinary loss	(265)	(173)	(92)

Note: Expenses include credit related expenses and net gains (losses) on stocks and other securities, which are reported under the Digital Banking Business.

[Non-consolidated]

(Millions of yen)

		Fiscal Year ended March 31, 2025 (A)	(A) - (B)	Fiscal Year ended March 31, 2024 (B)
Gross operating profit		77,565	8,097	69,468
	Net interest income	53,222	8,417	44,804
	Net fees and commission income	17,262	220	17,042
	Net other operating income	7,080	(540)	7,621
	Net gains (losses) on bonds	1,076	(185)	1,261
Expenses (excluding non-recurring losses) (-)		38,975	3,969	35,005
	Personnel expenses (-)	6,700	417	6,282
	Non-personnel expenses (-)	29,274	2,817	26,456
	Taxes (-)	3,001	734	2,266
Net operating profit before provision of reserve for possible loan losses		38,590	4,127	34,462
Provisions of reserve for possible loan losses (1) (-)		428	243	185
Net operating profit		38,161	3,884	34,277
Non-recurring gains (losses)		37	709	(671)
	Credit costs (2) (-)	270	121	148
	Net gains (losses) on stocks and other securities	126	613	(486)
	Other non-recurring gains (losses)	181	217	(36)
Ordinary profit		38,199	4,593	33,605
Extraordinary income (losses)		2,300	2,676	(376)
Income before income taxes		40,499	7,270	33,229
	Income taxes - current (-)	13,579	3,989	9,590
	Income taxes - deferred (-)	(793)	(648)	(145)
Total income taxes (-)		12,785	3,341	9,444
Net income		27,714	3,929	23,784
Total credit related expenses ((1) + (2)) (-)		698	364	334

2. Domestic Interest Spread

[Non-consolidated]

(%)

		Fiscal Year ended March 31, 2025 (A)		Fiscal Year ended March 31, 2024 (B)
			(A) - (B)	
Investment yield	(A)	0.59	0.05	0.54
Interest earned on loans	(C)	0.64	0.06	0.57
Interest earned on securities		0.96	(0.07)	1.03
Total cost of funding (including expenses)	(B)	0.47	0.06	0.40
Funding yield		0.11	0.07	0.03
Interest paid on deposits, etc.	(D)	0.11	0.09	0.02
Expense ratio		0.40	0.00	0.39
Net interest margin	(A) - (B)	0.12	(0.01)	0.13
Interest spread	(C) - (D)	0.52	(0.02)	0.54

3. Net Gains (Losses) on securities

[Consolidated]

(Millions of yen)

	Fiscal Year ended March 31, 2025 (A)		Fiscal Year ended March 31, 2024 (B)
		(A) - (B)	
Net gains (losses) on bonds	1,076	(185)	1,261
Net gains (losses) on stocks and other securities	126	126	—

[Non-consolidated]

(Millions of yen)

	Fiscal Year ended March 31, 2025 (A)		Fiscal Year ended March 31, 2024 (B)
		(A) - (B)	
Net gains (losses) on bonds	1,076	(185)	1,261
Net gains (losses) on stocks and other securities	126	613	(486)

4. Capital Adequacy Ratios (domestic standard)

[Consolidated]

(Billions of yen, %)

	Fiscal Year ended March 31, 2025 (A)		Fiscal Year ended March 31, 2024 (B)
		(A) - (B)	
(1) Capital adequacy ratio (2) / (3)	7.13	(0.64)	7.77
(2) Amount of capital	172.3	25.2	147.1
(3) Amount of risk-weighted assets	2,414.8	522.4	1,892.4
(4) Total regulatory required capital	96.5	20.8	75.6

[Non-consolidated]

(Billions of yen, %)

	Fiscal Year ended March 31, 2025 (A)		Fiscal Year ended March 31, 2024 (B)
		(A) - (B)	
(1) Capital adequacy ratio (2) / (3)	7.07	(0.67)	7.74
(2) Amount of capital	171.0	23.3	147.6
(3) Amount of risk-weighted assets	2,417.9	511.4	1,906.5
(4) Total regulatory required capital	96.7	20.4	76.2

5. Key Performance Indicators

(1) Origination of Mortgages

[Consolidated]		(Billions of yen)	
	Fiscal Year ended March 31, 2025 (A)	(A) - (B)	Fiscal Year ended March 31, 2024 (B)
Origination of mortgages	1,936.1	197.4	1,738.6
Original	1,883.3	219.1	1,664.1
Flat 35	52.8	(21.7)	74.5

Note: Original: Original represents the total origination of mortgages sold by the Bank, mortgages sold by bank agencies with the Bank as the affiliated bank, and mortgages originated by Yuryo Loan, Ltd.

The fiscal year ended March 31, 2024 includes mortgages sold by the Bank as a bank agency of Sumitomo Mitsui Trust Bank Limited

Flat35: Flat 35 is sold by the Bank and Yuryo Loan, Ltd.

(2) Number of Accounts

[Non-consolidated]		(Ten thousands of accounts)	
	As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Number of accounts	825	99	726
Digital Banking Business	597	29	567
BaaS Business	227	69	158

Note: Number of BaaS Business accounts includes only the accounts of BaaS business partners which have the account-fee model and dedicated branches.

(3) Number of BaaS Business Partners

[Non-consolidated]		(Number of companies)	
	As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Number of BaaS business partners	22	6	16

Note: Number of BaaS Business partners includes only BaaS business partners which have the account-fee model and dedicated branches.

6. Deposits and Loans

(1) Deposits and Loans

[Non-consolidated]

(Billions of yen)

	As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Deposits (Ending balance)	9,821.6	355.8	9,465.8
Deposits (Average balance)	9,716.7	872.6	8,844.0
Loans (Ending balance)	8,676.0	697.3	7,978.7
Loans (Average balance)	8,383.8	1,139.2	7,244.5

(2) Breakdown of Domestic Loans and Ratio of Loans of Small and Mid-Sized Enterprises

[Non-consolidated]

(Billions of yen)

		As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Domestic loans (excluding governments)	(A)	8,620.0	1,394.5	7,225.5
Large enterprises		138.1	36.0	102.0
Mid-sized enterprises		—	—	—
Small and mid-sized enterprises	(B)	8,481.8	1,358.4	7,123.4
Small and mid-sized enterprises		1.7	(13.5)	15.3
Individuals		8,480.1	1,372.0	7,108.0
Ratio of loans to small and mid-sized enterprises	(B) / (A)	98.3%	(0.1)%	98.5%

(3) Loans to Individual

[Non-consolidated]

(Billions of yen)

	As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Total	8,480.1	1,372.0	7,108.0
Mortgage loans	7,986.7	1,348.4	6,638.3
Others	493.3	23.6	469.7

7. Disclosure of Claims Classified under the Financial Revitalization Act

[Consolidated]

(Millions of yen)

	As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Bankrupt and practically bankrupt	3,015	476	2,539
Doubtful	855	(27)	882
Restructured	511	(144)	656
Total	4,382	304	4,077

Total normal claims	8,674,596	704,082	7,970,514
Total balance of claims, including normal claims	8,678,978	704,386	7,974,591
NPL ratio	0.05%	(0.00)%	0.05%

Note: Total balance of claims, including normal claims, are loans, foreign exchanges, and accrued interest and suspense payments within Other assets.

8. Coverage Ratio of Claims Classified under the Financial Revitalization Act

[Consolidated]

(Millions of yen)

	As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Coverage amount (A)	4,153	307	3,846
Reserve for possible loan losses	791	127	664
Collateral and guarantees	3,361	180	3,181
Claims classified under the Financial Revitalization Act (B)	4,382	304	4,077

Coverage ratio (A) / (B)	94.77%	0.46%	94.31%
--------------------------	--------	-------	--------

(Reference) Self-assessment (Borrower classification)

[Consolidated]

(Millions of yen)

	As of March 31, 2025 (A)	(A) - (B)	As of March 31, 2024 (B)
Bankrupt borrowers (A)	426	1	425
Substantially bankrupt borrowers (B)	2,589	475	2,113
Potentially bankrupt borrowers (C)	855	(27)	882
Borrowers requiring caution (D)	3,091	(605)	3,696
Borrowers under requirement of control	512	(144)	657
Other borrowers requiring caution	2,579	(460)	3,039
Normal borrowers (E)	8,672,016	704,542	7,967,473
Total balance of claims, including normal claims (A) + (B) + (C) + (D) + (E)	8,678,978	704,386	7,974,591

Note: Total balance of claims, including normal claims, are loans, foreign exchanges, and accrued interest and suspense payments within Other assets.

9. Reserve for Possible Loan Losses

[Consolidated]

(Millions of yen)

	As of March 31, 2025 (A)		As of March 31, 2024 (B)
		(A) - (B)	
Reserve for possible loan losses	3,438	571	2,867
General reserve for possible loan losses	2,635	438	2,197
Specific reserves for possible loan losses	802	133	669

[Non-consolidated]

(Millions of yen)

	As of March 31, 2025 (A)		As of March 31, 2024 (B)
		(A) - (B)	
Reserve for possible loan losses	3,438	579	2,858
General reserve for possible loan losses	2,635	428	2,207
Specific reserves for possible loan losses	802	151	651

10. Loans by Industry Sector

[Non-consolidated]

(Millions of yen, %)

	As of March 31, 2025		As of March 31, 2024	
	Amount	Composition	Amount	Composition
Individuals	8,480,108	97.74	7,108,063	89.09
Financial	138,139	1.59	115,190	1.44
Government of Japan	56,063	0.65	753,262	9.44
Others	1,774	0.02	2,246	0.03
Total	8,676,084	100.00	7,978,762	100.00

11. Unrealized Gains (Losses) on Securities

[Consolidated]

(Billions of yen)

	As of March 31, 2025			As of March 31, 2024	
	Amount on the consolidated balance sheet	Unrealized gains (losses) (A)	(A) - (B)	Amount on the consolidated balance sheet	Unrealized gains (losses) (B)
Securities	757.0	(39.0)	(16.5)	627.4	(22.5)
Held-to-maturity debt securities	—	—	—	—	—
Available-for-sale securities	757.0	(39.0)	(16.5)	627.4	(22.5)
Stocks	0.7	—	—	0.0	—
Bonds	382.3	(32.7)	(19.4)	264.1	(13.3)
Japanese government bonds	307.4	(25.9)	(16.3)	180.8	(9.6)
Others	374.0	(6.2)	2.9	363.3	(9.1)
Foreign bonds	316.0	(4.4)	3.4	295.9	(7.8)

Note: The above table includes beneficial interests in trusts within "Monetary claims bought" in addition to "Securities."

[Non-consolidated]

(Billions of yen)

	As of March 31, 2025			As of March 31, 2024	
	Amount on the non-consolidated balance sheet	Unrealized gains (losses) (A)	(A) - (B)	Amount on the non-consolidated balance sheet	Unrealized gains (losses) (B)
Securities	764.9	(39.0)	(16.5)	638.2	(22.5)
Held-to-maturity debt securities	—	—	—	—	—
Investment in the shares of subsidiaries and affiliates	7.8	—	—	10.7	—
Available-for-sale securities	757.0	(39.0)	(16.5)	627.4	(22.5)
Stocks	0.7	—	—	0.0	—
Bonds	382.3	(32.7)	(19.4)	264.1	(13.3)
Japanese government bonds	307.4	(25.9)	(16.3)	180.8	(9.6)
Others	374.0	(6.2)	2.9	363.3	(9.1)
Foreign bonds	316.0	(4.4)	3.4	295.9	(7.8)

Note: The above table includes beneficial interests in trusts within "Monetary claims bought" in addition to "Securities."

12. Derivatives

(1) Derivatives for which hedge accounting is not applied

[Non-consolidated]

(Billions of yen)

			As of March 31, 2025			As of March 31, 2024		
			Contract amount, etc.	Fair value	Unrealized gains (losses)	Contract amount, etc.	Fair value	Unrealized gains (losses)
Interest rate-related derivatives			—	(0.0)	6.0	—	(0.0)	5.5
Interest rate options	sold		424.3	(17.4)	(11.2)	387.9	(8.4)	(2.9)
	bought		422.4	17.3	17.3	386.8	8.4	8.4
Currency-related derivatives			—	(0.6)	(0.6)	—	0.0	0.0
Foreign exchange forward contracts	sold		63.1	(0.0)	(0.0)	625.1	(0.1)	(0.1)
	bought		134.3	(0.6)	(0.6)	732.8	0.2	0.2
Currency options	sold		0.2	(0.0)	0.0	1.1	(0.0)	0.0
	bought		0.2	0.0	(0.0)	1.1	0.0	(0.0)

Note: The above transactions are measured at fair value, and unrealized gains (losses) are recorded in the non-consolidated statement of income.

(2) Derivatives for which hedge accounting is applied

[Non-consolidated]

(Billions of yen)

		As of March 31, 2025			As of March 31, 2024		
		Contract amount, etc.	Portion of contract amount, etc., exceeding 1 year	Fair value	Contract amount, etc.	Portion of contract amount, etc., exceeding 1 year	Fair value
Interest rate-related derivatives		—	—	6.0	—	—	0.2
Interest rate swap transactions (Receive floating rate, pay fixed rate)	Loans, available-for-sale securities (bonds)	184.4	172.4	7.2	151.1	141.3	0.2
Interest rate swaps transactions (Receive fixed rate, pay floating rate)	Borrowed money	300.0	150.0	(1.2)	—	—	—
Interest rate swaps transactions to which exceptional treatment is applied (Receive fixed rate, pay floating rate)	Borrowed money	700.0	500.0	(Note 2)	500.0	500.0	(Note 2)

Note 1: The deferral method is applied in accordance with "Treatment of Accounting and Auditing Concerning Application of Accounting Standard for Financial Instruments in Banking Industry" (JICPA Industry Auditing Committee Report No. 24).

Note 2: Interest rate swaps to which exceptional treatment is applied are not stated at fair value since such swaps are accounted for as one unit with hedged borrowed money.

13. Deferred Tax Assets and Liabilities

[Consolidated]

(Millions of yen)

	As of March 31, 2025	As of March 31, 2024
Net deferred tax assets	13,151	8,021

[Non-consolidated]

(Millions of yen)

	As of March 31, 2025	As of March 31, 2024
Unrealized losses on available-for-sale securities	12,492	7,050
Deferred losses on hedges	712	989
Reserve for possible loan losses	773	604
Accrued enterprise tax	489	307
Reserve for point program	266	361
Reserve for bonuses	246	255
Loss on devaluation of stocks of subsidiaries and affiliates	254	247
Other	1,139	416
Subtotal deferred tax assets (A)	16,374	10,232
Subtotal valuation allowance (B)	(254)	(247)
Total deferred tax assets (A) + (B) (C)	16,120	9,985
Unrealized gains on available-for-sale securities	(199)	(159)
Deferred gains on hedges	(2,630)	(1,060)
Other	(175)	—
Total deferred tax liabilities (D)	(3,004)	(1,219)
Net deferred tax assets (C) + (D)	13,115	8,765