

February 5, 2025

Company name: OKASAN SECURITIES GROUP INC.
Representative: SHINSHIBA Hiroyuki, President
Stock code: 8609 (TSE Prime and NSE Premier)
For inquiry: OTANI Hideki, Senior General Manager,
Treasury Planning Dept.
(Phone+81-3-3272-2222)

Summary of Consolidated Financial Results
for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)
(Reviewed by independent account auditors)

Okasan Securities Group Inc. hereby announces that the interim reviewed by independent account auditors of the Japanese original of the quarterly consolidated financial statements in the "Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)," which was disclosed on January 30, 2025 has been completed.

There were no revisions made to the quarterly consolidated financial statements disclosed on January 30, 2025.

Translation

Notice: This document is an excerpt translation of the Japanese original and is only for reference purposes. In the event of any discrepancy between this translated document and the Japanese original, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 5, 2025

Company name: OKASAN SECURITIES GROUP INC.
Stock exchange listing: Tokyo, Nagoya
Stock code: 8609
URL: <https://www.okasan.jp/>
Representative: SHINSHIBA Hiroyuki, President
Inquiries: OTANI Hideki, Senior General Manager, Treasury Planning Dept.
Phone: +81-3-3272-2222
Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results meeting: None

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes)

	Operating revenue		Net operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2024	62,224	2.3	60,847	2.5	10,300	1.8	11,963	5.1	9,511	(2.8)
December 31, 2023	60,846	21.7	59,360	21.3	10,120	—	11,384	—	9,782	291.6

(Note) Comprehensive income: Nine months ended December 31, 2024: ¥7,619 million [(60.7)%]

Nine months ended December 31, 2023: ¥19,387 million [702.4%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	46.98	46.84
December 31, 2023	47.64	47.48

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	1,328,255	207,319	15.6	1,027.42
As of March 31, 2024	1,207,779	214,156	16.5	978.65

(Reference) Equity: As of December 31, 2024: ¥207,089 million

As of March 31, 2024: ¥198,899 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	—	0.00	—	30.00	30.00
Year ending March 31, 2025	—	0.00	—		
Year ending March 31, 2025 (Forecast)				—	—

(Note) Revision to the forecast of cash dividends announced most recently: None

The dividend forecast for the fiscal year ending March 31, 2025 is still undecided.

3. Consolidated financial results forecasts for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

The Group operates principally in the financial instruments business, and its financial results are likely to be affected by market fluctuations. Because of the nature of its business and the consequential difficulty in predicting its future performance, the Group does not disclose forecasts of financial results.

4. Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

Changes in accounting policies due to other reasons: None

Changes in accounting estimates: None

Restatement: None

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2024	231,217,073 shares	As of March 31, 2024	231,217,073 shares
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Number of treasury shares at the end of the period

As of December 31, 2024	29,655,131 shares	As of March 31, 2024	27,978,115 shares
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Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2024	202,470,870 shares	Nine months ended December 31, 2023	205,314,486 shares
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* Review of the Japanese original of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: Yes (voluntary)

* Proper use of earnings forecasts, and other special matters

As stated in “3. Consolidated financial results forecasts for the fiscal year ending March 31, 2025,” because of the difficulty in predicting future performance, the dividend forecast for the fiscal year ending March 31, 2025 is undecided.

Quarterly consolidated financial statements
(1) Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	82,586	79,418
Segregated deposits	110,256	115,780
Segregated deposits for customers	107,160	113,640
Other segregated deposits	3,096	2,140
Trading products	284,513	439,007
Trading securities and other	284,461	439,003
Derivatives	51	3
Trade date accrual	31,454	—
Margin transaction assets	110,476	77,394
Margin loans	105,294	74,816
Cash collateral provided for securities borrowed in margin transactions	5,182	2,577
Loans secured by securities	431,439	452,587
Cash collateral provided for securities borrowed	0	—
Securities purchased under resale agreements	431,439	452,587
Advances paid	264	1,433
Short-term guarantee deposits	21,061	21,556
Accounts for non-delivered securities and others	25	—
Short-term loans receivable	13,178	24,953
Securities	44	43
Other current assets	6,595	7,432
Allowance for doubtful accounts	(53)	(26)
Total current assets	1,091,843	1,219,580
Non-current assets		
Property, plant and equipment	16,495	16,738
Intangible assets	6,861	6,652
Investments and other assets	92,578	85,283
Investment securities	83,996	76,713
Retirement benefit asset	4,159	4,136
Other	5,344	5,316
Allowance for doubtful accounts	(921)	(882)
Total non-current assets	115,936	108,675
Total assets	1,207,779	1,328,255

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Trading products	438,673	444,999
Trading securities and other	438,204	444,887
Derivatives	469	111
Trade date accrual	—	9,856
Margin transaction liabilities	22,774	12,523
Margin borrowings	12,839	7,683
Cash received for securities sold in margin transactions	9,934	4,840
Borrowings secured by securities	200,854	294,896
Cash collateral received for securities lent	3,850	8,903
Securities sold under repurchase agreements	197,004	285,993
Deposits received	83,750	125,455
Guarantee deposits received	39,752	43,719
Payables for securities to receive over due for delivery	46	0
Short-term borrowings	157,191	150,445
Current portion of bonds payable	2,000	—
Income taxes payable	5,752	2,149
Provision for bonuses	2,825	1,004
Other current liabilities	6,864	5,094
Total current liabilities	960,485	1,090,146
Non-current liabilities		
Long-term borrowings	6,728	5,942
Deferred tax liabilities	16,223	14,896
Provision for retirement benefits for directors (and other officers)	145	136
Retirement benefit liability	5,418	5,264
Other non-current liabilities	3,643	3,419
Total non-current liabilities	32,158	29,659
Reserves under special laws		
Reserve for financial instruments transaction liabilities	978	1,130
Total reserves under special laws	978	1,130
Total liabilities	993,623	1,120,935
Net assets		
Shareholders' equity		
Share capital	18,589	18,589
Capital surplus	37,959	45,342
Retained earnings	127,612	130,870
Treasury shares	(13,089)	(14,209)
Total shareholders' equity	171,072	180,593
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	24,168	22,837
Revaluation reserve for land	330	486
Foreign currency translation adjustment	1,376	1,628
Remeasurements of defined benefit plans	1,951	1,543
Total accumulated other comprehensive income	27,827	26,495
Share acquisition rights	266	229
Non-controlling interests	14,990	—
Total net assets	214,156	207,319
Total liabilities and net assets	1,207,779	1,328,255

(2) Consolidated statement of income (cumulative) and consolidated statement of comprehensive income (cumulative)

Consolidated statement of income (cumulative)

Nine months ended December 31

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Operating revenue		
Commission received	36,139	38,255
Brokerage commission	16,295	17,463
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	1,018	1,287
Fees for offering, secondary distribution and solicitation for selling and others for professional investors	11,605	10,433
Other commission received	7,219	9,071
Net trading income	20,900	19,048
Financial revenue	2,560	3,483
Other operating revenue	1,244	1,437
Total operating revenue	60,846	62,224
Financial expenses	1,486	1,377
Net operating revenue	59,360	60,847
Selling, general and administrative expenses	49,239	50,546
Trading related expenses	7,962	7,887
Personnel expenses	24,784	25,328
Real estate expenses	5,766	6,006
Office expenses	6,409	6,918
Depreciation	2,380	2,338
Taxes and dues	970	1,022
Provision of allowance for doubtful accounts	18	(27)
Other	947	1,072
Operating profit	10,120	10,300
Non-operating income	1,376	1,849
Dividend income	824	1,020
Share of profit of entities accounted for using equity method	251	548
Other	300	280
Non-operating expenses	112	186
Loss on valuation of investment securities	28	0
Loss on investments in investment partnerships	—	42
Loss on sale and retirement of non-current assets	20	57
Other	64	86
Ordinary profit	11,384	11,963

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Extraordinary income		
Gain on sale of investment securities	1,309	2,204
Reversal of reserve for financial instruments transaction liabilities	374	–
Gain on reversal of share acquisition rights	68	–
Total extraordinary income	1,752	2,204
Extraordinary losses		
Impairment losses	248	43
Loss on sale of investment securities	14	–
Loss on valuation of investment securities	143	80
Loss on valuation of golf club membership	–	0
Provision of reserve for financial instruments transaction liabilities	–	151
Total extraordinary losses	405	276
Profit before income taxes	12,731	13,892
Income taxes - current	2,729	4,183
Income taxes - deferred	138	(282)
Total income taxes	2,867	3,900
Profit	9,864	9,991
Profit attributable to non-controlling interests	82	480
Profit attributable to owners of parent	9,782	9,511

Consolidated statement of comprehensive income (cumulative)

Nine months ended December 31

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	9,864	9,991
Other comprehensive income		
Valuation difference on available-for-sale securities	9,162	(2,083)
Foreign currency translation adjustment	274	251
Remeasurements of defined benefit plans, net of tax	(196)	(399)
Share of other comprehensive income of entities accounted for using equity method	283	(141)
Total other comprehensive income	9,522	(2,372)
Comprehensive income	19,387	7,619
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	17,560	8,023
Comprehensive income attributable to non-controlling interests	1,826	(403)