

Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2026 [Japanese GAAP] (Consolidated)

November 13, 2025

Company name : Japan Securities Finance Co., Ltd. Listing : Tokyo Stock Exchange
 Securities code : 8511 URL: <https://www.jsf.co.jp>
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Scheduled date to file semi-annual securities report: November 13, 2025

Scheduled date for commencement of dividend payments: December 5, 2025

Preparation of supplementary explanatory materials on quarterly financial statements: Yes

Convening of quarterly financial results briefing: Yes (for institutional investors and analysts)

(Millions of yen, rounded down to nearest million)

1. Consolidated Financial Results for the Second Quarter of Fiscal 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated Operating Results

(% change from year-on-year for those items)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	(Millions of Yen)	(% change)	(Millions of Yen)	(% change)	(Millions of Yen)	(% change)	(Millions of Yen)	(% change)
Second Quarter of Fiscal 2025	50,882	85.1	6,894	9.8	7,317	7.1	5,144	-17.3
Second Quarter of Fiscal 2024	27,491	10.9	6,276	3.6	6,831	5.3	6,217	32.8

(Note) Comprehensive income: Second Quarter of Fiscal 2025: 6,055 millions of yen (-%)

Second Quarter of Fiscal 2024: -1,002 millions of yen (-%)

	Net income per share	Net income per share - diluted
	(Yen)	(Yen)
Second Quarter of Fiscal 2025	62.63	—
Second Quarter of Fiscal 2024	74.20	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio
	(Millions of Yen)	(Millions of Yen)	(%)
Second Quarter of Fiscal 2025	15,500,488	135,638	0.9
Fiscal 2024	13,769,589	134,346	1.0

(Reference) Net worth: Second Quarter of Fiscal 2025: 135,638 millions of yen

Fiscal 2024: 134,346 millions of yen

2. Dividends

	Dividends per Share				
	First Quarter (Yen)	Second Quarter (Yen)	Third Quarter (Yen)	Year-end (Yen)	Annual (Yen)
Fiscal 2024	-	42.00	-	42.00	84.00
Fiscal 2025	-	40.00			
Fiscal 2025 (Forecast)			-	40.00	80.00

(Note 1) Revision to most recently published dividend forecast: None

(Note 2) Second Quarter of Fiscal 2024: Ordinary dividend 34.00 yen Special dividend 8.00 yen
Fiscal 2024 End of the period: Ordinary dividend 34.00 yen Special dividend 8.00 yen

3. Consolidated Performance Forecast for Fiscal 2025 (April 1, 2025—March 31, 2026)

(% change from the previous fiscal year)

	Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year	12,400	9.5	13,200	5.5	9,400	-9.4	114.79

(Notes) Revision to most recently published performance forecast: None

* Notes

(1) Changes in scope of significant consolidated subsidiaries (changes in the case of specified subsidiaries accompanying change in the scope of consolidation): None

(2) Adoption of specified accounting methods for quarterly consolidated financial statements: None

(3) Changes in accounting policies and changes or restatement of accounting estimates

(i) Changes in accounting policies caused by revision of accounting standards: None

(ii) Changes in accounting policies other than (i): None

(iii) Changes in accounting estimates: None

(iv) Restatements: None

(4) Number of issued and outstanding shares (common stock)

(i) Number of issued and outstanding shares (including treasury stock)

as of Sep. 30, 2025: 88,000,000 as of Mar. 31, 2025: 88,000,000

(ii) Number of treasury stock shares

as of Sep. 30, 2025: 6,288,549 as of Mar. 31, 2025: 5,601,375

(iii) Average number of shares (quarter-to-date)

for three months ended Sep. 30, 2025: 82,148,913

for three months ended Sep. 30, 2024: 83,791,254

(Note) The number of treasury stock shares deducted in the calculation of the number of treasury stock shares at the end of the period and the average number of issued and outstanding shares during the period (quarter-to-date) includes the shares of the Company held by the Share Benefit Trust (BBT and BBT-RS).

Note: Quarterly financial report is not subject to quarterly review by a certified public accountant or auditing firm.

Note: Explanation on proper use of business performance forecasts and other notes

The performance forecasts contained in this document are based on information available at the present and certain assumptions deemed reasonable by the company. These statements are not intended to serve as a guarantee for the achievement of the forecasted performance. Additionally, actual performance may differ significantly due to a variety of factors.

1. Qualitative Information on the Current Quarter Results

(1) Review of Operating Results

(Results for the Second Quarter of Fiscal Year Ending March 2026)

In the second quarter cumulative consolidated accounting period, our group posted an increase in its consolidated gross operating profit to 10,834 million yen (up 7.7% year-on-year). This was due to robust performance in security finance operations, such as loans for margin transactions and equity repo transactions, driven by a robust stock market and increased demand for financing brought on by rising market interest rates. As a result, our consolidated operating profit increased to 6,894 million yen (up 9.8% year-on-year), and our consolidated ordinary profit also increased to 7,317 million yen (up 7.1% year-on-year). The profit attributable to owners of the parent amounted to 5,144 million yen (a decrease of 17.3% year-on-year) due to the absence of the extraordinary gain of 1,828 million yen recorded in the same period of the previous year.

(millions of yen)

	Consolidated profits & losses	Year-on-year comparison	Rate of increase/decrease
Operating revenues (Excluding premium charges)	46,943	21,731	86.2
Including premium charges	50,882	23,391	85.1
Operating expenses (Excluding premium charges)	36,116	20,952	138.2
Including premium charges	40,048	22,618	129.8
Gross profit	10,834	772	7.7
General and administrative expenses	3,939	154	4.1
Operating profit	6,894	617	9.8
Non-operating income	423	-131	-23.7
Ordinary profit	7,317	486	7.1
Extraordinary income	-	-1,828	-100.0
Profit before income taxes etc.	7,317	-1,342	-15.5
Profit attributable to owners of the parent	5,144	-1,072	-17.3

(2) Overview of Financial Status

(Status of Assets, Liabilities, and Net Assets)

As of the end of the second quarter of the consolidated accounting period (September 30, 2025), total assets amounted to 15,500.4 billion yen (an increase of 1,730.8 billion yen from the previous fiscal year-end), due to an increase in securities purchased under resale agreements. Total liabilities amounted to 15,364.8 billion yen (an increase of 1,729.6 billion yen from the previous fiscal year-end), due to an increase in securities sold under repurchase agreements. Total net assets amounted to 135.6 billion yen (an increase of 1.2 billion yen from the previous fiscal year-end) due to a decrease in shareholders' equity and accumulated other comprehensive income.

[Reference]

Status of the Group's Gross Profits by Business Sector

	Previous Second Quarter Consolidated Cumulative Period (from April 1, 2024 to September 30, 2024)		Current Second Quarter Consolidated Cumulative Period (from April 1, 2025 to September 30, 2025)		Previous Consolidated Fiscal Year (Full Year) (from April 1, 2024 to March 31, 2025)	
	Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Composition ratio (%)	Amount (Millions of yen)	Composition ratio (%)
Securities Finance Business	7,945	77.5	8,682	78.6	14,905	77.9
Loans for margin transactions (Excluding premium charges)	2,214	21.6	2,957	26.8	4,390	22.9
Securities financing	3,721	36.3	3,430	31.1	7,351	38.4
Equity repo transactions, etc.	871	8.5	972	8.8	1,762	9.2
Bond repo and gensaki transactions	2,066	20.1	1,536	13.9	4,060	21.2
Loans for negotiable margin transactions	151	1.5	197	1.8	358	1.9
General stock lending	379	3.7	443	4.0	664	3.5
Retail loans	253	2.5	280	2.5	505	2.6
Other	2,009	19.6	2,294	20.8	3,164	16.5
Trust and Banking Business	1,700	16.6	1,806	16.4	3,043	15.9
Real Estate Leasing Business	611	6.0	551	5.0	1,185	6.2
Total (Non-Consolidated)	10,257	100.0	11,041	100.0	19,134	100.0
Total (Consolidated)	10,061	—	10,834	—	18,746	—

Status of the Group's Transaction Balances by Business Sector (Average Balance)

	Previous Second Quarter Consolidated Cumulative Period (from April 1, 2024 to September 30, 2024)	Current Second Quarter Consolidated Cumulative Period (from April 1, 2025 to September 30, 2025)	Previous Consolidated Fiscal Year (Full Year) (from April 1, 2024 to March 31, 2025)
	(billions of yen)	(billions of yen)	(billions of yen)
Loans for margin transactions	423.1	327.2	370.8
Securities loaned for margin transactions	157.0	237.7	159.5
Securities financing	12,081.7	13,039.1	12,215.8
Equity repo transactions, etc.	802.4	952.6	806.9
Bond repo and gensaki transactions	11,159.4	11,991.9	11,299.6
Loans for negotiable margin transactions	39.6	43.2	44.6
General stock lending	56.0	21.5	39.2
Retail loans	24.2	29.8	25.3
Trust Bank Loans	195.6	111.3	175.7

(3) Future Outlook

The performance outlook for fiscal 2025 is described in “3. Consolidated Performance Forecast for Fiscal 2025”. Please note that the above performance forecasts are based on information that is currently available to our group and on assumptions deemed reasonable at present. Actual performance may differ due to a variety of future factors, and prompt disclosure will be provided if it becomes necessary to make any revisions to the performance forecasts.

2. Quarterly Consolidated Financial Statements and Notes

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	1,435,297	1,349,783
Call loans	10,000	5,000
Securities	96,241	74,684
Operating loans	796,827	676,696
Securities purchased under resale agreements	6,441,120	8,007,456
Cash collateral provided for securities borrowed	4,307,086	4,646,507
Other	92,480	45,621
Allowance for doubtful accounts	-111	-125
Total current assets	13,178,942	14,805,624
Non-current assets		
Property, plant and equipment	5,578	5,495
Intangible assets	618	552
Investments and other assets		
Investment securities	544,475	651,004
Bad debts	63	58
Retirement benefit asset	3,832	3,890
Deferred tax assets	857	693
Other	35,283	33,227
Allowance for doubtful accounts	-63	-58
Total investments and other assets	584,450	688,815
Total non-current assets	590,647	694,863
Total assets	13,769,589	15,500,488

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Call money	1,506,000	1,509,000
Short-term borrowings	92,005	92,000
Current portion of long-term borrowings	1,000	1,000
Commercial papers	438,466	623,486
Securities sold under repurchase agreements	8,044,038	9,592,941
Cash collateral received for securities lent	2,549,554	2,533,679
Income taxes payable	1,547	1,122
Provision for bonuses	550	605
Provision for bonuses for directors (and other officers)	103	—
Borrowed money from trust account	575,934	565,523
Other	106,460	126,236
Total current liabilities	13,315,661	15,045,594
Non-current liabilities		
Long-term borrowings	315,600	315,600
Deferred tax liabilities	1,354	1,577
Deferred tax liabilities for land revaluation	76	76
Provision for share awards for directors (and other officers)	222	206
Retirement benefit liability	269	228
Asset retirement obligations	58	59
Derivative liabilities	1,500	1,002
Other	498	504
Total non-current liabilities	319,581	319,255
Total liabilities	13,635,242	15,364,850
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	5,194	5,194
Retained earnings	125,323	126,968
Treasury shares	-7,764	-9,027
Total shareholders' equity	132,754	133,135
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-11,778	-7,745
Deferred gains or losses on hedges	11,673	8,657
Revaluation reserve for land	165	165
Remeasurements of defined benefit plans	1,531	1,426
Total accumulated other comprehensive income	1,592	2,503
Total net assets	134,346	135,638
Total liabilities and net assets	13,769,589	15,500,488

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

(Quarterly Consolidated Income Statement)

(Millions of yen)

	Previous Second Quarter Consolidated Cumulative Period (from April 1, 2024 to September 30, 2024)	Current Second Quarter Consolidated Cumulative Period (from April 1, 2025 to September 30, 2025)
Operating revenue		
Interest on loans	2,619	3,817
Interest income on securities purchased under resale agreements	3,254	13,860
Interest income on cash collateral provided for securities borrowed	4,351	12,826
Securities lending fees	4,471	5,649
Other	12,794	14,729
Total operating revenue	27,491	50,882
Operating expenses		
Interest expenses	6,316	13,880
Interest expenses on securities sold under repurchase agreements	2,012	16,888
Securities borrowing fees	4,886	6,161
Other	4,213	3,118
Total operating expenses	17,429	40,048
Operating gross profit	10,061	10,834
General and administrative expenses	3,785	3,939
Operating profit	6,276	6,894
Non-operating income		
Dividend income	174	189
Share of profit of entities accounted for using equity method	340	174
Gain on investments in investment partnerships	41	8
Other	26	91
Total non-operating income	582	463
Non-operating expenses		
Commission for purchase of treasury shares	2	3
Loss on investments in investment partnerships	24	36
Other	0	0
Total non-operating expenses	27	40
Ordinary profit	6,831	7,317
Extraordinary income		
Gain on sale of non-current assets	1,163	—
Gain on sale of investment securities	664	—
Total extraordinary income	1,828	—
Profit before income taxes	8,660	7,317
Income taxes - current	2,302	2,218
Income taxes - deferred	140	-45
Total income taxes	2,442	2,173
Profit	6,217	5,144
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	6,217	5,144

(Quarterly Consolidated Comprehensive Income Statement)

(Millions of yen)

	Previous Second Quarter Consolidated Cumulative Period (from April 1, 2024 to September 30, 2024)	Current Second Quarter Consolidated Cumulative Period (from April 1, 2025 to September 30, 2025)
Profit	6,217	5,144
Other comprehensive income		
Valuation difference on available-for-sale securities	-4,806	3,995
Deferred gains or losses on hedges	-2,321	-3,016
Remeasurements of defined benefit plans, net of tax	-99	-100
Share of other comprehensive income of entities accounted for using equity method	6	31
Total other comprehensive income	-7,220	910
Comprehensive income	-1,002	6,055
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	-1,002	6,055
Comprehensive income attributable to non-controlling interests	—	—

(3) Notes Regarding Quarterly Consolidated Financial Statements
(Segment Information)

I. Previous Second Quarter Consolidated Cumulative Period (from April 1, 2024 to September 30, 2024)

1. Information on the amount of operating revenue and profits or losses for each reporting segment

(millions of yen)

	Securities Finance Business	Trust and Banking Business	Real Estate Leasing Business	Total
Operating Revenue				
Revenue from sales to outside customers	24,941	2,123	426	27,491
Internal operating revenues or balance of transfers among segments	56	51	196	305
Total	24,998	2,174	623	27,796
Segment profit (ordinary profit)	6,456	1,017	365	7,839

2. Difference between the total amount of profits or losses for each reporting segment and amount recorded in the quarterly consolidated income statement, and the main content of this difference (matters related to difference adjustments)

(millions of yen)

Profits	Amount
Total for reporting segments	7,839
Elimination of inter-segment transactions	-1,347
Equity in gains of affiliates	340
Other adjustments	—
Ordinary profit in the quarterly consolidated income statement	6,831

3. Information on impairment losses on fixed assets or goodwill, etc., for each reporting segment
Not applicable.

II. Current Second Quarter Consolidated Cumulative Period (from April 1, 2025 to September 30, 2025)

1. Information on the amount of operating revenue and profits or losses for each reporting segment

(millions of yen)

	Securities Finance Business	Trust and Banking Business	Real Estate Leasing Business	Total
Operating Revenue				
Revenue from sales to outside customers	45,890	4,623	368	50,882
Internal operating revenue or balance of transfers among segments	115	33	196	344
Total	46,005	4,656	564	51,226
Segment profit (ordinary profit)	8,443	1,042	378	9,864

2. Difference between the total amount of profit or loss for each reporting segment and the amount recorded in the quarterly consolidated income statement, and the main content of the difference (matters related to difference adjustments)

(millions of yen)

Profit	Amount
Total for reporting segments	9,864
Elimination of inter-segment transactions	-2,721
Equity in gains of affiliates	174
Other adjustments	—
Ordinary profit in the quarterly consolidated income statement	7,317

3. Information on impairment losses on fixed assets or goodwill, etc., for each reporting segment

Not applicable.

(Notes in the Event of Significant Changes in Shareholders' Equity)

At the Board of Directors meeting held on May 15, 2025, the Company resolved to acquire its own shares, with the total number of shares to be acquired capped at 1,700,000 shares and the total acquisition amount capped at 2.8 billion yen, during the period from May 16, 2025, to March 31, 2026. From May to September 2025, the Company acquired 710,500 shares for 1,274 million yen.

As a result of this acquisition and other related activities, treasury shares increased by 1,263 million yen during the current second quarter consolidated cumulative period, and treasury shares amounted to 9.027 billion yen as of the end of the consolidated second quarter accounting period.

(Notes Regarding Going Concern Assumptions)

Not applicable.

(Significant Subsequent Events)

Not applicable.