

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

August 7, 2025

Company name : Japan Securities Finance Co., Ltd. Listing : Tokyo Stock Exchange
 Securities code : 8511 URL: <https://www.jsf.co.jp>
 Representative: (Title) Representative Executive Officer & President (Name) Shigeki Kushida
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Scheduled date for commencement of dividend payments: -

Preparation of supplementary explanatory materials on quarterly financial statements: Yes

Convening of quarterly financial results briefing: None

(Millions of yen, rounded down to nearest million)

1. Consolidated Financial Results for the First Quarter of Fiscal 2025 (from April 1, 2025 to June 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)
First Quarter of Fiscal 2025	23,854	92.4	3,106	-8.1	3,364	-8.6	2,369	-29.9
First Quarter of Fiscal 2024	12,397	-9.8	3,379	8.0	3,681	9.4	3,380	37.8

(Note) Comprehensive income: First Quarter of Fiscal 2025: 1,300 millions of yen (-%)

First Quarter of Fiscal 2024: -2,771 millions of yen (-%)

	Net income per share	Net income per share - diluted
	(Yen)	(Yen)
First Quarter of Fiscal 2025	28.78	—
First Quarter of Fiscal 2024	40.34	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio
	(Millions of Yen)	(Millions of Yen)	(%)
First Quarter of Fiscal 2025	15,064,929	131,804	0.9
Fiscal 2024	13,769,589	134,346	1.0

(Reference) Net worth: First Quarter of Fiscal 2025: 131,804 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	-				
Fiscal 2025 (Forecast)		40.00	-	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	114.44

(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 Jun. 30, 2025: 88,000,000 as of Mar. 31, 2025: 88,000,000

(ii) Number of treasury stock shares

as of Jun. 30, 2025: 5,784,688 as of Mar. 31, 2025: 5,601,375

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

for three months ended Jun. 30, 2025: 82,352,927

for three months ended Jun. 30, 2024: 83,804,665

(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).

Note: Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

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 First Quarter of Fiscal Year Ending March 2026)

In the first quarter cumulative consolidated period, loans for margin transactions and equity repo transactions continued to show steady performance due to a robust stock market and increased demand for financing driven by rising market interest rates. Meanwhile, interest margins narrowed for bond repo and gensaki transactions due to interest rates fluctuating within a certain range in short-term financial markets under the uncertainty. Consequently, our group posted a decline in consolidated gross operating profit to 5,000 million yen (down 5.8% year-on-year), our consolidated operating profit decreased to 3,106 million yen (down 8.1% year-on-year), and our consolidated ordinary profit declined to 3,364 million yen (down 8.6% year-on-year). The profit attributable to owners of the parent amounted to 2,369 million yen (a decrease of 29.9% year-on-year) due to the absence of the extraordinary gain of 1,163 million yen from the sale of real estate held by a consolidated subsidiary 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)	22,740	11,388	100.3
Including premium charges	23,854	11,456	92.4
Operating expenses (Excluding premium charges)	17,740	11,687	193.1
Including premium charges	18,853	11,764	165.9
Gross profit	5,000	-307	-5.8
General and administrative expenses	1,893	-35	-1.8
Operating profit	3,106	-272	-8.1
Non-operating income	257	-44	-14.6
Ordinary profit	3,364	-316	-8.6
Extraordinary income	-	-1,163	-100.0
Profit before income taxes etc.	3,364	-1,480	-30.6
Profit attributable to owners of the parent	2,369	-1,010	-29.9

(2) Overview of Financial Status

(Status of Assets, Liabilities, and Net Assets)

As of the end of the first quarter of the consolidated accounting period (June 30, 2025), total assets amounted to 15,064.9 billion yen (an increase of 1,295.3 billion yen from the previous fiscal year-end), due to an increase in securities purchased under resale agreements. Total liabilities amounted to 14,933.1 billion yen (an increase of 1,297.8 billion yen from the previous fiscal year-end), due to an increase in securities sold under repurchase agreements. Total net assets amounted to 131.8 billion yen (a decrease of 2.5 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 First Quarter Consolidated Cumulative Period (from April 1, 2024 to June 30, 2024)		Current First Quarter Consolidated Cumulative Period (from April 1, 2025 to June 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	4,283	79.2	3,952	77.4	14,905	77.9
Loans for margin transactions (Excluding premium charges)	1,060	19.6	1,163	22.8	4,390	22.9
Securities financing	1,953	36.1	1,737	34.0	7,351	38.4
Equity repo transactions, etc.	459	8.5	479	9.4	1,762	9.2
Bond repo and gensaki transactions	1,081	20.0	786	15.4	4,060	21.2
Loans for negotiable margin transactions	71	1.3	99	1.9	358	1.9
General stock lending	218	4.0	238	4.7	664	3.5
Retail loans	122	2.3	133	2.6	505	2.6
Other	1,269	23.5	1,052	20.6	3,164	16.5
Trust and Banking Business	817	15.1	875	17.1	3,043	15.9
Real Estate Leasing Business	306	5.7	274	5.4	1,185	6.2
Total (Non-Consolidated)	5,407	100.0	5,103	100.0	19,134	100.0
Total (Consolidated)	5,308	—	5,000	—	18,746	—

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

	Previous First Quarter Consolidated Cumulative Period (from April 1, 2024 to June 30, 2024)	Current First Quarter Consolidated Cumulative Period (from April 1, 2025 to June 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	432.8	308.3	370.8
Securities loaned for margin transactions	167.0	167.4	159.5
Securities financing	12,668.0	12,536.0	12,215.8
Equity repo transactions, etc.	831.4	879.0	806.9
Bond repo and gensaki transactions	11,694.8	11,559.5	11,299.6
Loans for negotiable margin transactions	40.9	45.0	44.6
General stock lending	77.5	23.5	39.2
Retail loans	23.1	28.8	25.3
Trust Bank Loans	289.0	151.7	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 June 30, 2025
Assets		
Current assets		
Cash and deposits	1,435,297	1,317,255
Call loans	10,000	5,000
Securities	96,241	122,770
Operating loans	796,827	635,515
Securities purchased under resale agreements	6,441,120	7,651,555
Cash collateral provided for securities borrowed	4,307,086	4,597,614
Other	92,480	51,864
Allowance for doubtful accounts	-111	-106
Total current assets	13,178,942	14,381,469
Non-current assets		
Property, plant and equipment	5,578	5,537
Intangible assets	618	576
Investments and other assets		
Investment securities	544,475	644,386
Bad debts	63	61
Retirement benefit asset	3,832	3,859
Deferred tax assets	857	712
Other	35,283	28,386
Allowance for doubtful accounts	-63	-61
Total investments and other assets	584,450	677,345
Total non-current assets	590,647	683,459
Total assets	13,769,589	15,064,929

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Call money	1,506,000	1,352,500
Short-term borrowings	92,005	92,000
Current portion of long-term borrowings	1,000	1,000
Commercial papers	438,466	422,440
Securities sold under repurchase agreements	8,044,038	9,646,476
Cash collateral received for securities lent	2,549,554	2,449,435
Income taxes payable	1,547	413
Provision for bonuses	550	304
Provision for bonuses for directors (and other officers)	103	—
Borrowed money from trust account	575,934	536,270
Other	106,460	113,322
Total current liabilities	13,315,661	14,614,162
Non-current liabilities		
Long-term borrowings	315,600	315,600
Deferred tax liabilities	1,354	936
Deferred tax liabilities for land revaluation	76	76
Provision for share awards for directors (and other officers)	222	206
Retirement benefit liability	269	259
Asset retirement obligations	58	59
Derivative liabilities	1,500	1,325
Other	498	498
Total non-current liabilities	319,581	318,962
Total liabilities	13,635,242	14,933,125
Net assets		
Shareholders' equity		
Share capital	10,000	10,000
Capital surplus	5,194	5,194
Retained earnings	125,323	124,193
Treasury shares	-7,764	-8,107
Total shareholders' equity	132,754	131,280
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-11,778	-8,881
Deferred gains or losses on hedges	11,673	7,759
Revaluation reserve for land	165	165
Remeasurements of defined benefit plans	1,531	1,478
Total accumulated other comprehensive income	1,592	523
Total net assets	134,346	131,804
Total liabilities and net assets	13,769,589	15,064,929

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

(Quarterly Consolidated Income Statement)

(Millions of yen)

	Previous First Quarter Consolidated Cumulative Period (from April 1, 2024 to June 30, 2024)	Current First Quarter Consolidated Cumulative Period (from April 1, 2025 to June 30, 2025)
Operating revenue		
Interest on loans	1,217	1,898
Interest income on securities purchased under resale agreements	1,591	6,356
Interest income on cash collateral provided for securities borrowed	1,646	5,835
Securities lending fees	2,319	1,894
Other	5,623	7,868
Total operating revenue	12,397	23,854
Operating expenses		
Interest expenses	2,460	6,935
Interest expenses on securities sold under repurchase agreements	761	7,568
Securities borrowing fees	2,369	1,997
Other	1,497	2,352
Total operating expenses	7,089	18,853
Operating gross profit	5,308	5,000
General and administrative expenses	1,929	1,893
Operating profit	3,379	3,106
Non-operating income		
Dividend income	168	183
Share of profit of entities accounted for using equity method	102	57
Gain on investments in investment partnerships	41	4
Other	7	40
Total non-operating income	319	286
Non-operating expenses		
Commission for purchase of treasury shares	—	0
Loss on investments in investment partnerships	17	26
Other	0	0
Total non-operating expenses	17	28
Ordinary profit	3,681	3,364
Extraordinary income		
Gain on sale of non-current assets	1,163	—
Total extraordinary income	1,163	—
Profit before income taxes	4,845	3,364
Income taxes - current	1,208	766
Income taxes - deferred	256	228
Total income taxes	1,464	994
Profit	3,380	2,369
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	3,380	2,369

(Quarterly Consolidated Comprehensive Income Statement)

(Millions of yen)

	Previous First Quarter Consolidated Cumulative Period (from April 1, 2024 to June 30, 2024)	Current First Quarter Consolidated Cumulative Period (from April 1, 2025 to June 30, 2025)
Profit	3,380	2,369
Other comprehensive income		
Valuation difference on available-for-sale securities	-7,208	2,883
Deferred gains or losses on hedges	1,091	-3,914
Remeasurements of defined benefit plans, net of tax	-49	-50
Share of other comprehensive income of entities accounted for using equity method	14	11
Total other comprehensive income	-6,152	-1,069
Comprehensive income	-2,771	1,300
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	-2,771	1,300
Comprehensive income attributable to non-controlling interests	—	—

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

I. Previous First Quarter Consolidated Cumulative Period (from April 1, 2024 to June 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	11,240	943	214	12,397
Internal operating revenues or balance of transfers among segments	22	28	98	149
Total	11,262	972	312	12,547
Segment profit (ordinary profit)	4,243	444	237	4,925

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	4,925
Elimination of inter-segment transactions	-1,347
Equity in gains of affiliates	102
Other adjustments	—
Ordinary profit in the quarterly consolidated income statement	3,681

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

II. Current First Quarter Consolidated Cumulative Period (from April 1, 2025 to June 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	21,506	2,164	183	23,854
Internal operating revenue or balance of transfers among segments	65	19	98	183
Total	21,572	2,183	281	24,037
Segment profit (ordinary profit)	5,238	562	226	6,028

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	6,028
Elimination of inter-segment transactions	-2,720
Equity in gains of affiliates	57
Other adjustments	—
Ordinary profit in the quarterly consolidated income statement	3,364

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 June 2025, the Company acquired 206,900 shares for 354 million yen.

As a result of this acquisition and other related activities, treasury shares increased by 343 million yen during the current first quarter consolidated cumulative period, and treasury shares amounted to 8.107 billion yen as of the end of the consolidated first quarter accounting period.

(Notes Regarding Going Concern Assumptions)

Not applicable.

(Note on the Quarterly Consolidated Statement of Cash Flows)

No quarterly consolidated statement of cash flows has been prepared for the cumulative third quarter consolidated period. However, the depreciation expense for the cumulative third quarter consolidated period (including the amortization of intangible fixed assets excluding goodwill) is as follows.

	Previous First Quarter Consolidated Cumulative Period (from April 1, 2024 to June 30, 2024)	Current First Quarter Consolidated Cumulative Period (from April 1, 2025 to June 30, 2025)
Depreciation	128 million of yen	111 million of yen

(Significant Subsequent Events)

Not applicable.