

October 31, 2024



## Summary of Consolidated Financial Statements for the Six Months Ended September 30, 2024 Under Japanese GAAP

Company's name: **Mizuho Securities Co., Ltd.**

URL: <https://www.mizuho-sc.com/>

Representative: Yoshiro Hamamoto, President

Contact: Hiroshi Onizawa, General Manager of Accounting Dept. on +81 3-5208-3210

Preparation of supplemental explanatory documents: Yes

Holding of quarterly presentation meeting: No

### 1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(Amounts are rounded down to the nearest millions of yen)

#### (1) Consolidated operating results

(Percentage figures represent year-on-year changes)

	Operating revenues		Net operating revenues		Operating income		Ordinary income	
Six months ended	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
September 30, 2024	367,458	32.0	203,314	22.6	50,853	112.1	50,632	98.2
September 30, 2023	278,398	38.8	165,861	20.3	23,976	112.2	25,551	113.2

(Note) Comprehensive income: September 30, 2024 17,842 million yen (-76.1%)  
September 30, 2023 74,577 million yen (235.0%)

	Net income attributable to owners of parent		Net income per share	Net income per share - fully diluted
Six months ended	millions of yen	%	Yen	Yen
September 30, 2024	31,145	(27.4)	21.70	—
September 30, 2023	42,894	226.4	36.47	—

#### (2) Consolidated financial positions

	Total assets	Net assets	Equity ratio
	millions of yen	millions of yen	%
September 30, 2024	23,479,554	977,711	4.1
March 31, 2024	23,105,316	909,858	3.9

Reference: Equity (i.e. "Shareholders' equity" and "Accumulated other comprehensive income"):

September 30, 2024 971,794 million yen  
March 31, 2024 903,736 million yen

### 2. Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Application of specific accounting methods in the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, estimates and restatements:
  - 1) Changes in accounting policies in accordance with revisions of accounting standards: None
  - 2) Changes other than 1) above: None
  - 3) Changes in accounting estimates: None
  - 4) Restatements: None

(4) Number of outstanding shares (common stock)

1) Number of shares issued at end of the period (including treasury stock):

September 30, 2024:	2,015,102,652 shares
March 31, 2024:	2,015,102,652 shares

2) Number of treasury stock at end of the period:

September 30, 2024:	566,797,204 shares
March 31, 2024:	644,196,585 shares

3) Average number of outstanding shares for the six months:

Six Months Ended September 30, 2024	1,435,405,551 shares
Six Months Ended September 30, 2023	1,176,275,194 shares

\* Other important matters

Not applicable

## APPENDIX

### [INDEX]

1.	Quarterly Consolidated Financial Statements	p.2
	(1) Quarterly Consolidated Balance Sheets	p.2
	(2) Quarterly Consolidated Statements of Income and Comprehensive Income	p.5
	(3) Note on the going-concern assumption	p.7
	(4) Note on material changes in shareholders' equity	p.7
2.	Supplemental Information	p.7
	(1) Commissions	p.7
	(2) Net gain on trading	p.7
	(3) Capital adequacy requirement ratio	p.8
	(4) Quarterly Consolidated Statements of Income	p.9
3.	(Reference) Quarterly Non-consolidated Financial Statements	p.10
	(1) (Reference) Quarterly Non-consolidated Balance Sheets	p.10
	(2) (Reference) Quarterly Non-consolidated Statements of Income	p.12

## 1. Quarterly Consolidated Financial Statements

### (1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
Current assets		
Cash and bank deposits	821,722	1,173,838
Cash segregated as deposits for customers and others	533,915	562,621
Trading assets	11,826,233	11,646,151
Trading securities and others	4,383,698	4,704,265
Derivatives	7,442,534	6,941,886
Receivables - unsettled trades	—	75,541
Operating investment securities	97,890	91,834
Operating loans receivable	7,705	4,711
Receivables related to margin transactions	26,188	28,629
Loans receivable under margin transactions	23,934	27,701
Cash collateral for borrowed securities under margin transactions	2,254	927
Collateralized short-term financing agreements - receivable	8,346,602	8,567,934
Deposits paid for securities borrowed	2,171,511	1,987,640
Securities purchased under agreements to resell	6,175,091	6,580,293
Advances paid	2,893	1,333
Short-term guarantee deposits	769,963	626,564
Securities: fail to deliver	80,541	72,207
Variation margin paid	—	24,905
Short-term loans receivable	196	605
Securities	274	270
Other current assets	149,522	216,268
Less: Allowance for doubtful accounts	(997)	(995)
Total current assets	22,662,651	23,092,422
Noncurrent assets		
Property and equipment	27,671	25,393
Intangible assets	62,675	63,005
Investments and other assets	352,310	298,684
Investment securities	216,542	213,233
Long-term guarantee deposits	12,826	12,116
Net defined benefit asset	46,894	46,800
Deferred tax assets	69,057	20,437
Other	10,402	9,455
Less: Allowance for doubtful accounts	(3,412)	(3,359)
Total noncurrent assets	442,656	387,083
<b>Deferred assets</b>	8	48
<b>Total assets</b>	23,105,316	23,479,554

(Millions of yen)

As of March 31, 2024 As of September 30, 2024

	As of March 31, 2024	As of September 30, 2024
<b>Liabilities</b>		
Current liabilities		
Trading liabilities	10,180,626	9,580,133
Trading securities and others	2,996,687	2,939,919
Derivatives	7,183,939	6,640,214
Payables - unsettled trades	147,160	—
Payables related to margin transactions	31,028	26,232
Borrowings on margin transactions	10,173	7,259
Cash collateral for loaned securities under margin transactions	20,854	18,973
Collateralized short-term financing agreements - payable	6,950,213	7,763,122
Deposits received for securities loaned	1,287,886	1,312,906
Securities sold under agreements to repurchase	5,662,326	6,450,215
Deposits received	446,651	612,760
Guarantee deposits received	421,172	346,784
Securities: fail to receive	57,935	51,732
Variation margin received	4,687	—
Short-term borrowings	1,519,062	1,477,897
Commercial paper	476,000	614,000
Bonds and notes due within one year	151,041	152,687
Income taxes payable	4,829	1,542
Accrued employees' bonuses	34,837	24,334
Provision for variable compensation	377	146
Other current liabilities	190,759	188,858
Total current liabilities	20,616,384	20,840,231
Noncurrent liabilities		
Bonds and notes	731,697	773,466
Long-term borrowings	809,400	852,400
Lease obligations	3,139	2,770
Provision for directors' retirement benefits	82	42
Provision for executive officers' retirement benefits	60	61
Net defined benefit liability	20,282	19,264
Provision for loss on head office transfer	802	698
Provision for loss related to entrusted business	5,733	5,733
Other noncurrent liabilities	4,095	3,400
Total noncurrent liabilities	1,575,292	1,657,837
Statutory reserves		
Reserve for financial instruments transaction liabilities	3,781	3,772
Total statutory reserves	3,781	3,772
<b>Total liabilities</b>	<b>22,195,458</b>	<b>22,501,842</b>

(Millions of yen)

As of March 31, 2024 As of September 30, 2024

	As of March 31, 2024	As of September 30, 2024
<b>Net assets</b>		
Shareholders' equity		
Common stock	125,167	125,167
Capital surplus	411,084	437,323
Retained earnings	527,963	559,109
Treasury stock	(197,768)	(174,006)
Total shareholders' equity	866,447	947,592
Accumulated other comprehensive income (loss)		
Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	25,063	21,397
Foreign currency translation adjustments	35	(8,682)
Remeasurement of defined benefit plans	12,189	11,487
Total accumulated other comprehensive income (loss)	37,288	24,202
Non-controlling interests	6,122	5,916
<b>Total net assets</b>	909,858	977,711
<b>Total liabilities and net assets</b>	23,105,316	23,479,554

## (2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

For the six months ended September 30, 2023 and 2024

	(Millions of yen)	
	Six months ended September 30, 2023	Six months ended September 30, 2024
Operating revenues		
Commissions	95,818	116,610
Brokerage commissions	18,392	18,706
Underwriting and selling fees, and commissions from solicitation to qualifying investors	21,156	27,914
Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors	17,684	18,652
Other commissions and fees	38,584	51,337
Net gain on trading	57,582	70,350
Net gain (loss) on operating investment securities	1,126	3,650
Interest and dividend income	123,870	176,846
Total operating revenues	<u>278,398</u>	<u>367,458</u>
Interest expenses	<u>112,536</u>	<u>164,143</u>
Net operating revenues	<u>165,861</u>	<u>203,314</u>
Selling, general and administrative expenses	141,885	152,461
Transaction-related expenses	24,129	26,551
Personnel expenses	62,828	68,776
Real estate expenses	19,430	20,400
Administrative expenses	18,698	21,209
Depreciation and amortization	10,454	11,671
Taxes and dues	3,720	2,008
Provision of allowance for doubtful accounts	343	(53)
Other	2,279	1,895
Operating income	<u>23,976</u>	<u>50,853</u>
Non-operating income	1,705	13,537
Non-operating expenses	130	13,759
Ordinary income	<u>25,551</u>	<u>50,632</u>
Extraordinary gain	2,031	552
Gain on sales of investment securities	560	322
Gain on sales of shares of subsidiaries and affiliates	585	—
Gain on change in equity	884	—
Gain on reversal of asset retirement obligations	—	213
Reversal of reserve for financial instruments transaction liabilities	—	8
Other	0	8
Extraordinary loss	1,336	4,338
Loss on sales of noncurrent assets	101	52
Loss on disposal of noncurrent assets	214	148
Impairment losses	—	709
Head office transfer cost	669	3,202
Loss on cancellation of system agreement	293	—
Other	57	225
Income before income taxes and non-controlling interests	<u>26,245</u>	<u>46,846</u>
Income taxes - current	2,130	(34,958)
Income taxes - deferred	(18,791)	50,514
Total income taxes	<u>(16,660)</u>	<u>15,556</u>
Net income	<u>42,906</u>	<u>31,289</u>
Net income attributable to non-controlling interests	11	143
Net income attributable to owners of parent	<u>42,894</u>	<u>31,145</u>

Quarterly Consolidated Statements of Comprehensive Income  
For the six months ended September 30, 2023 and 2024

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net income	42,906	31,289
Other comprehensive income (loss)		
Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	4,164	(3,666)
Foreign currency translation adjustments	28,008	(8,970)
Remeasurement of defined benefit plans	(602)	(704)
Share in other comprehensive income of affiliates accounted for using equity method	100	(105)
Total other comprehensive income (loss)	<u>31,670</u>	<u>(13,447)</u>
Comprehensive income (loss)	<u>74,577</u>	<u>17,842</u>
(Breakdown)		
Attributable to:		
Owners of parent	73,930	18,058
Non-controlling interests	647	(216)



**(3) Note on the going-concern assumption**

Not applicable

**(4) Note on material changes in shareholders' equity**

The Company disposed of 77,399,381 shares of treasury stock through a third-party allotment on May 20, 2024 based on resolutions of Extraordinary General Meeting of Shareholders on May 9, 2024. Accordingly, the capital surplus increased by 26,238 million yen and the treasury stock decreased by 23,761 million yen. As a result, the balances of capital surplus and treasury stock as of September 30, 2024 were 437,323 million yen and 174,006 million yen respectively.

**2. Supplemental Information****(1) Commissions****1) Breakdown by items**

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024	Increase/(Decrease)	
			Amount	Percentage (%)
Brokerage commissions	18,392	18,706	313	1.7
Equities	17,629	17,846	217	1.2
Bonds	552	196	(356)	(64.5)
Underwriting and selling fees, and commissions from solicitation to qualifying investors	21,156	27,914	6,758	31.9
Equities	8,329	12,946	4,616	55.4
Bonds	12,664	14,717	2,053	16.2
Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors	17,684	18,652	967	5.5
Other commissions and fees	38,584	51,337	12,752	33.1
Total	95,818	116,610	20,791	21.7

**2) Breakdown by instruments**

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024	Increase/(Decrease)	
			Amount	Percentage (%)
Equities	29,418	34,700	5,281	18.0
Bonds	20,276	23,959	3,682	18.2
Beneficiary certificates	25,855	28,524	2,669	10.3
Others	20,267	29,426	9,158	45.2
Total	95,818	116,610	20,791	21.7

**(2) Net gain on trading**

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024	Increase/(Decrease)	
			Amount	Percentage (%)
Equities, etc.	(7,589)	31,723	39,312	—
Bonds, etc. and others	65,171	38,626	(26,545)	(40.7)
Total	57,582	70,350	12,767	22.2

**(3) Capital adequacy requirement ratio****1) Consolidated base**

(Millions of yen)

		As of March 31, 2024	As of September 30, 2024
Basic items (A)		872,605	944,826
Supplemental items	Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	37,253	32,885
	Reserve for financial instruments transaction liabilities, etc.	3,781	3,772
	Allowance for doubtful accounts	19	19
	Subordinated long-term borrowings	245,200	174,400
	Subordinated short-term borrowings	288,800	399,600
Total (B)		575,054	610,677
Deducted assets (C)		426,591	382,148
Equity after deduction (A) + (B) - (C) (D)		1,021,068	1,173,355
Amount equivalent to risk	Amount equivalent to market risk	184,336	186,916
	Amount equivalent to counterparty risk	81,575	88,326
	Amount equivalent to fundamental risk	93,279	99,293
	Total (E)	359,192	374,535
Consolidated capital adequacy requirement ratio (D)/(E) * 100		284.2%	313.2%

**2) Non-consolidated base**

(Millions of yen)

		As of March 31, 2024	As of September 30, 2024
Basic items (A)		817,539	892,554
Supplemental items	Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	16,158	12,491
	Reserve for financial instruments transaction liabilities, etc.	3,781	3,772
	Allowance for doubtful accounts	8	8
	Subordinated long-term borrowings	245,200	174,400
	Subordinated short-term borrowings	288,800	399,600
Total (B)		553,948	590,272
Deducted assets (C)		615,297	568,868
Equity after deduction (A) + (B) - (C) (D)		756,190	913,959
Amount equivalent to risk	Amount equivalent to market risk	146,322	155,672
	Amount equivalent to counterparty risk	62,571	60,516
	Amount equivalent to fundamental risk	77,377	83,455
	Total (E)	286,271	299,644
Capital adequacy requirement ratio (D)/(E) * 100		264.1%	305.0%

#### (4) Quarterly Consolidated Statements of Income

(Millions of yen)

	Second quarter ended September 2023 Jul. 1, 2023 - Sep. 30, 2023	Third quarter ended December 2023 Oct. 1, 2023 - Dec. 31, 2023	Fourth quarter ended March 2024 Jan. 1, 2024 - Mar. 31, 2024	First quarter ended June 2024 Apr. 1, 2024 - Jun. 30, 2024	Second quarter ended September 2024 Jul. 1, 2024 - Sep. 30, 2024
Operating revenues	146,390	145,052	182,488	177,120	190,338
Commissions	48,372	50,935	53,910	54,222	62,387
Brokerage commissions	9,215	8,786	12,179	9,425	9,280
Equities	8,820	8,379	11,714	9,019	8,827
Bonds	290	304	361	89	106
Underwriting and selling fees, and commissions from solicitation to qualifying investors	11,223	13,031	8,408	10,052	17,862
Equities	3,989	8,903	3,844	1,681	11,265
Bonds	7,179	3,872	4,425	8,244	6,473
Offering, selling, and other commissions and fees, and commissions from solicitation to qualifying investors	9,213	8,070	9,590	10,185	8,466
Other commissions and fees	18,720	21,047	23,732	24,559	26,778
Net gain on trading	25,508	29,091	25,899	41,273	29,076
Equities, etc.	(217)	12,183	(11,320)	1,397	30,325
Bonds, etc. and others	25,725	16,908	37,220	39,876	(1,249)
Net gain (loss) on operating investment securities	661	1,509	3,397	(582)	4,233
Interest and dividend income	71,847	63,516	99,280	82,205	94,641
Interest expenses	61,933	63,689	84,043	83,248	80,894
Net operating revenues	84,456	81,363	98,445	93,871	109,443
Selling, general and administrative expenses	70,644	69,227	83,722	72,653	79,807
Transaction-related expenses	11,423	11,133	13,414	12,229	14,321
Personnel expenses	33,245	31,715	36,446	33,547	35,228
Real estate expenses	9,424	9,867	11,211	10,737	9,662
Administrative expenses	9,608	10,023	12,649	10,783	10,426
Depreciation and amortization	5,342	5,452	6,438	5,939	5,732
Taxes and dues	499	536	2,558	2,110	(102)
Other	1,101	498	1,004	(2,694)	4,537
Operating income	13,812	12,135	14,722	21,217	29,636
Non-operating income	866	(740)	777	7,767	5,769
Non-operating expenses	(97)	1,771	(530)	7,334	6,424
Ordinary income (loss)	14,775	9,623	16,030	21,650	28,981
Extraordinary gain	133	95	278	81	470
Extraordinary loss	875	2,355	9,923	685	3,653
Income (loss) before income taxes and non- controlling interests	14,033	7,363	6,385	21,047	25,798
Income taxes - current	(25,414)	(1,414)	2,672	11,153	(46,111)
Income taxes - deferred	24,751	21,823	(35,754)	(8,082)	58,597
Net income (loss)	14,696	(13,045)	39,468	17,976	13,312
Net income (loss) attributable to non- controlling interests	9	86	348	52	91
Net income (loss) attributable to owners of parent	14,687	(13,132)	39,119	17,924	13,221

### 3. (Reference) Quarterly Non-consolidated Financial Statements

#### (1) (Reference) Quarterly Non-consolidated Balance Sheets

(Millions of yen)

As of March 31, 2024 As of September 30, 2024

	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
Current assets		
Cash and bank deposits	682,730	1,068,790
Cash segregated as deposits for customers and others	527,710	556,864
Trading assets	8,062,684	8,198,906
Trading securities and others	3,067,898	3,393,525
Derivatives	4,994,785	4,805,381
Receivables - unsettled trades	—	122,520
Operating investment securities	97,135	91,196
Operating loans receivable	7,002	4,009
Receivables related to margin transactions	26,188	28,629
Loans receivable under margin transactions	23,934	27,701
Cash collateral for borrowed securities under margin transactions	2,254	927
Collateralized short-term financing agreements - receivable	5,272,734	5,264,927
Deposits paid for securities borrowed	2,171,511	1,987,640
Securities purchased under agreements to resell	3,101,223	3,277,286
Advances paid	706	371
Short-term guarantee deposits	679,438	549,849
Securities: fail to deliver	48	2,159
Variation margin paid	—	24,905
Short-term loans receivable	9,627	146
Other current assets	101,064	158,789
Less: Allowance for doubtful accounts	(281)	(281)
Total current assets	15,466,789	16,071,785
Noncurrent assets		
Property and equipment	18,755	17,041
Intangible assets	47,257	46,829
Investments and other assets	573,247	518,900
Investment securities	442,596	438,649
Long-term guarantee deposits	12,229	11,427
Prepaid pension cost	30,566	31,453
Deferred tax assets	81,150	31,550
Other	10,116	9,177
Less: Allowance for doubtful accounts	(3,412)	(3,359)
Total noncurrent assets	639,259	582,771
<b>Total assets</b>	<b>16,106,049</b>	<b>16,654,557</b>

(Millions of yen)

As of March 31, 2024 As of September 30, 2024

	As of March 31, 2024	As of September 30, 2024
<b>Liabilities</b>		
Current liabilities		
Trading liabilities	6,957,965	6,636,242
Trading securities and others	2,203,365	2,129,847
Derivatives	4,754,600	4,506,395
Payables - unsettled trades	121,820	—
Payables related to margin transactions	31,028	26,232
Borrowings on margin transactions	10,173	7,259
Cash collateral for loaned securities under margin transactions	20,854	18,973
Collateralized short-term financing agreements - payable	3,955,035	4,724,656
Deposits received for securities loaned	1,287,886	1,312,906
Securities sold under agreements to repurchase	2,667,148	3,411,750
Deposits received	446,553	612,854
Guarantee deposits received	329,556	274,260
Securities: fail to receive	1,306	1,114
Variation margin received	4,687	—
Short-term borrowings	1,310,285	1,126,670
Commercial paper	476,000	614,000
Bonds and notes due within one year	93,392	101,264
Income taxes payable	4,699	1,056
Accrued employees' bonuses	20,222	11,129
Provision for variable compensation	377	146
Other current liabilities	58,386	57,976
Total current liabilities	13,811,318	14,187,602
Noncurrent liabilities		
Bonds and notes	616,858	676,143
Long-term borrowings	809,400	852,400
Provision for retirement benefits	21,237	20,179
Provision for loss on head office transfer	802	698
Provision for loss related to entrusted business	5,733	5,733
Other noncurrent liabilities	3,219	2,980
Total noncurrent liabilities	1,457,250	1,558,135
Statutory reserves		
Reserve for financial instruments transaction liabilities	3,781	3,772
Total statutory reserves	3,781	3,772
<b>Total liabilities</b>	<b>15,272,350</b>	<b>15,749,510</b>
<b>Net assets</b>		
Shareholders' equity		
Common stock	125,167	125,167
Capital surplus	434,319	460,557
Retained earnings	455,821	480,836
Treasury stock	(197,768)	(174,006)
Total shareholders' equity	817,539	892,554
Valuation and translation adjustments		
Net unrealized gains (losses) on (operating) investment securities, net of tax, etc.	25,921	22,255
Net deferred gains or losses on hedges, net of tax	(9,762)	(9,763)
Total valuation and translation adjustments	16,158	12,491
<b>Total net assets</b>	<b>833,698</b>	<b>905,046</b>
<b>Total liabilities and net assets</b>	<b>16,106,049</b>	<b>16,654,557</b>

**(2) (Reference) Quarterly Non-consolidated Statements of Income**

For the six months ended September 30, 2023 and 2024

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Operating revenues		
Commissions	82,686	95,694
Net gain on trading	51,390	68,260
Net gain (loss) on operating investment securities	1,004	3,767
Interest and dividend income	80,314	96,515
Total operating revenues	215,396	264,237
Interest expenses	77,906	93,240
Net operating revenues	137,490	170,997
Selling, general and administrative expenses	117,207	125,362
Transaction-related expenses	22,320	27,201
Personnel expenses	43,751	44,874
Real estate expenses	15,196	16,168
Administrative expenses	23,193	25,750
Depreciation and amortization	7,179	8,167
Taxes and dues	3,642	1,954
Provision of allowance for doubtful accounts	340	(53)
Other	1,583	1,299
Operating income	20,282	45,635
Non-operating income	777	731
Non-operating expenses	300	2,096
Ordinary income	20,759	44,270
Extraordinary gain	894	342
Gain on sales of investment securities	584	333
Gain on sales of shares of subsidiaries and affiliates	71	—
Gain on liquidation of subsidiaries and affiliates	239	—
Reversal of reserve for financial instruments transaction liabilities	—	8
Extraordinary loss	1,204	4,286
Loss on disposal of noncurrent assets	214	148
Impairment losses	—	709
Head office transfer cost	672	3,203
Loss on cancellation of system agreement	293	—
Other	23	225
Income before income taxes	20,450	40,326
Income taxes - current	1,965	(35,883)
Income taxes - deferred	(19,352)	51,195
Total income taxes	(17,387)	15,311
Net income	37,837	25,014