

Consolidated Financial Statements of the Group

Consolidated Statement of Financial Position

(Millions of Yen)

	Notes	As of March 31, 2014	As of March 31, 2015
Assets			
Cash and cash equivalents	6, 18	276,221	290,826
Trade and other accounts receivable	6, 8, 9, 18	336,206	342,459
Assets related to securities business			
Cash segregated as deposits		935,497	1,250,678
Margin transaction assets		352,675	276,387
Other assets related to securities business	10	451,321	601,695
Total assets related to securities business	6, 7	1,739,493	2,128,760
Other financial assets	6, 18	30,593	31,096
Operational investment securities	6, 8, 11	127,365	114,946
Other investment securities	6, 8, 11	49,234	193,064
Investments accounted for using the equity method	12	39,820	45,455
Investment properties	14, 18	33,195	18,478
Property and equipment	15	11,826	10,590
Intangible assets	16	196,438	199,810
Other assets	18	26,513	22,785
Deferred tax assets	17	8,400	2,494
Total assets		2,875,304	3,400,763
Liabilities			
Bonds and loans payable	6, 8, 18	440,112	374,771
Trade and other accounts payable	6, 8, 19	53,503	55,005
Liabilities related to securities business			
Margin transaction liabilities		186,806	97,757
Loans payable secured by securities		211,671	290,480
Deposits from customers		492,159	638,879
Guarantee deposits received		439,927	545,116
Other liabilities related to securities business	20	287,350	388,161
Total liabilities related to securities business	6, 7, 8	1,617,913	1,960,393
Customer deposits for banking business	6, 8	302,314	361,102
Insurance contract liability	21	22,370	170,042
Income tax payable		10,362	13,792
Other financial liabilities	6, 8	15,645	13,757
Other liabilities		15,767	12,034
Deferred tax liabilities	17	8,855	9,252
Total liabilities		2,486,841	2,970,148
Equity			
Capital stock	23	81,681	81,681
Capital surplus	23	152,725	148,676
Treasury stock	23	(5,140)	(5,137)
Other component of equity	23	16,225	36,934
Retained earnings	23	80,140	121,337
Equity attributable to owners of the Company		325,631	383,491
Non-controlling interests		62,832	47,124
Total equity		388,463	430,615
Total liabilities and equity		2,875,304	3,400,763

Consolidated Statement of Income

(Millions of Yen)

	Notes	Fiscal year ended March 31, 2014	Fiscal year ended March 31, 2015
Operating revenue	5, 26	232,822	245,045
Operating expense			
Operating cost	27	(68,472)	(64,019)
Finance cost	27	(18,526)	(16,610)
Selling, general and administrative expenses	27	(95,997)	(92,039)
Other expenses	27	(8,934)	(11,247)
Total operating expense		(191,929)	(183,915)
Gain on bargain purchase	4	—	2,008
Share of the profit of associates and joint ventures accounted for using the equity method	5, 12	1,331	5,071
Operating income		42,224	68,209
Other financial income and cost			
Other financial income	28	514	370
Other financial cost	28	(3,839)	(5,512)
Total other financial income and cost		(3,325)	(5,142)
Profit before income tax expense	5	38,899	63,067
Income tax expense	29	(19,100)	(23,753)
Profit for the year		19,799	39,314
Profit for the year attributable to			
Owners of the Company		21,439	45,721
Non-controlling interests		(1,640)	(6,407)
Profit for the year		19,799	39,314
Earnings per share attributable to owners of the Company			
Basic (Yen)	31	99.04	211.18
Diluted (Yen)	31	96.85	195.06

Consolidated Statement of Comprehensive Income

(Millions of Yen)

	Note	Fiscal year ended March 31, 2014	Fiscal year ended March 31, 2015
Profit for the year		19,799	39,314
Items that will not be reclassified subsequently to profit or loss			
Fair value through other comprehensive income ("FVTOCI") financial assets	30	979	52
Items that may be reclassified subsequently to profit or loss			
Currency translation differences	30	9,600	21,431
Other comprehensive income, net of tax		10,579	21,483
Total comprehensive income		30,378	60,797
Total comprehensive income attributable to			
Owners of the Company		32,337	66,246
Non-controlling interests		(1,959)	(5,449)
Total comprehensive income		30,378	60,797

Consolidated Statement of Changes in Equity

(Millions of Yen)

	Note	Attributable to owners of the Company						Non-controlling interests	Total equity
		Capital stock	Capital surplus	Treasury stock	Other component of equity	Retained earnings	Total		
As of April 1, 2013		81,668	160,550	(5,117)	6,196	60,002	303,299	57,236	360,535
Profit for the year		—	—	—	—	21,439	21,439	(1,640)	19,799
Other comprehensive income		—	—	—	10,898	—	10,898	(319)	10,579
Total comprehensive income		—	—	—	10,898	21,439	32,337	(1,959)	30,378
Issuance of new stock	23	13	13	—	—	—	26	—	26
Issuance of convertible bonds	18	—	1,632	—	—	—	1,632	—	1,632
Change in scope of consolidation		—	(211)	—	—	—	(211)	747	536
Dividends paid	24	—	—	—	—	(2,170)	(2,170)	(2,103)	(4,273)
Treasury shares purchased	23	—	—	(64)	—	—	(64)	—	(64)
Treasury shares sold	23	—	3	41	—	—	44	—	44
Changes of interests in subsidiaries without losing control		—	(9,262)	—	—	—	(9,262)	8,911	(351)
Transfer	23	—	—	—	(869)	869	—	—	—
As of March 31, 2014		81,681	152,725	(5,140)	16,225	80,140	325,631	62,832	388,463
Profit for the year		—	—	—	—	45,721	45,721	(6,407)	39,314
Other comprehensive income		—	—	—	20,525	—	20,525	958	21,483
Total comprehensive income		—	—	—	20,525	45,721	66,246	(5,449)	60,797
Issuance of stock acquisition rights	25	—	113	—	—	—	113	—	113
Change in scope of consolidation		—	419	—	—	—	419	(7,154)	(6,735)
Dividends paid	24	—	—	—	—	(4,340)	(4,340)	(5,482)	(9,822)
Treasury shares purchased	23	—	—	(34)	—	—	(34)	—	(34)
Treasury shares sold	23	—	1	37	—	—	38	—	38
Changes of interests in subsidiaries without losing control		—	(4,582)	—	—	—	(4,582)	2,377	(2,205)
Transfer	23	—	—	—	184	(184)	—	—	—
As of March 31, 2015		81,681	148,676	(5,137)	36,934	121,337	383,491	47,124	430,615

Consolidated Statement of Cash Flows

(Millions of Yen)

	Note	Fiscal year ended March 31, 2014	Fiscal year ended March 31, 2015
Net cash generated from (used in) operating activities			
Profit before income tax expense		38,899	63,067
Depreciation and amortization		11,434	11,515
Share of profits of associates and joint ventures accounted for using the equity method		(1,331)	(5,071)
Interest and dividend income		(65,518)	(63,795)
Interest expense		22,365	22,122
(Increase) decrease in operational investment securities		(2,524)	16,984
Decrease (increase) in accounts receivables and other receivables		95,728	(59,017)
Increase in operational liabilities and other liabilities		3,388	4,828
Decrease (increase) in assets/liabilities related to securities business		7,370	(46,629)
(Decrease) increase in customer deposits in the banking business		(121,649)	21,696
Others		4,593	(28,573)
Subtotal		(7,245)	(62,873)
Interest and dividend income received		64,215	66,304
Interest paid		(25,054)	(22,086)
Income taxes paid		(2,515)	(17,542)
Net cash generated from (used in) operating activities		29,401	(36,197)
Net cash generated from investing activities			
Purchases of intangible assets		(5,409)	(5,772)
Purchases of investment securities		(9,791)	(24,166)
Proceeds from sales or redemption of investment securities		21,582	50,480
Acquisition of subsidiaries, net of cash and cash equivalents acquired	32	(2,057)	(6,649)
Proceeds from sales of subsidiaries, net of cash and cash equivalents disposed of	32	2,887	30,137
Payments of loans receivable		(3,787)	(2,579)
Collection of loans receivable		5,545	2,539
Others		7,841	8,315
Net cash generated from investing activities		16,811	52,305
Net cash generated from (used in) financing activities			
Increase in short term loans payable		47,918	30,360
Proceeds from long-term loans payable		40,895	43,842
Repayment of long-term loans payable		(27,091)	(52,461)
Proceeds from issuance of bonds payable		101,012	49,866
Redemption of bonds payable		(65,470)	(76,400)
Proceeds from stock issuance		26	—
Proceeds from stock issuance to non-controlling interests		55	181
Contributions from non-controlling interests in consolidated investment funds		1,312	1,755
Cash dividends paid		(2,162)	(4,322)
Cash dividends paid to non-controlling interests		(530)	(453)
Distributions to non-controlling interests in consolidated investment funds		(2,084)	(5,043)
Purchase of treasury stock		(64)	(34)
Proceeds from sale of interests in subsidiaries to non-controlling interests		119	114
Payments for purchase of interests in subsidiaries from non-controlling interests		(145)	(1,321)
Others		(1,253)	(1,608)
Net cash generated from (used in) financing activities		92,538	(15,524)
Net increase in cash and cash equivalents		138,750	584
Cash and cash equivalents at the beginning of the year		133,362	276,221
Effect of changes in exchange rate on cash and cash equivalents		4,109	14,021
Cash and cash equivalents at the end of the year		276,221	290,826