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SBI HOLDINGS, INC.

(Incorporated in Japan with limited liability)

(Stock Code: 6488)

THIRD QUARTERLY RESULTS ANNOUNCEMENT FOR THE NINE MONTHS ENDED 31 DECEMBER 2011 AND RESUMPTION OF TRADING

The board of directors (the “Directors”) of SBI HOLDINGS, INC. (the “Company”) is pleased to announce the consolidated results of the Company and its consolidated subsidiaries (collectively the “Group”) for the nine months ended 31 December 2011.

At the request of the Company, trading in its Hong Kong depositary receipts was suspended with effect from 9:00 a.m. on Tuesday, 31 January 2012, pending the release of this announcement. An application will be made by the Company to the Stock Exchange for resumption of trading in the Hong Kong depositary receipts with effect from 1:30 p.m. on Tuesday, 31 January 2012.

(Amounts are rounded down to the nearest million Japanese yen)

1. Consolidated Financial Results

(1) Consolidated Operating Results

(Percentages represent year-on-year changes)

	<u>Net sales</u>		<u>Operating income</u>		<u>Ordinary income</u>		<u>Net income</u>	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended 31 December 2011	104,720	8.5	9,069	92.2	7,187	728.6	310	(79.4)
Nine months ended 31 December 2010	96,561	6.3	4,719	13.1	867	(61.5)	1,510	1.7

(Note) Total comprehensive income (loss) Nine months ended 31 December 2011: (7,291) million yen (—%)
 Nine months ended 31 December 2010: (7,565) million yen (—%)

	<u>Net income per share</u>	<u>Diluted net income per share</u>
	Yen	Yen
Nine months ended 31 December 2011	14.12	8.30
Nine months ended 31 December 2010	79.63	69.76

1. BUSINESS RESULTS

(1) Analysis of Business Results

The consolidated performance for the nine months ended 31 December 2011 resulted in net sales of ¥104,720 million (a 8.5% year-on-year increase), operating income of ¥9,069 million (a 92.2% year-on-year increase), ordinary income of ¥7,187 million (a 728.6% year-on-year increase), and net income of ¥310 million (a 79.4% year-on-year decrease).

Net sales by business segment are as indicated below.

Segment	Nine months ended 31 December			
	2010		2011	
	Millions of Yen	%	Millions of Yen	%
Asset Management Business	14,973	15.5	27,221	26.0
Investment in Securities	13,258		25,700	
Revenue from Operational Investment Securities	12,243		24,843	
Fees from Funds	1,014		857	
Investment Advisory Services and Others	1,715		1,520	
Brokerage & Investment Banking Business	35,145	36.4	32,413	31.0
Financial Services Business	22,194	23.0	30,796	29.4
Marketplace Business	4,348		3,693	
Financial Products Business	6,568		7,071	
Financial Solutions Business	6,140		7,037	
Other Businesses	5,136		12,993	
Housing and Real Estate Business	17,079	17.7	12,716	12.1
Real Estate Business	7,270		3,462	
Financial Real Estate Business	8,612		8,059	
Lifestyle Networks Business	1,196		1,193	
Sub-total	89,393	92.6	103,147	98.5
Others	12,246	12.7	7,484	7.1
Inter-segment revenues	(5,078)	(5.3)	(5,911)	(5.6)
Net sales	96,561	100.0	104,720	100.0

(Note) "Others" column includes revenues in businesses not determined as reportable segments.

<Net Sales>

1) Asset Management Business

In the Asset Management Business net sales come from two major business categories, the Investment in Securities Business and the Investment Advisory Services/ Other Businesses.

(Investment in Securities Business)

The Group invests in venture capital companies in various industries both inside and outside of Japan, such as IT, biotechnology, environment and energy, and financial sectors. Revenues come from two main sources in the investment in securities business: (1) "revenue from operational investment securities", which is derived from the sale of operational investment securities held for the purpose of securing capital gains, and (2) "fees from funds", which are revenues comprised of fund establishment fees, fund management fees and incentive fees that are based on a fund's performance. When the Company or its consolidated subsidiaries invest in a fund operated by the Group, all net sales from the funds under the scope of consolidation, including the revenues corresponding to the stakes of other investors, are booked as revenue from operational investment securities.

In the nine months ended 31 December 2011, revenue from operational investment securities increased 102.9% year-on-year to ¥24,843 million. This primarily reflected net sales from the funds under the scope of consolidation and revenues from overseas investments. Revenue from fees from funds amounted to ¥857 million (down 15.5% year-on-year), which primarily reflected management fees from SBI BROADBAND CAPITAL Silent Partnership and the SBI BB Media Investment Limited Partnership.

(Investment Advisory Services and Other Businesses)

Net sales from investment advisory services and other businesses declined 11.4% year-on-year to ¥1,520 million for the nine months. Revenues mainly came from investment trust management fees and interest income from operational loans receivable.

2) Brokerage & Investment Banking Business

Net sales in the Brokerage & Investment Banking Business are derived mainly from brokerage commission from securities transactions, underwriting and sales fees for initial public offerings, commissions from placement and sales of stock, and net trading income and financial revenue from spread on foreign exchange margin transactions and the like.

In the nine months ended 31 December 2011, net sales in this business decreased 7.8% year-on year to ¥32,413 million, which was primarily generated by SBI SECURITIES Co., Ltd. and SBI Liquidity Market Co., Ltd.

3) Financial Services Business

Net sales in the Financial Services Business are comprised of revenues generated in four business components: the Marketplace Business, the Financial Products Business and the Financial Solutions Business and Other Businesses.

(Marketplace Business)

In this business, the Group operates various finance-related comparison websites such as “InsWeb”, an insurance portal site, and “E-LOAN”, to offer a marketplace of services that enables consumers to search and compare information on financial products and services online.

In the nine months ended 31 December 2011, net sales in the Marketplace Business declined 15.1% year-on-year to ¥3,693 million, which were primarily posted by the Company.

(Financial Products Business)

In the Financial Products Business, we provide a wide range of financial products and services including credit cards, comprehensive leasing services, auto loans and guarantee services, management and collection of specified monetary claims, and receipt financing that involves medical care payment receivable factoring and providing funds.

In the nine months, net sales in the Financial Products Business rose 7.7% year-on-year to ¥7,071 million. These revenues were posted by SBI Card Co., Ltd., SBI Lease Co., Ltd., SBI Credit Co., Ltd., SBI Servicer Co., Ltd. and SBI Receipt Co., Ltd.

(Financial Solutions Business)

In the Financial Solution Business, we mainly provide online settlement services for EC business operators and call center services for financial institutions.

In the nine months, net sales in this business rose 14.6% year-on-year to ¥7,037 million. This revenue was primarily generated by SBI VeriTrans Co., Ltd. and SBI Business Support Corp.

(Other Businesses)

In the category of Other Businesses, the Group is primarily engaged in the non-life insurance business with the Internet being the key service channel and the business of providing information on evaluations of financial products, particularly investment trusts, online.

Net sales in this category increased 152.9% year-on-year to ¥12,993 million in the nine months. Revenues were mainly generated by SBI Insurance Co., Ltd. and Morningstar Japan K.K.

4) Housing and Real Estate Business

In the Housing and Real Estate Business, net sales come from the Real Estate Business, the Financial Real Estate Business and the Lifestyle Networks Business.

(Real Estate Business)

In the Real Estate Business, we are primarily engaged in the development and sale of properties for investment purposes, planning and design services associated with investment properties, and advisory services for constructions and real estate.

In the nine months ended 31 December 2011, net sales declined 52.4% year-on-year to ¥3,462 million. This was primarily generated by the Company and SBI Life Living Co., Ltd.

(Financial Real Estate Business)

The Financial Real Estate Business involves provision of housing loans and real estate secured loans.

In the nine months, net sales in this business decreased 6.4% year-on-year to ¥8,059 million. The revenues primarily come from SBI Mortgage Co., Ltd. and CEM Corporation.

(Lifestyle Networks Business)

In the Lifestyle Networks Business, we are mainly engaged in the operation of websites for online intermediary services and comparison and estimate service.

Net sales for the nine months, which was mainly contributed by SBI Life Living Co., Ltd., declined 0.2% year-on-year to ¥1,193 million.

5) Others

In the nine months ended 31 December 2011, net sales in businesses not determined as reportable segments, which consisted of system-related business and drug-discovery business, decreased 38.9% year-on-year to ¥7,484 million.

(Note) Net sales by business segment indicated are before eliminations of intersegment revenues.

<Cost of Sales>

1) Asset Management Business

In the nine months ended 31 December 2011, cost of sales for the Asset Management Business increased 29.1% year-on-year to ¥10,090 million, the primary component of which was cost of operational investment securities.

2) Brokerage & Investment Banking Business

In the nine months, cost of sales for this business decreased 1.6% year-on-year to ¥3,500 million, which were comprised primarily of financing costs such as interest expenses and financial expenses associated with margin or lending transactions.

3) Financial Services Business

In the nine months, cost of sales for this business increased 63.1% year-on-year to ¥26,573 million, related primarily to insurance underwriting expenses.

4) Housing and Real Estate Business

Operating costs for this business decreased 51.2% year-on-year to ¥3,924 million during the nine months. The costs were primarily sales cost of real estate for sale.

5) Other

In the nine months, costs of sales for businesses not determined as reportable segments were mainly consisted of the costs for the system-related business and decreased 37.7% year-on-year to ¥6,052 million.

(Note) Operating costs by business segment are results before eliminations of intersegment costs.

<Selling, General and Administrative Expenses>

During the nine months ended 31 December 2011, selling, general and administrative expenses amounted to ¥47,095 million, decreased 0.7% year-on-year, and consisted primarily of personnel expenses and securities system outsourcing costs.

<Non-operating Income>

Non-operating income for the nine months ended 31 December 2011 amounted to ¥3,050 million, up 121.0% year-on-year. This was primarily share of results of affiliates.

<Non-operating Expense>

Non-operating expenses for the nine months ended 31 December 2011 declined 5.7% year-on-year to ¥4,933 million, consisting primarily of interest expenses.

<Extraordinary Income>

During the nine months ended 31 December 2011, extraordinary income declined 52.4% year-on-year to ¥2,527 million. This was mainly gains on sales of investment securities.

<Extraordinary Expense>

Extraordinary loss for the nine months ended for 31 December 2011 decreased 33.9% year-on-year to ¥2,165 million. This consisted primarily of losses on sales of investment securities.

(2) Analysis of Financial Conditions

As at 31 December 2011, total assets stood at ¥1,546,025 million, up ¥252,419 million from ¥1,293,606 million at the end of the previous consolidated fiscal year ended 31 March 2011. Owing primarily to the issuance of new shares under the listing on the main board of the Hong Kong Stock Exchange and offering of Hong Kong depositary receipts representing the Company's common shares, net assets amounted to ¥459,748 million, up ¥2,765 million from the end of the previous consolidated fiscal year.

Cash and cash equivalents as at 31 December 2011 totaled ¥128,469 million, down ¥20,317 million compared with the balance of ¥148,786 million at the end of the previous consolidated fiscal year. The following is a summary of cash flows and underlying factors.

(Net Cash used in Operating Activities)

Net cash used in operating activities for the nine months ended 31 December 2011 totaled ¥13,228 million, compared with net cash from operating activities of ¥41,911 million in the corresponding period of the previous consolidated fiscal year. This mainly reflected cash outflows of ¥252,000 million for increase in cash segregated as deposits and of ¥31,275 million for increase in margin transaction assets, net, and cash outflow of ¥29,312 million for decrease in guarantee deposits received despite the cash inflow of ¥275,230 million for increase in deposits from customers.

(Net Cash used in Investing Activities)

Net cash used in investing activities for the nine months totaled ¥14,561 million, compared with net cash used in the corresponding period of the previous consolidated fiscal year of ¥12,486 million. This was mainly attributable to cash outflows of ¥11,867 million for purchases of investment securities and of ¥17,139 million for payments of loans receivable despite the cash inflow of ¥19,122 million for collection of loans receivable.

(Net Cash from Financing Activities)

Net cash from financing activities for the nine months totaled ¥9,946 million, compared with net cash from financing activities in the corresponding period of the previous consolidated fiscal year of ¥12,503 million. This mainly reflected cash inflows of ¥16,714 million for proceeds from stock issuance despite the cash outflow of ¥2,940 million for purchases of treasury stock.

2. INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(Amounts in millions of Japanese Yen, rounded down to the nearest million except for per share information, unless otherwise stated)

(1) INTERIM CONSOLIDATED BALANCE SHEETS

	As at 31 March 2011	As at 31 December 2011
Assets		
Current assets		
Cash and deposits	150,268	128,825
Notes and accounts receivable-trade	10,658	12,162
Short-term investment securities	292	171
Cash segregated as deposits	347,865	607,065
Operational investment securities	132,773	140,349
Operational loans receivable	27,905	36,085
Real estate inventories	16,812	16,970
Trading instruments	2,701	223
Margin transaction assets	250,399	242,390
Others	93,118	96,548
Allowance for doubtful accounts	(4,017)	(3,415)
Total current assets	<u>1,028,779</u>	<u>1,277,377</u>
Non-current assets		
Property and equipment	28,431	27,967
Intangible assets		
Goodwill	126,297	122,701
Others	13,946	14,376
Total intangible assets	<u>140,244</u>	<u>137,077</u>
Investments and other assets	90,250	95,440
Total non-current assets	<u>258,926</u>	<u>260,485</u>
Deferred charges	5,900	8,162
Total assets	<u><u>1,293,606</u></u>	<u><u>1,546,025</u></u>

	As at 31 March 2011	As at 31 December 2011
Liabilities		
Current liabilities		
Short-term loans payable	97,164	97,077
Current portion of long-term loans payable	12,147	11,149
Current portion of bonds payable	70,060	70,060
Accrued income taxes	4,574	2,109
Margin transaction liabilities	143,757	104,472
Guarantee deposits received	309,134	279,822
Deposits from customers	37,819	310,007
Provisions	527	1,156
Others	105,411	152,021
Total current liabilities	<u>780,597</u>	<u>1,027,877</u>
Non-current Liabilities		
Bonds payable	540	480
Long-term loans payable	31,366	30,085
Provisions	930	766
Others	17,991	22,635
Total non-current liabilities	<u>50,828</u>	<u>53,968</u>
Statutory reserves		
Reserve for financial products transaction liabilities	5,196	4,431
Reserve for price fluctuation	0	0
Total statutory reserves	<u>5,197</u>	<u>4,431</u>
Total liabilities	<u>836,623</u>	<u>1,086,277</u>
Net assets		
Shareholders' equity		
Capital	73,236	81,663
Capital surplus	236,920	248,728
Retained earnings	88,073	85,574
Treasury stock	(246)	(3,167)
Total shareholders' equity	<u>397,983</u>	<u>412,798</u>
Accumulated other comprehensive income (loss)		
Unrealized losses on available-for-sale securities	(3,902)	(5,946)
Deferred losses on derivatives under hedge accounting	(239)	(3,710)
Foreign currency translation adjustments	(3,012)	(8,102)
Total accumulated other comprehensive income (loss)	<u>(7,155)</u>	<u>(17,759)</u>
Stock acquisition rights	11	10
Minority interests	66,142	64,698
Total net assets	<u>456,982</u>	<u>459,748</u>
Total liabilities and net assets	<u><u>1,293,606</u></u>	<u><u>1,546,025</u></u>

(2) INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS

	Nine months ended 31 December	
	2010	2011
Net sales	96,561	104,720
Cost of sales	44,403	48,555
Gross profit	52,157	56,165
Selling, general and administrative expenses	47,438	47,095
Operating income	4,719	9,069
Non-operating income		
Interest income	295	343
Dividend income	184	205
Share of results of affiliates	533	2,036
Others	367	465
Total non-operating income	1,380	3,050
Non-operating expense		
Interest expense	2,049	1,713
Amortization of deferred operating costs under Article 113 of the Insurance Business Act	591	1,131
Foreign exchange losses	1,591	963
Others	1,000	1,125
Total non-operating expense	5,233	4,933
Ordinary income	867	7,187
Extraordinary income		
Gains on sales of investment securities	2,729	1,414
Reversal of statutory reserves	2,022	765
Others	561	347
Total extraordinary income	5,313	2,527
Extraordinary expense		
Impairment loss	716	—
Losses on sales of investment securities	3	1,065
Losses on disposal of subsidiaries and affiliates	635	421
Impact from applying the Accounting Standard of Asset Retirement Obligation	501	—
Provision of statutory reserves	0	0
Others	1,420	678
Total extraordinary expense	3,276	2,165
Income before income taxes	2,903	7,549
Income taxes-current	(6,225)	(6,150)
Income taxes-deferred	2,383	1,555
Total income taxes	(3,841)	(4,595)
Net income (loss) before minority interests	(937)	2,954
Minority interests in income (loss)	(2,448)	2,643
Net income	1,510	310

(3) INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Nine months ended 31 December	
	2010	2011
Net income (loss) before minority interests	(937)	2,954
Other comprehensive income (loss)		
Unrealized losses on available-for-sale securities	(3,512)	(1,280)
Deferred gains (losses) on derivatives under hedge accounting	(15)	1
Foreign currency translation adjustments	(2,170)	(4,223)
Share of other comprehensive income (loss) of equity method affiliates	(928)	(4,742)
Total other comprehensive income (loss) for the period	(6,627)	(10,245)
Total comprehensive income (loss) for the period	(7,565)	(7,291)
Total comprehensive income (loss) for the period attributable to:		
-Owners of the parent	(4,800)	(10,112)
-Minority interests	(2,765)	2,820

(4) INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Nine months ended 31 December	
	2010	2011
Net cash from (used in) operating activities		
Income before income taxes	2,903	7,549
Adjustments for:		
Depreciation and amortization	4,612	6,064
Amortization of goodwill	6,221	5,872
Increase in provision	3,461	4,686
Share of results of affiliates	(533)	(2,036)
Write-down of operational investment securities	1,345	1,960
Equity in earnings of funds	(1,681)	269
Gains on sales of investment securities	(2,726)	(349)
Foreign exchange losses	3,832	3,149
Interest and dividend income	(13,015)	(11,948)
Interest expense	5,026	4,341
Changes in assets and liabilities:		
Increase in operational investment securities	(18,672)	(21,249)
Increase in operational loans receivable	(1,075)	(8,476)
Decrease (increase) in real estate	2,375	(831)
Decrease in notes and accounts receivable-trade	964	96
Decrease in notes and accounts payable-trade	(888)	(1,346)
Increase in cash segregated as deposits	(4,000)	(252,000)
Decrease (increase) in trading instruments	(8,173)	4,694
Decrease (increase) in margin transaction assets, net	9,660	(31,275)
Increase in deposits from customers	3,602	275,230
Increase (decrease) in guarantee deposits received	1,751	(29,312)
Increase in loans payable secured by securities	49,118	38,546
Others, net	(2,374)	(7,297)
Subtotal	41,737	(13,661)
Interest and dividend income received	13,364	11,123
Interest expense paid	(4,798)	(4,293)
Income taxes paid	(8,392)	(6,396)
Net cash from (used in) operating activities	41,911	(13,228)
Net cash used in investing activities		
Purchases of intangible assets	(3,673)	(3,188)
Purchases of investment securities	(12,629)	(11,867)
Proceeds from sales of investment securities	5,642	1,043
Proceeds from sales of investments in subsidiaries	249	524
Purchases of investments in subsidiaries resulting in change in scope of consolidation	(99)	68
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	—	(264)
Purchases of investments in subsidiaries	(109)	(4,470)
Payments of loans receivable	(10,629)	(17,139)
Collection of loans receivable	9,062	19,122
Payments for lease and guarantee deposits	(496)	(296)
Proceeds from collection of lease and guarantee deposits	405	390
Others, net	(207)	1,515
Net cash used in investing activities	(12,486)	(14,561)

	Nine months ended 31 December	
	2010	2011
Net cash from financing activities		
Increase (decrease) in short-term loans payable	(6,597)	2,215
Proceeds from long-term loans payable	2,000	1,430
Repayment of long-term loans payable	(4,631)	(3,708)
Proceeds from issuance of bonds payable	61,029	59,948
Redemption of bonds payable	(73,100)	(60,060)
Proceeds from stock issuance	35,690	16,714
Proceeds from stock issuance to minority interests . . .	1,681	101
Contributions from minority shareholders in		
consolidated investment funds	2,655	1,479
Cash dividend paid	(1,670)	(2,380)
Cash dividend paid to minority shareholders	(150)	(182)
Distributions to minority shareholders in		
consolidated investment funds	(3,668)	(1,898)
Purchase of treasury stock	(3)	(2,940)
Others, net	(730)	(773)
Net cash from financing activities	<u>12,503</u>	<u>9,946</u>
Effect of changes in exchange rate on cash and cash equivalents	(3,504)	(3,327)
Net increase (decrease) in cash and cash equivalents . .	<u>38,423</u>	<u>(21,171)</u>
Increase in cash and cash equivalents from newly		
consolidated subsidiaries	—	874
Decrease in cash and cash equivalents resulting		
from deconsolidation of subsidiaries	(28)	(19)
Cash and cash equivalents at the beginning		
of the period	<u>142,581</u>	<u>148,786</u>
Cash and cash equivalents at the end		
of the period	<u><u>180,976</u></u>	<u><u>128,469</u></u>

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

I. SEGMENT INFORMATION

1. Information about reportable segments

Nine months ended 31 December 2010	Reportable segment					Sub-total	Others (Note)	Total
	Asset Management Business	Brokerage & Investment Banking Business	Financial Services Business	Housing and Real Estate Business				
Net Sales	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)
Revenue from customers	14,971	33,215	20,636	17,077	85,901	10,659	96,561	
Inter-segment revenue	1	1,929	1,558	1	3,491	1,586	5,078	
Total	14,973	35,145	22,194	17,079	89,393	12,246	101,639	
Segment operating income (loss)	4,674	4,169	171	2,483	11,498	(1,405)	10,092	

(Note) Business segments classified into "Others" are segment not determined as reportable segments which consisted of system-related business, drug-discovery business and garment business.

Nine months ended 31 December 2011	Reportable segment					Sub-total	Others (Note)	Total
	Asset Management Business	Brokerage & Investment Banking Business	Financial Services Business	Housing and Real Estate Business				
Net Sales	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)	(millions of Yen)
Revenue from customers	27,221	30,650	29,002	12,714	99,589	5,131	104,720	
Inter-segment revenue	0	1,763	1,793	1	3,558	2,353	5,911	
Total	27,221	32,413	30,796	12,716	103,147	7,484	110,632	
Segment operating income (loss)	14,194	2,557	(1,846)	2,110	17,016	(2,366)	14,649	

(Note) Business segments classified into "Others" are segment not determined as reportable segments which consisted of system-related business and drug-discovery business.

2. Reconciliation of the differences between the total amount of reportable segments and the total amount recorded in the consolidated financial statements

<u>Operating income</u>	Nine months ended 31 December	
	2010	2011
	millions of Yen	millions of Yen
Total of reportable segments	11,498	17,016
Losses of "Others"	(1,405)	(2,366)
Elimination among segments	(1,390)	(1,336)
Headquarters expenses (Note)	(3,982)	(4,243)
Operating income of consolidated financial statements	<u>4,719</u>	<u>9,069</u>

(Note) Headquarters expenses are general administrative expenses which are not attributable to reportable segments.

3. Impairment losses in each reportable segment

<u>Impairment losses</u>	Nine months ended 31 December	
	2010	2011
	millions of Yen	millions of Yen
Asset Management Business	—	—
Brokerage & Investment Banking Business (Note1)	350	—
Financial Services Business	5	—
Housing and Real Estate Business	—	—
Others (Note2)	360	—
Headquarters expenses and elimination among segments	—	—
Total	<u>716</u>	<u>—</u>

(Notes)

1. Implementation of a new online securities operation system necessitated the disposal of the assets used for the prior operation system.
2. "Others" consist of health care related business.

II. SIGNIFICANT CHANGES IN NET ASSETS

1. Outstanding number of capital stock and treasury stock

Nine months ended 31 December 2011	As at 31 March 2011 (share)	Increase (share)	Decrease (share)	As at 31 December 2011 (share)
Outstanding capital stock				
Common shares (Note 1, 2)	19,944,018	2,432,216	—	22,376,234
Treasury stock				
Common shares (Note 2, 3, 4)	14,621	455,200	—	469,821

(Notes)

1. The Company issued new shares of which payment dates were on 12 April and 9 May 2011, relating to the listing on the main board of the Hong Kong Stock Exchange and offering of Hong Kong depository receipts representing the Company's common shares. Number of shares outstanding increased by 2,000,000, and Capital stock and Capital surplus increased by ¥8,427 million.

2. The Company issued new shares to make its consolidated subsidiary, SBI VeriTrans Co., Ltd., a wholly-owned subsidiary through a share exchange on 1 August 2011. Relating to the share exchange, number of shares outstanding increased by 432,216 and Capital surplus increased by ¥3,379 million, and number of treasury stock increased by 60,000.

3. The Company repurchased its own 321,373 shares for ¥1,999 million aiming to improve capital efficiency and to make possible agile financial strategy with its treasury shares taking the situation that its stock price was undervalued against (remains at lower level than) the market and industry average into consideration.

4. Stock Benefit Trust purchased the Company's 73,827 shares for ¥462 million, and they were accounted for as treasury stock. Please refer to IV. ADDITIONAL INFORMATION—"Stock Benefit Trust" for detailed information.

As stated above, Capital stock, Capital surplus, and Treasury stock increased to ¥81,663 million, ¥248,728 million, and ¥3,167 million, respectively.

2. Dividends

Dividend paid

Nine months ended 31 December 2011						
Resolution	Type of share	Dividend amount (millions of Yen)	Amount per share (Yen)	Declared date	Effective date	Dividends source
Board of Directors' Meeting on 27 April 2011	Common shares	2,391	120	31 March 2011	9 June 2011	Retained earnings

III. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES DURING THE LAST NINE MONTHS

The Company has applied “Accounting Standard for Accounting Changes and Error Corrections”(ASBJ Statement No. 24 issued on 4 December 2009) and “Guidance on Accounting Standard for Accounting Changes and Error Corrections”(ASBJ Guidance No.24 issued on 4 December 2009) to the accounting changes and error corrections which have been made after 31 March 2011.

IV. ADDITIONAL INFORMATION

Stock Benefit Trust

At the board meeting held on 29 September 2011, the Directors of the Company resolved to introduce “Stock Benefit Trust (Employee Stockholding Association Purchase-type)” (hereinafter the “Plan” and the “Trust”).

The purpose of the Plan is to improve employees’ welfare and to increase their motivations for work and awareness of the Company’s stock performance through its steady provision of the stock to the employee stockholding association and distribution of the profit created by trust property management in order to increase our corporate value.

The Trust’s assets and liabilities, and income and expenses were included in the Group’s consolidated financial statements. Since the Company’s stock held by the Trust was accounted for as treasury stock in the consolidated financial statements, the number of the stock was included in the number of treasury stock and not included in the number of shares outstanding.

The number of treasury stock held by the Trust as at 31 December 2011 was 73,827 and the average number of treasury stock held by the Trust for the nine months ended 31 December 2011 was 13,840.

Tax Reform 2011

Due to Tax Reform 2011(the “Tax Reform”), effective tax rate of 40.69% used for the calculation of deferred tax assets and liabilities was changed and new effective tax rate of 38.01% and 35.64% were applied to the deductible and taxable temporary differences depending on the period when the temporary differences are expected to reverse.

The Tax Reform also set a ceiling on annual deduction for unused tax carry-forward losses to 80% of annual taxable profit.

As a result, net deferred tax assets were decreased by ¥2,134 million and income tax deferred was increased by ¥2,236 million.

V. EVENT AFTER THE REPORTING PERIOD

Issuance of Unsecured Straight Bonds

The Company issued its Unsecured Straight Bonds (“the Bonds”) of ¥30 billion pursuant to the resolution at the board meeting held on 22 December 2011. The Bonds were offered and issued in Japan. The details of the Bonds are as follows.

SBI Holdings, Inc. 4th Series of Unsecured Straight Bonds (with inter-bond pari passu clause)

(1) Total amount of issue	30 billion yen
(2) Denomination of each Bond	1 million yen
(3) Interest rate	2.16 per annum
(4) Issue price	100 yen per face-value of 100 yen
(5) Subscription period	From 16 January to 26 January 2012
(6) Payment date	30 January 2012
(7) Maturity date	30 January 2015
(8) Use of proceeds	Proceeds are expected to be applied to redemption of the Company's bonds.
(9) Underwriters	Daiwa Securities Capital Markets Co., Ltd. SBI Securities Co., Ltd. Mizuho Securities Co., Ltd.
(10) Bond Administrator	Resona Bank, Limited

3. RESUMPTION OF TRADING

At the request of the Company, trading in its Hong Kong depositary receipts was suspended with effect from 9:00 a.m. on Tuesday, 31 January 2012, pending the release of this announcement. An application will be made by the Company to the Stock Exchange for resumption of trading in the Hong Kong depositary receipts with effect from 1:30 p.m. on Tuesday, 31 January 2012.

On behalf of the Board

SBI Holdings, Inc.

Yoshitaka Kitao

Chief Executive Officer

As of the date of this announcement, the executive Directors are Mr. Yoshitaka Kitao, Mr. Taro Izuchi, Mr. Takashi Nakagawa, Mr. Kenji Hirai, Mr. Tomoya Asakura, Mr. Takashi Okita, Mr. Noriaki Maruyama, Mr. Shumpei Morita, Mr. Shinji Yamauchi, Mr. Makoto Miyazaki, Mr. Yoshimi Takahashi, and Mr. Masaki Takayanagi, the non-executive Directors are Mr. Yasutaro Sawada, Mr. Hiroyoshi Kido, Mr. Noriyoshi Kimura and Mr. Hiroshi Tasaka and the independent non-executive Directors are Mr. Masaki Yoshida, Mr. Kiyoshi Nagano, Mr. Keiji Watanabe, Mr. Takeshi Natsuno and Mr. Akihiro Tamaki.

4. SUPPLEMENTARY INFORMATION

Asset Management Business

The size of managed investment partnerships, etc. in the Asset Management Business amounted to ¥426.8 billion. This included funds worth ¥77.4 billion in the IT and biotechnology categories (the sum of net assets at market value as at the most recent fiscal closing of each fund), ¥8.0 billion in the environment & energy category (ditto), ¥97.5 billion in the overseas category (ditto), ¥34.2 billion in the buyout and mezzanine categories (ditto), ¥179.4 billion in the area including investment trusts, investment advisory and other (net assets at market value based on constant value as at 31 December 2011) as well as ¥30.1 billion in the real estate category (the total investment amount as at 31 December 2011).

The status of management of investment partnerships, etc. and the results of investment operations are described below.

(i) Investment Partnerships, etc. under Management

The following provides information on principal funds based on the most recent fiscal closing results (including interim and quarterly fiscal closing results) as at 31 December 2011.

	Management Company	Date Established	Fiscal Closing (Interim, etc.)	Major Investment Targets	Audit Corporation	Number of Portfolio Companies	Commitment Amount (Millions of Yen)	SBI's Investment Ratio (Group's Investment Ratio) (%)	Net Asset Value (Millions of Yen)	Incentive Fee (Millions of Yen)
		Contract Maturity Date (Maturity Date after Extension)				Investment Balance (Millions of Yen)	Cumulative Dividend (Millions of Yen)		Amount of Net Assets at Market Value (Millions of Yen)	
SBI BB MEDIA INVESTMENT LIMITED PARTNERSHIP	SBI Investment Co., Ltd.	24 March, 2005	December (June)	Content/ media/ broadband-related companies inside and outside of Japan	Yusei Audit & Co.	88	20,000	9.5 (10.0)	13,534	—
		30 June, 2012				13,302	—		12,102	
SBI BB Mobile Investment LPS (Note 7)	SBI Investment Co., Ltd.	30 March, 2006	December (June)	Mobile technology-related companies inside and outside of Japan	Deloitte Touche Tohmatsu LLC	111	32,000	35.9 (36.9)	26,297	—
		31 December, 2013				22,976	—		26,528	
SBI NEO Technology Investment LPS (Notes 7, 8)	SBI Investment Co., Ltd.	1 July, 2008	December (June)	Unlisted and listed companies in IT, environment and other fields inside and outside of Japan	Deloitte Touche Tohmatsu LLC	32	10,400	43.5 (48.5)	9,293	—
		31 December, 2013 (31 December, 2015)				3,656	—		9,207	
SBI Advanced Technology No.1 Investment LPS (Note 7)	SBI Investment Co., Ltd.	20 April, 2010	December (June)	Unlisted and listed companies in IT, biotechnology, environment, energy and other fields inside and outside of Japan	Deloitte Touche Tohmatsu LLC	6	3,500	31.4 (37.1)	3,305	—
		31 December, 2018 (31 December, 2020)				184	—		3,298	
SBI Mezzanine Fund No2 LIMITED PARTNERSHIP (Note 7)	SBI Capital Solutions Co., Ltd.	12 April, 2005	January (July)	Companies in need of DIP finance, etc. inside and outside of Japan	Deloitte Touche Tohmatsu LLC	6	9,710	61.8 (73.2)	322	676
		31 January, 2013 (31 March, 2015)				254	12,092		322	

	Management Company	Date Established	Fiscal Closing (Interim, etc.)	Major Investment Targets	Audit Corporation	Number of Portfolio Companies	Commitment Amount (Millions of Yen)	SBI's Investment Ratio (Group's Investment Ratio) (%)	Net Asset Value (Millions of Yen)	Incentive Fee (Millions of Yen)
		Contract Maturity Date (Maturity Date after Extension)				Investment Balance (Millions of Yen)	Cumulative Dividend (Millions of Yen)		Amount of Net Assets at Market Value (Millions of Yen)	
Metropolitan Enterprise Revitalization Fund, Limited Liability Investment Partnership (Note 7)	SBI Capital Solutions Co., Ltd.	13 March, 2006	January (July)	Companies in need of DIP finance, etc. conducting business in the Tokyo metropolitan area	Deloitte Touche Tohmatsu LLC	3	2,700	0.0 (7.4)	98	192
		31 January, 2013				101	3,223		98	
SBI Mezzanine Fund No.3 LIMITED PARTNERSHIP (Note 7)	SBI Capital Solutions Co., Ltd.	30 October, 2008	January (July)	Companies in need of DIP finance, etc. inside and outside of Japan	Deloitte Touche Tohmatsu LLC	18	7,300	82.2 (100.0)	7,424	60
		31 January, 2016 (31 March, 2018)				3,373	111		7,424	
Metropolitan Enterprise Revitalization Fund, Limited Liability Investment Partnership No.2 (Note 7)	SBI Capital Solutions Co., Ltd.	10 September, 2009	January (July)	Companies in need of DIP finance, etc. conducting business in the Tokyo metropolitan area	Deloitte Touche Tohmatsu LLC	16	2,700	0.0 (7.4)	2,738	-
		31 January, 2016 (31 March, 2018)				1,227	38		2,738	
SBI Value Up Fund No.1 Limited Partnership (Note 7)	SBI CAPITAL Co., Ltd.	1 September, 2006	November (May)	Buyout investment, enterprise revitalization investment, and minority investment in listed companies	Deloitte Touche Tohmatsu LLC	5	23,100	43.3 (49.8)	20,728	114
		30 November, 2014 (31 August, 2016)				16,517	438		20,601	
SBI Value Up Fund No.2 Limited Partnership (Note 7)	SBI CAPITAL Co., Ltd.	1 December, 2011	December (June)	Buyout investment	Deloitte Touche Tohmatsu LLC	-	3,100	16.1 (64.5)	3,091	-
		30 November, 2021 (30 November, 2023)				-	-		3,091	
SBI Selective Target Investment LPS (Note 7)	SBI Investment Co., Ltd.	2 February, 2010	December (June)	Investment primarily in companies already targeted by the Group and which are highly likely to go public	Yusei Audit & Co.	2	900	27.8 (33.3)	891	-
		31 January, 2013 (31 January, 2015)				849	-		821	
SBI Innovation Fund No.1 (Note 7)	SBI Investment Co., Ltd.	31 March, 2010	December (June)	Unlisted and listed companies in Japan	Yusei Audit & Co.	10	3,000	96.7 (100.0)	2,861	-
		30 June, 2020 (30 June, 2022)				2,991	-		2,876	
SBI Entertainment Fund No. 2	SBI Investment Co., Ltd.	31 March, 2010	December (June)	Unlisted and listed companies inside and outside of Japan	Yusei Audit & Co.	2	2,102	0.0 (0.1)	2,047	-
		30 June, 2015 (30 June, 2017)				3,567	-		388	

	Management Company	Date Established	Fiscal Closing (Interim, etc.)	Major Investment Targets	Audit Corporation	Number of Portfolio Companies	Commitment Amount (Millions of Yen)	SBI's Investment Ratio (Group's Investment Ratio) (%)	Net Asset Value (Millions of Yen)	Incentive Fee (Millions of Yen)
		Contract Maturity Date (Maturity Date after Extension)				Investment Balance (Millions of Yen)	Cumulative Dividend (Millions of Yen)		Amount of Net Assets at Market Value (Millions of Yen)	
SBI Real Incubation No.1 Limited Partnership (Note 7)	SBI Investment Co., Ltd.	1 September, 2003	August (February)	Franchise companies and other	Yusei Audit & Co.	15	1,800	10.0 (26.7)	896	—
		31 August, 2013				864	124		901	
Biovision Life Science Fund No.1 (Note 7)	SBI Investment Co., Ltd.	24 December, 2003	November	Biotechnology-related companies inside and outside of Japan	Deloitte Touche Tohmatsu LLC	12	4,200	50.0 (61.9)	2,064	—
		30 September, 2012 (30 September, 2014)				2,248	—		1,665	
SBI Bio Life Science Investment LPS (Note 7)	SBI Investment Co., Ltd.	1 August, 2005	November (May)	Biotechnology-related companies inside and outside of Japan	Deloitte Touche Tohmatsu LLC	16	6,300	46.0 (47.6)	3,559	—
		30 November, 2012 (30 November, 2014)				3,303	—		3,102	
SBI LIFE SCIENCE TECHNOLOGY INVESTMENT LPS (Notes 7, 9)	SBI Investment Co., Ltd.	1 March, 2007	November (May)	Biotechnology-related companies inside and outside of Japan	Deloitte Touche Tohmatsu LLC	19	9,800	51.0 (54.1)	8,174	—
		30 November, 2015 (30 November, 2017)				6,744	—		7,941	
Energy & Environment No. 1 Limited Partnership	Energy & Environment, Inc.	5 September, 2007	December (June)	Primarily companies engaged in businesses related to electricity, energy and environment inside and outside of Japan	Ernst & Young ShinNihon LLC	14	3,504	49.9 (50.1)	1,824	—
		31 December, 2016 (31 December, 2018)				1,610	—		1,997	
EEI Clean Technology Investment Limited Partnership	Energy & Environment, Inc.	30 September, 2011	December (June)	Primarily companies engaged in businesses related to clean technology and related service inside and outside of Japan	Ernst & Young ShinNihon LLC	2	6,070	32.9 (34.1)	6,023	—
		30 September, 2021 (30 September, 2023)				175	—		6,023	
NEW HORIZON FUND, L.P. (Notes 10, 11)	NEW HORIZON PARTNERS LTD.	30 May, 2005	December	Primarily promising Chinese companies	Price Waterhouse Coopers	5	7,773	0.0 (50.0)	1,611	4,439
		30 May, 2012 (30 May, 2014)				2,229	29,956		3,591	
SBI & TH Venture Capital Enterprise (Notes 7, 11)	SBI&TH (Beijing) Venture Capital Management Co., Ltd.	18 January, 2008	December	Primarily promising Chinese companies	ShineWing Certified Public Accountants	7	2,681	86.1 (87.1)	2,631	—
		17 January, 2016				1,339	—		2,631	
SBI & BDJB CHINA FUND,L.P. (Note 11)	SBI & BDJB Management Limited	25 February, 2008	December	Primarily promising Chinese companies	RSM Nelson Wheeler Certified Public Accountants	4	7,780	50.0 (50.1)	7,271	111
		25 February, 2013 (25 February, 2015)				4,399	—		7,271	

	Management Company	Date Established	Fiscal Closing (Interim, etc.)	Major Investment Targets	Audit Corporation	Number of Portfolio Companies	Commitment Amount (Millions of Yen)	SBI's Investment Ratio (Group's Investment Ratio) (%)	Net Asset Value (Millions of Yen)	Incentive Fee (Millions of Yen)
		Contract Maturity Date (Maturity Date after Extension)				Investment Balance (Millions of Yen)	Cumulative Dividend (Millions of Yen)		Amount of Net Assets at Market Value (Millions of Yen)	
SBI Zhaoxin L.P. (Notes 7, 11)	SBI Zhaoxin Advisor Limited	11 March, 2009	December	Primarily unlisted Chinese companies	Ernst & Young	2	1,591	100.0 (100.0)	1,491	—
		10 March, 2014 (10 March, 2016)				415	—		1,491	
SBI & Capital 22 JV Fund, L.P. (Notes 7, 11)	SBI & Capital 22 Management Co. Ltd.	29 October, 2008	December	Unlisted companies and other in Taiwan and China	Ernst & Young	5	1,749	66.7 (66.7)	1,409	—
		14 November, 2013 (14 November, 2015)				388	333		1,424	
Kingston/SBI Credence Fund, L.P. (Note 11)	Kingston /SBI Credence Limited	14 September, 2011	March	Unlisted and listed companies in China ,Taiwan and Hong Kong	To be determined	—	7,773	50.0 (50.0)	7,773	—
		14 September, 2016 (14 September, 2018)				—	—		7,773	
SNSI Investment Fund Ltd. (Note 11)	SNSI Capital Management Inc.	15 July , 2011	December	Promising unlisted and listed companies in China ,Taiwan and Hong Kong	To be determined	—	1,399	33.3 (33.3)	1,399	—
		9 September, 2018				—	—		1,399	
India Japan Fund (Notes 7, 12)	SS Venture Services Limited	29 April, 2008	March	Primarily promising Indian companies	Ernst & Young	—	8,315	0.0 (100.0)	7,479	—
		29 April, 2013 (29 April, 2015)				—	—		7,479	
THE VIETNAM JAPAN FUND (Notes 7, 13)	FPT Fund Management Joint Stock Company	3 April, 2008	December	Primarily promising Vietnamese companies	Ernst & Young	7	5,880	0.0 (96.0)	5,615	—
		19 March, 2014 (19 March, 2017)				3,075	—		5,333	
SBI SOI Limited Partnership	SBI Discovery Fund Management Limited	4 June, 2008	December	Primarily university-led ventures in Asia	To be determined	—	500	0.0 (100.0)	500	—
		4 June, 2016 (4 June, 2018)				—	—		500	
PNB-SBI ASEAN Gateway Fund Ltd. P. (Note 11)	PNB-SBI ASEAN Gateway Investment Management Limited	10 December, 2009	December	Promising companies of ASEAN countries, China and India, and other	Ernst & Young	2	3,886	50.0 (50.0)	3,744	—
		31 March, 2015 (31 March, 2017)				798	—		3,744	
SBI Islamic Fund (Brunei) Limited (Note 14)	SBI (B) SDN BHD	28 June, 2010	December	Islamic companies worldwide in conformity to the Sharia (Islamic) law and other	Deloitte	—	4,491	50.0 (50.0)	4,345	—
		16 September, 2015 (16 September, 2017)				—	—		4,345	

	Management Company	Date Established	Fiscal Closing (Interim, etc.)	Major Investment Targets	Audit Corporation	Number of Portfolio Companies	Commitment Amount (Millions of Yen)	SBI's Investment Ratio (Group's Investment Ratio) (%)	Net Asset Value (Millions of Yen)	Incentive Fee (Millions of Yen)
		Contract Maturity Date (Maturity Date after Extension)				Investment Balance (Millions of Yen)	Cumulative Dividend (Millions of Yen)		Amount of Net Assets at Market Value (Millions of Yen)	
SBI Jefferies Asia Fund L.P. (Notes 7, 11)	SBI-Jefferies Strategic Investments Asia Ltd.	16 July, 2010	December	Promising companies of south Asia, southeastern Asia and etc.	Ernst & Young	3	3,886	80.0 (80.0)	3,787	—
		16 July, 2015 (16 July, 2017)				688	—		3,787	
Jefferies SBI USA Fund L.P. (Note 11)	Jefferies-SBI Strategic Investments USA LLC	25 June, 2010	December	Unlisted U.S. companies	Price Waterhouse Coopers	2	11,659	50.0 (50.0)	11,290	—
		25 June, 2020 (25 June, 2022)				3,417	—		11,290	
SBI-Metropol Investment Fund Cooperative U.A. (Note 11)	SBI-Metropol Fund Management Company Cooperative U.A.	19 November, 2010	December	Unlisted and listed companies in Russia	Ernst & Young	10	7,773	0.0 (50.0)	7,747	—
		19 November, 2017 (19 November, 2019)				742	—		7,464	
INVEST AD/SBI AFRICA FUND, L.P. (Note 11)	Invest AD/SBI Limited	11 January, 2011	December	Promising companies in north and central Africa	Ernst & Young	1	5,829	50.0 (50.0)	5,708	—
		11 January, 2016 (11 January, 2018)				238	—		5,706	
INVEST AD/SBI TURKEY FUND, L.P. (Note 11)	Invest AD/SBI Turkey Limited	22 May, 2011	December	Promising unlisted companies in Turkey	Ernst & Young	—	7,773	50.0 (50.0)	7,773	—
		22 May, 2016 (22 May, 2018)				—	—		7,773	
Total						425	242,924	37.8 (50.4)	196,742	5,592
						101,669	46,315		194,124	

(Notes)

1. Funds in the process of liquidation are as follows.

	Management Company	Date Established	Major Investment Targets	Audit Corporation	Number of Portfolio Companies	Commitment Amount (Millions of Yen)	SBI's Investment Ratio (Group's Investment Ratio) (%)	Net Asset Value (Millions of Yen)	Incentive Fee (Millions of Yen)
		Contract Maturity Date			Investment Balance (Millions of Yen)	Cumulative Dividend (Millions of Yen)		Amount of Net Assets at Market Value (Millions of Yen)	
Softbank Internet Fund	SOFT TREND CAPITAL Corp.	1 July, 1999	Internet-related and other companies inside and outside of Japan	Yusei Audit & Co.	3	12,300	0.0 (11.4)	525	—
		30 September, 2010			512	10,739		453	
SBI BROADBAND FUND No1 LIMITED PARTNERSHIP	SBI Investment Co., Ltd.	1 October, 2004	Broadband-related and other companies inside and outside of Japan	Yusei Audit & Co.	85	32,600	39.6 (39.9)	21,024	—
		31 August, 2011			18,877	1,793		20,304	
MASDAR-SBI Fund, L.P.	MASDAR-SBI Alternative Energy Fund Ltd.	22 December, 2008	Japanese alternative energy-related companies and other	Ernst & Young	—	1,554	0.0 (50.0)	—	—
		10 September, 2010			—	—		—	

2. The number of portfolio companies includes cases of investments in partnerships in addition to securities investment but excludes items to which impairment accounting was fully applied. In case an investment target falls under multiple funds, it is accounted for more than once in the total number of companies invested in.
3. SBI's investment ratio and the Group's investment ratio are ratios as at the end of the most recent fiscal closing (including interim and quarterly fiscal closing) of each fund.
4. Net asset value is derived based on acquisition cost (in case the value has declined considerably, the amount after impairment treatment) and in case allowance has been posted, the amount after deduction of allowance is used. The unpaid commitment amount is also included in the calculation.
5. The amount of net assets at market value represents the net asset value plus the impact of unrealized gain/loss on securities as at the end of the most recent fiscal period (including interim and quarterly fiscal periods) of each fund. In computing the market value, the closing price on the market as at the end of the most recent fiscal period (including interim and quarterly fiscal periods) of each fund was applied for each listed stock, while unlisted stocks, etc. were valued using acquisition costs. The unpaid commitment amount is also included in the calculation.
6. In case the initial fiscal closing has not arrived for a fund since its establishment, the number of portfolio companies and the investment balance are not recorded, and the commitment amount is indicated under the net asset value and the amount of net assets at market value.
7. This fund is included in the scope of consolidation in accordance with the "Practical Solution on Application of Control Criteria and Influence Criteria to Investment Associations" (Accounting Standards Board of Japan (ASBJ) Practical Solution Report No. 20, 8 September 2006).
8. Figures under SBI NEO Technology Investment LPS are aggregates of figures for SBI NEO Technology A Investment LPS and for SBI NEO Technology B Investment LPS. SBI's investment ratio/Group's investment ratio includes the portion of investment made by SBI NEO Technology C Investment LPS established on 19 June 2009.
9. Figures under SBI LIFE SCIENCE TECHNOLOGY INVESTMENT LPS include those for SBI LIFE SCIENCE TECHNOLOGY NO.2 INVESTMENT LPS.
10. NEW HORIZON FUND, L.P. performs the fiscal closing process on a quarterly basis, and the figures reflect the provisional fiscal closing results of 31 December 2011.
11. This fund has been set to provide U.S. dollar-based reporting. For the purpose of presentation herein, an exchange rate as at 31 December 2011 (USD1 = JPY77.73) was applied on U.S. dollar-based figures in calculating the investment balance, the commitment amount, the net asset value and the amount of net assets at market value.
12. This fund has been set to provide U.S. dollar-based reporting. For the purpose of presentation herein, the exchange rate as at 31 March 2011 (USD1 = JPY83.15) was applied on U.S. dollar-based figures in calculating the investment balance, the commitment amount, the net asset value and the amount of net assets at market value.
13. This fund has been set to provide Vietnamese dong-based reporting. For the purpose of presentation herein, the exchange rate as at 31 December 2011 (VND10,000 = JPY36.75) was applied on Vietnamese dong-based figures in calculating the investment balance, the commitment amount, the net asset value and the amount of net assets at market value.
14. This fund has been set to provide Singapore dollar-based reporting. For the purpose of presentation herein, the exchange rate as at 31 December 2011 (SGD1 = JPY59.88) was applied on Singaporean dollar-based figures in calculating the investment balance, the commitment amount, the net asset value and the amount of net assets at market value.

15. The number of portfolio companies of funds managed by SBI-HIKARI P.E. Co., Ltd., a consolidated subsidiary of the Company, amounted to a total of 95 companies based on the data at the end of the most recent fiscal closing (including interim closing) of each fund as at 31 December 2011. The investment balance totaled ¥4,289 million, the net asset value was ¥7,617 million and the amount of net assets at market value was ¥7,340 million. In case an investment target falls under multiple funds, it is accounted for more than once in the number of portfolio companies.
16. The number of portfolio companies of funds managed by SBI Trans-Science Co., Ltd., a consolidated subsidiary of the Company, amounted to a total of 32 companies based on the data at the end of the most recent fiscal closing (including interim closing) of each fund as at 31 December 2011. The investment balance totaled ¥1,108 million, the net asset value was ¥1,473million and the amount of net assets at market value was ¥1,271 million. In case an investment target falls under multiple funds, it is accounted for more than once in the number of portfolio companies.
17. The number of portfolio companies of funds managed by SBI Investment KOREA Co., Ltd., an affiliate of the Company accounted for under the equity method, amounted to a total of 39 companies based on the data at the end of the most recent fiscal closing (including interim closing) of each fund as at 31 December 2011. The investment balance totaled ¥4,964 million, the net asset value was ¥14,600 million and the amount of net assets at market value was ¥14,532 million. In case an investment target falls under multiple funds, it is accounted for more than once in the number of portfolio companies. Each fund has been set to provide Korean won-based reporting. For the purpose of presentation herein, the exchange rate as at the most recent fiscal closing of each fund was applied on Korean won-based figures in calculating the aforementioned investment balance, the commitment amount, the net asset value and the amount of net assets at market value.

(ii) Investment Operations**(ii)-1 Investment by Securities Type and Investment Balance**

Investment by Investment Partnerships, etc. Managed by the Group

Securities Type	Investments Executed			
	Nine months ended 31 December 2010		Nine months ended 31 December 2011	
	Amount (Millions of Yen)	Number of Companies	Amount (Millions of Yen)	Number of Companies
Stocks	15,943	72	26,114	70
Bonds with subscription rights to shares	727	7	1,291	5
Subscription rights to shares	946	5	—	1
Other (corporate bonds, etc.)	19,665	45	17,446	30
Total	37,282	129	44,853	106

Securities Type	Investment Balance			
	As at 31 March 2011		As at 31 December 2011	
	Amount (Millions of Yen)	Number of Companies	Amount (Millions of Yen)	Number of Companies
Stocks	142,534	344	126,502	310
Bonds with subscription rights to shares	4,018	22	3,345	17
Subscription rights to shares	946	10	949	11
Other (corporate bonds, etc.)	11,619	49	14,868	54
Total	159,119	425	145,666	392

(Notes)

1. In case multiple funds invest in a company, the company is counted once to eliminate duplication and reflected in the number of companies. In case investment is made in multiple types of securities of a company, the company is accounted for under each securities type and hence reflected more than once. After excluding all duplications, the number of companies invested in for the nine months ended 31 December 2010 was 122 and that for the nine months ended 31 December 2011 was 94. As at 31 March 2011 and 31 December 2011, the number of portfolio companies totaled 397 and 364 respectively.
2. Investment balance is presented in market value. In computing the market value, the closing prices on the market as at 31 March 2011 and 31 December 2011 were applied for listed stocks respectively, while unlisted stocks, etc. were valued using acquisition costs (in case the value has declined considerably, the amount after impairment treatment was applied.)

Direct Investment by the Group

Securities Type	Investments Executed			
	Nine months ended 31 December 2010		Nine months ended 31 December 2011	
	Amount (Millions of Yen)	Number of Companies	Amount (Millions of Yen)	Number of Companies
Stocks	11,854	12	3,278	43
Bonds with subscription rights to shares	534	5	316	2
Subscription Rights to shares	—	—	—	—
Other (Corporate bonds, etc.)	59	2	169	3
Total	12,448	19	3,764	48

Securities Type	Investment Balance			
	As at 31 March 2011		As at 31 December 2011	
	Amount (Millions of Yen)	Number of Companies	Amount (Millions of Yen)	Number of Companies
Stocks	34,622	77	41,071	96
Bonds with subscription rights to shares	1,789	11	625	7
Subscription Rights to shares	—	—	—	—
Other (Corporate bonds, etc.)	858	4	1,561	8
Total	37,270	92	43,257	111

(Notes)

1. In case direct investment is made in multiple types of securities of a company, the company is accounted for under each securities type and hence reflected more than once. After excluding all duplications, the number of companies invested in for the nine months ended 31 December 2010 was 18 and that for the nine months ended 31 December 2011 was 47. As at 31 March 2011 and 31 December 2011, the number of portfolio companies totaled 89 and 107 respectively.
2. Operational investment securities recorded on the consolidated balance sheets (¥132,773 million as at 31 March 2011; ¥140,349 million as at 31 December 2011) represent the aggregate of the above investment balance of direct investment (¥37,270 million as at 31 March 2011; ¥43,257 million as at 31 December 2011), investment balance of investment partnerships, etc. included in the scope of consolidation (¥72,864 million as at 31 March 2011; ¥76,542 million as at 31 December 2011) and investment in investment partnerships, etc. not included in the scope of consolidation (¥31,746 million as at 31 March 2011; ¥26,757 million as at 31 December 2011) minus allowance for investment loss.
3. Investments made in the nine months ended 31 December 2010 and 2011 and investment balance as at 31 March 2011 and 31 December 2011 respectively for investment partnerships, etc. included in the scope of consolidation are included in the investment in investment partnerships, etc. managed by the Group provided in the preceding page.

(ii) – 2 Listing by Portfolio Companies

The following provides the status on listing, etc. by portfolio companies of the Group and of investment partnerships, etc. managed by the Group in the consolidated fiscal years ended 31 March 2011 and the nine months ended 31 December 2011.

Consolidated Fiscal Year Ended 31 March 2011 (Twelve months ended 31 March 2011)

Number of Companies	Name of Portfolio Company	Month & Year of Listing, etc.	Listing, etc.	Business Description	Location of Head Office
Japan: 1 company Overseas: 10 companies	MEDICAMOBILE, INC.	April 2010	M&A	Sales and offering of various products and services for nursing care facilities	Tokyo, Japan
	Azalea Networks Inc.	September 2010	M&A	Design, development, manufacturing (outsourced) and sales of mesh network devices and communication equipment, and installation, maintenance, upgrade and other handling of related software	U.S.A.
	Wisol Co., Ltd.	September 2010	Listed (KOSDAQ)	Manufacturing of electronic parts	Korea
	ITEK Semiconductor, Inc.	October 2010	Listed (KOSDAQ)	Semiconductor testing services	Korea
	Betfair Group plc	October 2010	Listed (London Stock Exchange)	Operation of an online betting site under the name of "Betfair" primarily in the United Kingdom	U.K.
	CIG Pannonia Life Insurance Plc.	November 2010	Listed (Budapest Stock Exchange)	Life insurance	Hungary
	Airtac International Group	December 2010	Listed (Taiwan Stock Exchange)	Manufacturing of aerodynamic analytical devices	China
	Everpia Vietnam JSC	December 2010	Listed (HoChiMinh Stock Exchange)	Manufacturing of beds and bedding	Vietnam
	Sino Polymer New Materials Co., Ltd.	January 2011	M&A	Development and production of products associated with the new high polymer material, PPS (poly phenylene sulfide)	China
	LB Semicon Inc.	January 2011	Listed (KOSDAQ)	Semiconductor manufacturing business	Korea
Aonemecha Co., Ltd.	March 2011	M&A	Manufacturing of facilities for automating production of displays such as TFT-LCD	Korea	

(Notes)

1. The location of head office of each overseas company reflects the principal place of operation or the substantial head office location.
2. "M&A" is indicated in case a portfolio company has executed a share exchange or entered into a merger with a listed company.
3. In addition to the above, among the portfolio companies of New Horizon Capital, L.P. in which the Company invests as a Limited Partner, Navinfo Co., Ltd. and Harbin Gloria Pharmaceuticals Co., Ltd. became listed companies on the Shenzhen Stock Exchange in May and June 2010 respectively, Sunac China Holdings Limited was listed on the Hong Kong Stock Exchange in October 2010, New Century Department Store Limited Company of Chongqing General Trading and Hebei Meihua Monosodium Glutamate Group Co., Ltd. concluded M&A in December 2010, and Sinovel Wind (Group) Co., Ltd. was listed on the Shanghai Stock Exchange in January 2011.

Nine months ended 31 December 2011

Number of Companies	Name of Portfolio Company	Month & Year of Listing, etc.	Listing, etc.	Business Description	Location of Head Office
Japan: 6 companies Overseas: 4 companies	PCHOMESTORE Inc.	April 2011	Listed (GTSM)	Electronic commerce services	Taiwan
	Renren, Inc.	May 2011	Listed (New York Stock Exchange)	Management of No.1 social networking website in China(Renren.com), social commerce website(nuomi.com) and social networking website for business (jingwei.com)	China
	NIBEC Co., Ltd.	July 2011	Listed (KOSDAQ)	Development and manufacturing of artificial bones	Korea
	Mebiopharm Co., Ltd.	July 2011	Listed (TOKYO AIM)	Development of drugs using unique ribosome technology	Tokyo, Japan
	KLab Inc.	September 2011	Listed (TSE Mothers)	Social business, SI business, Cloud and License business	Tokyo, Japan
	FROUTE Corporation	October 2011	M&A	Mobile content delivery services	Tokyo, Japan
	SymBio Pharmaceuticals Limited	October 2011	Listed (JASDAQ)	Development and commercialization of drugs for specified diseases(cancer, diseases of blood and autoimmune)	Tokyo, Japan
	Best Create Corporation	November 2011	M&A	Provider of the affiliate commerce materials and advertisements to the customers in retail stores	Tokyo, Japan
	Redwood Group Ltd	December 2011	Listed (GTSM)	Contract manufacturer of high-quality interior fittings for luxury brands.	Taiwan
	W-SCOPE Corporation	December 2011	Listed (TSE Mothers)	Manufacturing and sale of separator for lithium-ion secondary battery	Kanagawa, Japan

(Notes)

1. The location of head office of each overseas company reflects the principal place of operation or the substantial head office location.
2. "M&A" is indicated in case a portfolio company has executed a share exchange or entered into a merger with a listed company.
3. Among the portfolio companies of investment partnerships, etc. managed by the Group, in January 2012, Beyondsoft Corporation was listed on the Shenzhen Stock Exchange.