

**Consolidated Financial Summary** (for the three months ended June 30, 2024)

July 31, 2024

Company Name: Tokai Tokyo Financial Holdings, Inc.  
 Stock Listings: Tokyo Stock Exchange / Nagoya Stock Exchange  
 Stock Code: 8616 URL: <https://www.tokaitokyo-fh.jp/>  
 Representative: Masataka Sato, President  
 Contact: Shoji Maeta  
 General Manager - Finance Planning Department  
 Telephone: +81-(0)3-3517-8391  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results briefing: None

(Figures are rounded down to the nearest one million yen and those in parentheses are negative figures.)

**1. Consolidated Financial Results for the Three Months Ended June 30, 2024****(1) Consolidated Results of Operation**

(Figures in percentages denote the year-on-year change.)

	Operating revenue		Net operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	million yen	%	million yen	%	million yen	%	million yen	%	million yen	%
June 30, 2024	23,203	9.4	22,623	9.7	4,569	30.8	5,893	47.2	3,271	63.7
June 30, 2023	21,205	14.9	20,615	17.0	3,494	393.0	4,004	233.6	1,998	—

(Note) Comprehensive income Three-month period ended June 30, 2024: 4,453million yen [37.5%]

Three-month period ended June 30, 2023: 3,239million yen [170.9%]

	Net income per share	Diluted net income per share
Three months ended	yen	yen
June 30, 2024	13.06	13.00
June 30, 2023	8.03	8.01

**(2) Consolidated Financial Position**

	Total assets	Net assets	Equity ratio	Net assets per share
As of	million yen	million yen	%	yen
June 30, 2024	1,490,983	193,028	12.0	716.45
March 31, 2024	1,400,360	192,935	12.8	718.21

(Reference) Shareholders' equity June 30, 2024: 179,487 million yen March 31, 2024: 179,841 million yen

**2. Dividends**

(Base date)	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	End of year	Annual
Fiscal year	yen	yen	yen	yen	yen
Ended March 31, 2024	—	12.00	—	16.00	28.00
Ending March 31, 2025	—				
Ending March 31, 2025 (Forecast)		—	—	—	—

(Note) 1) Revision to the dividend forecast that has been disclosed lastly: None

2) Dividend forecast for the fiscal year ending March 31, 2025 has not been determined.

**3. Forecast of Consolidated Operating Results for Fiscal 2024 (from April 1, 2024 to March 31, 2025)**

The Group operates principally in the financial instruments business, and its operating results are likely to be affected by market fluctuations. Due to such nature of its business and consequential difficulty in predicting its performance, the Group does not disclose the forecast of operating results.

\* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

New : None

Exclusion : One company(TT Solution Inc.)

(2) Application of Special Accounting Treatments in Preparing Quarterly Consolidated Financial Statements: None

(3) Changes in Accounting Policies or Estimates and Retrospective Restatements

1) Changes in accounting policies in accordance with revision of accounting standards: Yes

2) Changes in accounting policies other than item 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatements: None

(4) Number of Shares Issued (Common Stock)

1) Number of shares issued at the end of the term including treasury shares

As of June 30, 2024:	260,582,115	As of March 31, 2024:	260,582,115
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2) Number of treasury shares at the end of the term

As of June 30, 2024:	10,058,741	As of March 31, 2024:	10,178,451
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3) Average number of shares outstanding (for the three months)

Three months ended June 30, 2024:	250,486,805	Three months ended June 30, 2023:	248,973,111
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\* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

\* Note to proper use of forecast of operating results and other special remarks

Dividends for the fiscal year ending March 31, 2025 have not been determined because it is difficult to forecast operating results, as described similarly in "3.Forecast of Consolidated Operating Results for Fiscal 2024."

\* How to view supplementary explanation documents for quarterly earnings

Supplementary explanation documents for quarterly earnings will be available on both Timely Disclosure network and our website on Wednesday, July 31, 2024.

\* Concerning review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm

The Company will disclose the quarterly financial results with the review report attached after the completion of the review.

Disclosure date: August 9, 2024

# Consolidated Financial Statements

## (1) Consolidated Balance Sheets

(Unit: million yen)

	As of March 31, 2024	As of June 30, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	97,673	156,478
Cash segregated as deposits	95,426	106,767
Cash segregated as deposits for customers	90,100	101,600
Cash segregated as deposits for others	5,325	5,167
Trading products	328,216	370,015
Trading securities and other	319,327	359,033
Derivatives	8,889	10,982
Trade date accrual	24,877	43,023
Margin transaction assets	87,176	92,905
Loans on margin transactions	59,909	67,677
Cash collateral pledged for securities borrowing on margin transactions	27,267	25,228
Loans secured by securities	506,706	464,958
Cash collateral pledged for securities borrowed	93,985	58,229
Loans on Gensaki transactions	412,720	406,729
Advances paid	98	2,566
Short-term guarantee deposits	54,048	55,426
Short-term loans receivable	90,585	87,080
Accrued income	4,889	4,478
Other	23,110	17,340
Allowance for doubtful accounts	(132)	(140)
<b>Total current assets</b>	<b>1,312,677</b>	<b>1,400,902</b>
<b>Non-current assets</b>		
Property, plant and equipment	11,107	10,889
Intangible assets	7,615	7,902
Investments and other assets	68,959	71,289
Investment securities	51,781	54,075
Long-term guarantee deposits	4,845	4,879
Deferred tax assets	74	58
Retirement benefit asset	11,297	11,256
Other	1,288	1,348
Allowance for doubtful accounts	(328)	(329)
<b>Total non-current assets</b>	<b>87,682</b>	<b>90,081</b>
<b>Total assets</b>	<b>1,400,360</b>	<b>1,490,983</b>

(Unit: million yen)

	As of March 31, 2024	As of June 30, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trading products	422,974	394,806
Trading securities and other	397,368	365,446
Derivatives	25,605	29,359
Margin transaction liabilities	19,701	27,663
Borrowings on margin transactions	16,273	24,729
Cash received for securities lending on margin transactions	3,427	2,933
Borrowings secured by securities	264,354	326,279
Cash received on debt credit transaction of securities	92,980	111,075
Borrowings on Gensaki transactions	171,374	215,203
Deposits received	92,383	113,303
Guarantee deposits received	18,826	19,946
Short-term borrowings	201,043	209,507
Short-term bonds payable	12,500	18,500
Current portion of bonds payable	9,070	8,695
Income taxes payable	6,358	1,116
Provision for bonuses	3,267	1,412
Provision for bonuses for directors (and other officers)	74	12
Other	8,166	6,626
<b>Total current liabilities</b>	<b>1,058,720</b>	<b>1,127,869</b>
<b>Non-current liabilities</b>		
Bonds payable	13,731	13,061
Long-term borrowings	127,000	148,100
Deferred tax liabilities	3,567	4,588
Provision for retirement benefits for directors (and other officers)	105	114
Retirement benefit liability	141	138
Other	3,373	3,299
<b>Total non-current liabilities</b>	<b>147,919</b>	<b>169,301</b>
<b>Reserves under special laws</b>		
Reserve for financial instruments transaction liabilities	784	783
<b>Total reserves under special laws</b>	<b>784</b>	<b>783</b>
<b>Total liabilities</b>	<b>1,207,425</b>	<b>1,297,954</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	36,000	36,000
Capital surplus	24,440	24,432
Retained earnings	116,270	115,536
Treasury shares	(4,409)	(4,357)
<b>Total shareholders' equity</b>	<b>172,302</b>	<b>171,611</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	2,736	2,957
Foreign currency translation adjustment	753	1,002
Remeasurements of defined benefit plans	4,049	3,915
<b>Total accumulated other comprehensive income</b>	<b>7,539</b>	<b>7,875</b>
<b>Share acquisition rights</b>	<b>430</b>	<b>443</b>
<b>Non-controlling interests</b>	<b>12,663</b>	<b>13,097</b>
<b>Total net assets</b>	<b>192,935</b>	<b>193,028</b>
<b>Total liabilities and net assets</b>	<b>1,400,360</b>	<b>1,490,983</b>

(2) Consolidated Statements of Income and Comprehensive Income  
Consolidated Statements of Income  
(Three months ended June 30)

	(Unit: million yen)	
	Three months ended June 30, 2023	Three months ended June 30, 2024
<b>Operating revenue</b>		
Commission received	9,815	10,559
Brokerage commission	4,283	4,212
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	231	251
Fees for offering, secondary distribution and solicitation for selling and others for professional investors	2,009	2,297
Other fees received	3,291	3,797
Net trading income	10,398	11,001
Financial revenue	990	1,642
<b>Total operating revenue</b>	<b>21,205</b>	<b>23,203</b>
<b>Financial expenses</b>	<b>589</b>	<b>580</b>
<b>Net operating revenue</b>	<b>20,615</b>	<b>22,623</b>
<b>Selling, general and administrative expenses</b>		
Trading related expenses	3,043	3,762
Personnel expenses	8,032	8,223
Real estate expenses	1,898	1,967
Office expenses	2,284	2,107
Depreciation	839	900
Taxes and dues	397	422
Provision of allowance for doubtful accounts	4	8
Other	621	662
<b>Total selling, general and administrative expenses</b>	<b>17,121</b>	<b>18,053</b>
<b>Operating profit</b>	<b>3,494</b>	<b>4,569</b>
<b>Non-operating income</b>		
Dividend income	207	234
Share of profit of entities accounted for using equity method	66	52
Gain on investments in investment partnerships	0	515
Gain on valuation of investment securities	419	460
Other	46	91
<b>Total non-operating income</b>	<b>740</b>	<b>1,355</b>
<b>Non-operating expenses</b>		
Loss on investments in investment partnerships	183	16
Foreign exchange losses	33	6
Other	14	7
<b>Total non-operating expenses</b>	<b>230</b>	<b>31</b>
<b>Ordinary profit</b>	<b>4,004</b>	<b>5,893</b>

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
<b>Extraordinary income</b>		
Gain on sale of investment securities	20	0
Gain on change in equity	157	—
Reversal of reserve for financial instruments transaction liabilities	66	1
<b>Total extraordinary income</b>	<b>244</b>	<b>1</b>
<b>Extraordinary losses</b>		
Loss on valuation of investment securities	359	28
Loss on change in equity	9	—
<b>Total extraordinary losses</b>	<b>369</b>	<b>28</b>
<b>Profit before income taxes</b>	<b>3,879</b>	<b>5,867</b>
<b>Income taxes-current</b>	<b>833</b>	<b>758</b>
<b>Income taxes-deferred</b>	<b>423</b>	<b>1,000</b>
<b>Total income taxes</b>	<b>1,256</b>	<b>1,758</b>
<b>Profit</b>	<b>2,623</b>	<b>4,108</b>
<b>Profit attributable to non-controlling interests</b>	<b>624</b>	<b>836</b>
<b>Profit attributable to owners of parent</b>	<b>1,998</b>	<b>3,271</b>

Consolidated Statements of Comprehensive Income  
(Three months ended June 30)

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
<b>Profit</b>	2,623	4,108
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	651	230
Foreign currency translation adjustment	42	247
Remeasurements of defined benefit plans, net of tax	(80)	(134)
Share of other comprehensive income of entities accounted for using equity method	2	1
<b>Total other comprehensive income</b>	616	345
<b>Comprehensive income</b>	3,239	4,453
<b>(Comprehensive income attributable to)</b>		
Owners of parent	2,596	3,608
Non-controlling interests	642	845

## Supplementary Information

### (1) Breakdown of Commission Received and Net Trading Income

#### ① Commission received

##### ( i ) By item

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Yr/Yr	
			Increase (Decrease)	% change
Brokerage commission	4,283	4,212	(70)	(1.7) %
Stocks	4,147	4,047	(99)	(2.4)
Bonds	2	3	0	15.8
Beneficiary certificates	132	161	28	21.5
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	231	251	20	8.9
Stocks	0	7	6	—
Bonds	230	244	13	6.0
Fees for offering, secondary distribution and solicitation for selling and others for professional investors	2,009	2,297	287	14.3
Beneficiary certificates	2,007	2,296	288	14.3
Other fees received	3,291	3,797	506	15.4
Beneficiary certificates	1,380	1,771	390	28.3
Total	9,815	10,559	743	7.6

##### ( ii ) By product

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Yr/Yr	
			Increase (Decrease)	% change
Stocks	4,294	4,241	(52)	(1.2) %
Bonds	238	256	17	7.2
Beneficiary certificates	3,521	4,228	707	20.1
Others	1,761	1,833	71	4.1
Total	9,815	10,559	743	7.6

#### ② Net trading income

(Unit: million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024	Yr/Yr	
			Increase (Decrease)	% change
Stocks	7,790	7,477	(313)	(4.0) %
Bonds and Forex	2,607	3,524	916	35.2
Total	10,398	11,001	603	5.8



## (2) Comparative Quarterly Consolidated Statements of Income

(Unit: million yen)

	Fiscal 2023				Fiscal 2024
	1st quarter	2nd quarter	3rd quarter	4th quarter	1st quarter
	Apr. 1, 2023 - Jun. 30, 2023	Jul. 1, 2023 - Sep. 30, 2023	Oct. 1, 2023 - Dec. 31, 2023	Jan. 1, 2024 - Mar. 31, 2024	Apr. 1, 2024 - Jun. 30, 2024
Operating revenues					
Commission received	9,815	10,567	10,148	11,707	10,559
Brokerage commission	4,283	4,039	3,873	5,586	4,212
(Stocks)	4,147	3,911	3,722	5,469	4,047
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	231	269	397	248	251
Fees for offering, secondary distribution and solicitation for selling and others for professional investors	2,009	2,341	1,877	1,953	2,297
(Beneficiary certificates)	2,007	2,290	1,875	1,952	2,296
Other fees received	3,291	3,916	3,999	3,919	3,797
(Beneficiary certificates)	1,380	1,471	1,495	1,636	1,771
Net trading income	10,398	9,777	9,478	10,784	11,001
(Stocks)	7,790	4,741	5,193	7,771	7,477
(Bonds and Forex)	2,607	5,036	4,285	3,012	3,524
Financial revenue	990	1,923	1,489	2,119	1,642
Total operating revenue	21,205	22,269	21,116	24,610	23,203
Financial expenses	589	681	578	660	580
Net operating revenue	20,615	21,588	20,538	23,949	22,623
Selling, general and administrative expenses					
Trading related expenses	3,043	3,144	3,342	3,837	3,762
Personnel expenses	8,032	8,739	8,022	9,133	8,223
Real estate expenses	1,898	1,932	1,942	2,003	1,967
Office expenses	2,284	2,169	2,095	2,336	2,107
Depreciation	839	863	882	849	900
Taxes and dues	397	426	464	480	422
Provision of allowance for doubtful accounts	4	12	55	(7)	8
Other	621	550	473	513	662
Total selling, general and administrative expenses	17,121	17,840	17,278	19,147	18,053
Operating profit	3,494	3,747	3,259	4,802	4,569
Non-operating income	740	484	(42)	2,252	1,355
Share of profit of entities accounted for using equity method	66	109	74	255	52
Other	673	375	(117)	1,997	1,303
Non-operating expenses	230	(20)	6	124	31
Other	230	(20)	6	124	31
Ordinary profit	4,004	4,252	3,210	6,930	5,893
Extraordinary income	244	2	547	141	1
Extraordinary losses	369	27	159	447	28
Profit before income taxes	3,879	4,228	3,598	6,624	5,867
Income taxes-current	833	1,728	788	2,635	758
Income taxes for prior periods	—	—	—	677	—
Income taxes-deferred	423	(565)	476	(477)	1,000
Profit	2,623	3,064	2,333	3,789	4,108
Profit attributable to non-controlling interests	624	438	(165)	722	836
Profit attributable to owners of parent	1,998	2,626	2,498	3,066	3,271