Capital adequacy ratio, Composition of capital disclosure (Basel III, Domestic Standard)

SBI Shinsei Bank (Consolidated)

Millions of yen, %

Items	September 30, 2026	March 31, 2026
Core capital: instruments and reserves		
Directly issued qualifying common share capital or preferred share capital with a compulsory conversion clause plus related capital surplus and retained earnings	1,198,884	1,138,646
of which: capital and capital surplus	592,352	592,352
of which: retained earnings	621,729	589,875
of which: treasury stock	(6,327)	(6,327)
of which: earnings to be distributed	(8,869)	(37,254)
of which: other than above	–	–
Accumulated other comprehensive income (amount allowed to be included in Core capital)	21,420	23,274
of which: foreign currency translation adjustment	2,633	3,518
of which: amount related defined benefit	18,787	19,756
Share award rights and stock acquisition rights to common shares and preferred shares with a compulsory	8	8
Adjusted noncontrolling interests (amount allowed to be included in Core capital)	79	77
Total of reserves included in Core capital: instruments and reserves	1,305	1,162
of which: general reserve for loan losses included in Core capital	1,305	1,162
of which: eligible provision included in Core capital	–	–
Eligible noncumulative perpetual preferred shares subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	–	–
Eligible capital instruments subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	–	–
Capital instruments issued through measures for capital enhancement by public institutions (amount allowed to be included in Core capital: instruments and reserves)	–	–
Land revaluation excess after 55% discount (amount allowed to be included in Core capital: instruments and	–	–
Noncontrolling interests subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	1,238	1,210
Core capital: instruments and reserves (A)	1,222,936	1,164,380
Core capital: regulatory adjustments		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	42,629	41,907
of which: goodwill (including those equivalent)	5,635	6,318
of which: other intangibles other than goodwill and mortgage servicing rights	36,993	35,589
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,141	2,691
Shortfall of eligible provisions to expected losses	45,416	37,898
Gain on sale of securitization	14,425	11,498
Gains and losses due to changes in own credit risk on fair valued liabilities	–	–
Net defined benefit asset	35,526	35,049
Investments in own shares (excluding those reported in the net assets section)	211	–
Reciprocal cross-holdings in common equity	–	–
Investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (“Other Financial Institutions”), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	–	–
Amount exceeding the 10% threshold on specific items	–	–
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short	–	–
of which: mortgage servicing rights	–	–
of which: deferred tax assets arising from temporary differences (net of related tax liability)	–	–
Amount exceeding the 15% threshold on specific items	–	–
of which: significant investments in the common stock of Other Financial Institutions, net of eligible short	–	–
of which: mortgage servicing rights	–	–
of which: deferred tax assets arising from temporary differences (net of related tax liability)	–	–
Core capital: regulatory adjustments (B)	139,351	129,045
Capital		
Capital ((A)-(B))(C)	1,083,585	1,035,334
Risk-weighted assets, etc.		
Total amount of credit risk-weighted assets	10,455,459	9,834,694
of which: total amount included in risk-weighted assets by transitional arrangements	–	–
of which: significant investments in the common stock of Other Financial Institutions (net of eligible short positions)	–	–
of which: other than above	–	–
Market risk (derived by multiplying the capital requirement by 12.5)	160,469	132,112
Operational risk (derived by multiplying the capital requirement by 12.5)	535,106	726,707
Output floor applied	–	–
Total amount of Risk-weighted assets(D)	11,151,035	10,693,514
Capital adequacy ratio (consolidated)		
Capital adequacy ratio (consolidated) (C)/(D)	9.71%	9.68%

Total required capital (Consolidated)	446,041	427,740

For reference: Common Equity Tier1 Ratio (International Standard)	9.38%	9.54%

Capital adequacy ratio, Composition of capital disclosure (Basel III, Domestic Standard)

SBI Shinsei Bank (Nonconsolidated)

Millions of yen, %

Items	September 30, 2026	March 31, 2026
Core capital: instruments and reserves		
Directly issued qualifying common share capital or preferred share capital with a compulsory conversion clause plus related capital surplus and retained earnings	1,051,068	1,013,763
of which: capital and capital surplus	599,030	599,030
of which: retained earnings	467,236	458,314
of which: treasury stock	(6,327)	(6,327)
of which: earnings to be distributed	(8,869)	(37,254)
of which: other than above	–	–
Share award rights and stock acquisition rights to common shares and preferred shares with a compulsory conver	8	8
Total of reserves included in Core capital: instruments and reserves	8	8
of which: general reserve for loan losses included in Core capital	8	8
of which: eligible provision included in Core capital	–	–
Eligible noncumulative perpetual preferred shares subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	–	–
Eligible capital instruments subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	–	–
Capital instruments issued through measures for capital enhancement by public institutions (amount allowed to be included in Core capital: instruments and reserves)	–	–
Land revaluation excess after 55% discount (amount allowed to be included in Core capital: instruments and res	–	–
Core capital: instruments and reserves (A)	1,051,086	1,013,780
Core capital: regulatory adjustments		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	14,588	13,703
of which: goodwill (including those equivalent)	–	–
of which: other intangibles other than goodwill and mortgage servicing rights	14,588	13,703
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	0	136
Shortfall of eligible provisions to expected losses	13,821	10,200
Gain on sale of securitization	659	686
Gains and losses due to changes in own credit risk on fair valued liabilities	–	–
Prepaid Pension Cost	12,050	11,175
Investments in own shares (excluding those reported in the net assets section)	211	–
Reciprocal cross-holdings in common equity	–	–
Investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (“Other Financial Institutions”), net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	–	–
Amount exceeding the 10% threshold on specific items	–	–
of which: significant investments in the common stock of Other Financial Institutions, net of eligible shor	–	–
of which: mortgage servicing rights	–	–
of which: deferred tax assets arising from temporary differences (net of related tax liability)	–	–
Amount exceeding the 15% threshold on specific items	–	–
of which: significant investments in the common stock of Other Financial Institutions, net of eligible shor	–	–
of which: mortgage servicing rights	–	–
of which: deferred tax assets arising from temporary differences (net of related tax liability)	–	–
Core capital: regulatory adjustments(B)	41,331	35,902
Capital		
Capital ((A)-(B))(C)	1,009,754	977,877
Risk-weighted assets, etc.		
Total amount of credit risk-weighted assets	8,055,737	7,709,987
of which: total amount included in risk-weighted assets by transitional arrangements	–	–
of which: significant investments in the common stock of Other Financial Institutions (net of eligible short positions)	–	–
of which: other than above	–	–
Market risk (derived by multiplying the capital requirement by 12.5)	110,920	83,247
Operational risk (derived by multiplying the capital requirement by 12.5)	179,251	348,525
Output floor applied	–	–
Total amount of Risk-weighted assets(D)	8,345,909	8,141,760
Capital adequacy ratio (nonconsolidated)		
Capital adequacy ratio (nonconsolidated) (C)/(D)	12.09%	12.01%

Total required capital (nonconsolidated)	333,836	325,670