

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

SBI Shinsei Bank (Consolidated)

Millions of yen, %

Items	December 31, 2025	September 30, 2025
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	1,153,712	1,008,662
of which: capital and capital surplus	592,522	493,962
of which: retained earnings	567,517	545,966
of which: treasury stock	(6,327)	(31,267)
of which: earnings to be distributed	-	-
of which: other than above	-	-
Accumulated other comprehensive income (amount allowed to be included in Core capital)	13,909	12,380
of which: foreign currency translation adjustment	2,848	1,025
of which: amount related defined benefit	11,061	11,355
Share award rights and stock acquisition rights to common shares and preferred shares with a compulsory conversion clause	8	-
Adjusted noncontrolling interests (amount allowed to be included in Core capital)	-	-
Total of reserves included in Core capital: instruments and reserves	1,129	1,109
of which: general reserve for loan losses included in Core capital	1,129	1,109
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 reserves)	-	-
Noncontrolling interests subject to transitional arrangements (amount allowed to be included in Core capital: instruments and reserves)	-	-
Core capital: instruments and reserves (A)	1,168,760	1,022,152
Core capital: regulatory adjustments		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	41,113	40,620
of which: goodwill (including those equivalent)	6,580	6,573
of which: other intangibles other than goodwill and mortgage servicing rights	34,532	34,046
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,618	6,366
Shortfall of eligible provisions to expected losses	36,851	35,401
Gain on sale of securitization	10,847	10,122
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Net defined benefit asset	25,802	25,444
Investments in own shares (excluding those reported in the net assets section)	-	-
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 positions	-	-
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 positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Core capital: regulatory adjustments (B)	118,233	117,954
Capital		
Capital ((A)-(B))(C)	1,050,527	904,197
Risk-weighted assets, etc.		
Total amount of credit risk-weighted assets	9,390,415	9,037,257
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)	122,919	142,731
Operational risk (derived by multiplying the capital requirement by 12.5)	702,158	702,158
Output floor applied	-	-
Total amount of Risk-weighted assets(D)	10,215,493	9,882,146
Capital adequacy ratio (consolidated)		
Capital adequacy ratio (consolidated) (C)/(D)	10.28%	9.14%
Total required capital (Consolidated)	408,619	395,285
For reference: Common Equity Tier1 Ratio (International Standard)	10.21%	9.09%

Capital adequacy ratio, Composition of capital disclosure (Basel III, Domestic Standard)
SBI Shinsei Bank (Nonconsolidated)

Millions of yen, %

Items	December 31, 2025	September 30, 2025
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	1,035,887	902,517
of which: capital and capital surplus	599,030	500,469
of which: retained earnings	443,184	433,315
of which: treasury stock	(6,327)	(31,267)
of which: earnings to be distributed	-	-
of which: other than above	-	-
Share award rights and stock acquisition rights to common shares and preferred shares with a compulsory conversion clause	8	-
Total of reserves included in Core capital: instruments and reserves	9	6
of which: general reserve for loan losses included in Core capital	9	6
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 reserves)	-	-
Core capital: instruments and reserves (A)	1,035,904	902,523
Core capital: regulatory adjustments		
Total amount of intangible assets (excluding those relating to mortgage servicing rights)	13,598	13,882
of which: goodwill (including those equivalent)	10	27
of which: other intangibles other than goodwill and mortgage servicing rights	13,587	13,854
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	436	2,109
Shortfall of eligible provisions to expected losses	11,284	10,448
Gain on sale of securitization	709	722
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Prepaid Pension Cost	10,449	9,962
Investments in own shares (excluding those reported in the net assets section)	-	-
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 positions	-	-
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 positions	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Core capital: regulatory adjustments(B)	36,478	37,125
Capital		
Capital ((A)-(B))(C)	999,426	865,397
Risk-weighted assets, etc.		
Total amount of credit risk-weighted assets	7,372,772	7,113,506
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)	81,521	105,897
Operational risk (derived by multiplying the capital requirement by 12.5)	321,413	321,413
Output floor applied	-	-
Total amount of Risk-weighted assets(D)	7,775,707	7,540,816
Capital adequacy ratio (nonconsolidated)		
Capital adequacy ratio (nonconsolidated) (C)/(D)	12.85%	11.47%
Total required capital (nonconsolidated)	311,028	301,632