

**Translation**

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

July 21, 2023

Company name: IwaiCosmo Holdings, Inc.  
 Stock exchange listing: Tokyo  
 Stock code: 8707 URL <https://www.iwaicosmo-hd.jp>  
 Representative: Chairman and Chief Executive Officer Yoshiaki Okitsu  
 Inquiries: President and Chief Operating Officer Takao Sasakawa TEL 06-6229-2800  
 Scheduled date to file Quarterly Securities Report: August 10, 2023  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

#### (1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Net operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2023	5,711	23.5	5,630	23.1	1,685	73.3	1,882	56.3	1,328	59.6
Three months ended June 30, 2022	4,624	(8.6)	4,572	(8.7)	972	(12.1)	1,204	(8.9)	832	11.3

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	56.54		–	
Three months ended June 30, 2022	35.43		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	202,318	58,666	29.0
As of March 31, 2023	183,509	57,557	31.4

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	20.00	–	60.00	80.00
Year ending March 31, 2024	–	–	–	–	–
Year ending March 31, 2024 (Forecast)	–	–	–	–	–

3. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023  
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2023	25,012,800 shares	As of March 31, 2023	25,012,800 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	1,523,908 shares	As of March 31, 2023	1,523,846 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	23,488,901 shares	Three months ended June 30, 2022	23,489,034 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	8,330	9,483
Segregated deposits	84,761	107,975
Segregated deposits for customers	80,500	105,500
Other segregated deposits	4,261	2,475
Trading products	1,935	1,351
Trading securities and other	1,935	1,349
Derivatives	–	1
Trade date accrual	535	346
Margin transaction assets	63,167	56,812
Margin loans	61,716	54,387
Cash collateral provided for securities borrowed in margin transactions	1,450	2,424
Loans secured by securities	183	484
Cash collateral provided for securities borrowed	183	484
Advances paid	18	51
Short-term guarantee deposits	9,214	8,950
Accrued revenue	1,475	1,309
Other current assets	768	1,049
Allowance for doubtful accounts	(6)	(5)
<b>Total current assets</b>	<b>170,384</b>	<b>187,808</b>
<b>Non-current assets</b>		
Property, plant and equipment	1,466	1,396
Buildings, net	232	226
Equipment	669	607
Land	541	541
Other	22	20
Intangible assets	444	401
Software	444	401
Other	0	0
Investments and other assets	11,213	12,711
Investment securities	9,839	11,552
Long-term guarantee deposits	702	702
Deferred tax assets	309	139
Other	503	453
Allowance for doubtful accounts	(141)	(136)
<b>Total non-current assets</b>	<b>13,125</b>	<b>14,509</b>
<b>Total assets</b>	<b>183,509</b>	<b>202,318</b>

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Trading products	272	106
Trading securities and other	249	99
Derivatives	23	7
Margin transaction liabilities	21,851	18,896
Margin borrowings	15,478	9,545
Cash received for securities sold in margin transactions	6,373	9,351
Borrowings secured by securities	4,048	4,157
Cash collateral received for securities lent	4,048	4,157
Deposits received	44,515	59,171
Deposits from customers	41,528	50,986
Other deposits received	2,987	8,184
Guarantee deposits received	41,847	48,539
Short-term borrowings	3,500	3,500
Income taxes payable	1,089	472
Provision for bonuses	834	570
Other current liabilities	1,281	1,033
Total current liabilities	119,241	136,448
Non-current liabilities		
Bonds payable	4,000	4,000
Deferred tax liabilities	1,903	2,417
Other noncurrent liabilities	368	365
Total non-current liabilities	6,272	6,783
Reserves under special laws		
Reserve for financial instruments transaction liabilities	439	419
Total reserves under special laws	439	419
Total liabilities	125,952	143,651
<b>Net assets</b>		
Shareholders' equity		
Share capital	10,004	10,004
Capital surplus	4,890	4,890
Retained earnings	39,566	39,485
Treasury shares	(1,702)	(1,702)
Total shareholders' equity	52,758	52,676
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,799	5,989
Total accumulated other comprehensive income	4,799	5,989
Total net assets	57,557	58,666
<b>Total liabilities and net assets</b>	<b>183,509</b>	<b>202,318</b>

## Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

### Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Operating revenue		
Commission received	2,656	2,951
Brokerage commission	1,844	2,128
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	10	8
Fees for offering, secondary distribution and solicitation for selling and others for professional investors	187	211
Other commission received	613	602
Net trading income	1,467	2,085
Net trading income from securities	983	2,038
Net trading income from bonds	501	80
Net other trading income	(16)	(32)
Financial revenue	500	674
Total operating revenue	4,624	5,711
Financial expenses	51	81
Net operating revenue	4,572	5,630
Selling, general and administrative expenses	3,600	3,945
Trading related expenses	440	488
Personnel expenses	1,736	2,031
Real estate expenses	381	370
Office expenses	705	707
Depreciation	164	163
Taxes and dues	100	108
Other	70	74
Operating profit	972	1,685
Non-operating income	233	198
Non-operating expenses	1	1
Ordinary profit	1,204	1,882
Extraordinary income		
Reversal of reserve for financial instruments transaction liabilities	0	19
Total extraordinary income	0	19
Profit before income taxes	1,204	1,902
Income taxes - current	101	415
Income taxes - deferred	270	158
Total income taxes	372	574
Profit	832	1,328
Profit attributable to owners of parent	832	1,328

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	832	1,328
Other comprehensive income		
Valuation difference on available-for-sale securities	(802)	1,190
Total other comprehensive income	(802)	1,190
Comprehensive income	29	2,519
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	29	2,519