

May 7, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: SBI RHEOS HIFUMI, Inc.
 Listing: Tokyo Stock Exchange
 Securities code: 165A
 URL: <https://www.sbirheoshifumi.rheos.jp/english/>
 Representative: Hideto Fujino, Representative Director, Chairman, President, Group CEO
 Inquiries: Jiro Iwata, Managing Director, Group CAO
 Telephone: +81-3-6311-6799
 Scheduled date of annual general meeting of shareholders: June 24, 2025
 Scheduled date to commence dividend payments: June 25, 2025
 Scheduled date to file annual securities report: June 23, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and securities analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Operating revenues		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2025	11,424	-	2,070	-	2,069	-	1,485	-
March 31, 2024	-	-	-	-	-	-	-	-

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥1,414 million [-%]
 For the fiscal year ended March 31, 2024: ¥- million [-%]

	Earnings per share		Diluted earnings per share		Return on equity		Ratio of ordinary profit to total assets		Ratio of operating profit to net sales	
	Yen		Yen		%		%		%	
Fiscal year ended										
March 31, 2025	14.40	-	-	-	22.0	-	18.9	-	18.1	-
March 31, 2024	-	-	-	-	-	-	-	-	-	-

Reference: Share of profit (loss) of entities accounted for using equity method
 As of March 31, 2025: ¥- million
 As of March 31, 2024: ¥- million

Note: 1. The Company was established on April 1, 2024 through a sole share transfer, so there are no results for the previous fiscal year.
 2. As of October 1, 2024, the Company has conducted a stock split at the rate of 8 shares per common share, and "Earnings per share" is calculated on the assumption that the stock split occurred at the beginning of the current fiscal year.
 3. Diluted earnings per share in the fiscal year ended March 31, 2025 is not shown because there are no potential shares that have a dilution effect.

(2) Consolidated financial position

	Total assets		Net assets		Equity-to-asset ratio		Net assets per share	
	Millions of yen		Millions of yen		%		Yen	
As of								
March 31, 2025	10,739	-	7,008	-	61.6	-	67.89	
March 31, 2024	-	-	-	-	-	-	-	

Reference: Equity
 As of March 31, 2025: ¥6,615 million
 As of March 31, 2024: ¥- million

Note: The Company was established on April 1, 2024 through a sole share transfer, so there are no results for the previous fiscal year.

(3) Consolidated cash flows

	Cash flows from operating activities		Cash flows from investing activities		Cash flows from financing activities		Cash and cash equivalents at end of period	
	Millions of yen		Millions of yen		Millions of yen		Millions of yen	
Fiscal year ended								
March 31, 2025	953	-	(391)	-	(1,626)	-	2,504	
March 31, 2024	-	-	-	-	-	-	-	

Note: The Company was established on April 1, 2024 through a sole share transfer, so there are no results for the previous fiscal year.

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	-	-	-	-	-	-	-
Fiscal year ended March 31, 2025	-	27.20	-	3.80	-	721	50.0	10.7
Fiscal year ending March 31, 2026 (Forecast)	-	3.40	-	3.40	6.80	-	-	-

1. The Company was established on April 1, 2024 through a sole share transfer, so there are no results for the previous fiscal year.

2. As of October 1, 2024, the Company has conducted a stock split at the rate of 8 shares per common share, and dividends will be paid at the end of the second quarter according to the number of shares before the stock split. The annual total amount of dividends per share for the fiscal year ended March 31, 2025 is not shown because it cannot be simply combined due to the implementation of the stock split. The annual total amount of dividends per share taking into account the stock split will be 7.20 yen.

3. Regarding the dividend amount (forecast) for the fiscal year ending March 31, 2026, the amount of shareholders' equity per share as of the end of March 2025 is 67.88 yen, so the annual dividend amount is 6.80 yen as an amount of 10% or more. Since the annual dividend amount is set at least 50% of the consolidated dividend payout ratio to net income attributable to owners of parent, the year-end dividend may be revised upward depending on the final profit level of the above forecast. On the other hand, since we set annual dividends so that DOE is 10% or more, we do not plan to revise the interim and year-end dividends downward depending on the level of profit.

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

The balance of assets under management, which is the source of the Group's earnings, is greatly affected not only by Japan but also by the global stock market, and because there are various uncertainties due to economic conditions, market conditions, and other factors, it is difficult to disclose precise earnings forecasts.

Please refer to the preliminary figures for the end of the previous month separately disclosed for the actual balance of assets under management in the investment trust management business and investment advisory business around the first 10 business days of each month.

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: Yes
Newly included: 3 companies (Finup Inc., Kiffy Inc., Rheos Angel No. 1 Investment Limited Partnership)
- (2) Changes in accounting policies, changes in accounting estimates, and restatement
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None
- (3) Number of issued shares (common shares)

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

As of March 31, 2025	103,416,800 shares
As of March 31, 2024	- shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2025	5,968,700 shares
As of March 31, 2024	- shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	103,162,703 shares
Fiscal year ended March 31, 2024	- shares

Note: 1. The Company was established on April 1, 2024 through a sole share transfer, so there are no results for the previous fiscal year.

2. The Company has conducted a stock split with an effective date of October 1, 2024 at the ratio of 8 shares to 1 common share.

However, assuming that the stock split occurred at the beginning of the current fiscal year, the number of shares outstanding at the end of the period, the number of treasury shares at the end of the period, and the average number of shares during the period are calculated.

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

Forward-looking statements, such as earnings forecasts, contained in this material are based on information available to the Group and certain assumptions that the Group deems reasonable, and are not intended to be a promise by the Group to realize them.

Actual financial results, etc. may differ substantially due to various factors.

(Results of the previous fiscal year)

The Company was established on April 1, 2024 through the sole share transfer of Rheos Capital Works Inc. and the current fiscal year will be the first period, so there are no results for the previous fiscal year.

Consolidated balance sheet

(Thousands of yen)

As of March 31, 2025

Assets	
Current assets	
Cash and deposits	2,502,655
Deposits held in trust	2,100,000
Operational investment securities	299,657
Supplies	9,929
Prepaid expenses	125,462
Accrued investment trust management fees	4,295,069
Accounts receivable-advisory fee	65,139
Other	44,200
Total current assets	9,442,114
Non-current assets	
Property, plant and equipment	
Buildings	497,464
Accumulated depreciation	(86,199)
Buildings, net	411,265
Furniture and fixtures	1,276,682
Accumulated depreciation	(1,129,097)
furniture and fixtures, net	147,585
Total property, plant and equipment	558,850
Intangible assets	
Software	300,004
Other	19,813
Total intangible assets	319,817
Investments and other assets	
Investment securities	32,500
Long-term prepaid expenses	10,559
Deferred tax assets	189,143
Leasehold deposits	174,438
Other	12,377
Total investments and other assets	419,020
Total non-current assets	1,297,688
Total assets	10,739,803

As of March 31, 2025

Liabilities	
Current liabilities	
Deposits received	520,073
Accounts payable	149,247
Accrued expenses	1,770,913
Income taxes payable	427,643
Accrued consumption taxes	171,549
Provision for bonuses	219,108
Other	115,821
Total current liabilities	3,374,356
Non-current liabilities	
Deferred tax liabilities	2,650
Retirement benefit liability	135,423
Asset retirement obligations	219,176
Total non-current liabilities	357,249
Total liabilities	3,731,606
Net assets	
Shareholders' equity	
Share capital	332,548
Capital surplus	633,015
Retained earnings	6,842,821
Treasury shares	(1,193,740)
Total shareholders' equity	6,614,645
Accumulated other comprehensive income	
Valuation difference on available-for-sale securities	1,028
Total accumulated other comprehensive income	1,028
Share acquisition rights	915
Non-controlling interests	391,609
Total net assets	7,008,197
Total liabilities and net assets	10,739,803

Consolidated statement of income

(Thousands of yen)

	Fiscal year ended March 31, 2025
Operating revenue	
Investment trust management fees	11,237,969
Investment advisory fee	244,349
Gains and losses related to operating investment securities	(58,211)
Total operating revenue	11,424,106
Operating expenses	5,455,917
General and administrative expenses	3,898,094
Operating profit	2,070,093
Non-operating income	
Interest income	2,719
A lecture and a manuscript fee income	4,711
Advertisement fee	3,181
distribution income	1,667
Outsourcing income	1,430
Other	1,533
Total non-operating income	15,242
Non-operating expenses	
Interest expenses	232
Foreign exchange losses	6,014
Commission expenses	8,953
Other	407
Total non-operating expenses	15,607
Ordinary profit	2,069,728
Profit before income taxes	2,069,728
Income taxes - current	684,860
Income taxes - deferred	(29,949)
Total income taxes	654,910
Profit	1,414,818
Loss attributable to non-controlling interests	(71,107)
Profit attributable to owners of parent	1,485,925

Consolidated statement of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2025
Profit	1,414,818
Other comprehensive income	
Valuation difference on available-for-sale securities	(155)
Total other comprehensive income	(155)
Comprehensive income	1,414,662
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	1,485,901
Comprehensive income attributable to non-controlling interests	(71,239)

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Thousands of yen)

	Shareholders' equity					Accumulated other comprehensive income		Share acquisition rights
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total accumulated other comprehensive income	
Balance at beginning of period	322,757	623,272	5,940,812	-	6,886,842	1,051	1,051	-
Issuance of new shares	9,790	9,743			19,533			
Dividends of surplus			(583,916)		(583,916)			
Profit attributable to owners of parent			1,485,925		1,485,925			
Purchase of treasury shares				(1,193,740)	(1,193,740)			
Net changes in items other than shareholders' equity					-	(23)	(23)	915
Total changes during period	9,790	9,743	902,008	(1,193,740)	(272,197)	(23)	(23)	915
Balance at end of period	332,548	633,015	6,842,821	(1,193,740)	6,614,645	1,028	1,028	915

	Non-controlling interests	Total net assets
Balance at beginning of period	322,949	7,210,843
Issuance of new shares		19,533
Dividends of surplus		(583,916)
Profit attributable to owners of parent		1,485,925
Purchase of treasury shares		(1,193,740)
Net changes in items other than shareholders' equity	68,660	69,551
Total changes during period	68,660	(202,645)
Balance at end of period	391,609	7,008,197

Consolidated statement of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2025
Cash flows from operating activities	
Profit before income taxes	2,069,728
Depreciation	442,752
Increase (decrease) in provision for bonuses	25,644
Increase (decrease) in retirement benefit liability	20,324
Interest and dividend income	(2,719)
Interest expenses	232
Decrease (increase) Segregated trust account	(300,000)
Account Receivable-increase and decrease management fee	(161,180)
Account Receivable-increase and decrease advisory fee	733
Decrease (increase) in operational investment securities	(156,714)
Increase (decrease) in deposits received	(531,290)
Increase (decrease) in accounts payable - other	(14,472)
Increase (decrease) in accrued expenses	60,333
Increase (decrease) in accrued consumption taxes	97,820
Increase (decrease) in income taxes payable - factor based tax	(18,676)
Other, net	35,302
Subtotal	1,567,817
Interest and dividends received	2,719
Interest paid	(232)
Income taxes paid	(617,109)
Net cash provided by (used in) operating activities	953,194
Cash flows from investing activities	
Purchase of property, plant and equipment	(250,179)
Purchase of intangible assets	(110,403)
Purchase of investment securities	(30,717)
Net cash provided by (used in) investing activities	(391,300)
Cash flows from financing activities	
Purchase of treasury shares	(1,203,588)
Proceeds from share issuance to non-controlling shareholders	139,900
Proceeds from issuance of shares	19,533
Dividends paid	(583,227)
Other, net	915
Net cash provided by (used in) financing activities	(1,626,467)
Net increase (decrease) in cash and cash equivalents	(1,064,572)
Cash and cash equivalents at beginning of period	3,568,983
Cash and cash equivalents at end of period	2,504,410

(Notes on segment information, etc.)

Segment Information

Since the Group is a single segment of the investment management business, it is omitted.

Related Information

(1) Information for each product and service

Since the operating income of the investment trust investment advisory business to external clients exceeds 90% of the operating income in the consolidated income statement, the description is omitted.

It is abbreviated.

(2) Region-specific information

(1) Operating revenue

Since the operating revenue to external customers in Japan exceeds 90% of the operating revenue in the consolidated income statement, the description is omitted.

(2) Property, plant and equipment

Because the amount of property, plant and equipment located in Japan exceeds 90% of the amount of property, plant and equipment on the consolidated balance sheet, the description is omitted.

(3) Information for each major customer

Listed because there are no counterparties that account for more than 10% of the operating revenue in the consolidated statements of income out of operating revenue to external customers.
is omitted.

Information on impairment losses on fixed assets by reporting segment

Not applicable.

Information on amortization and unamortized balances of goodwill by reporting segment

Not applicable.

Information on Negative Goodwill Accrual Gains by Reporting Segment

Not applicable.