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

May 12, 2025

Company name: Rakuten Bank, Ltd. Listing: Tokyo Stock Exchange
 Securities code: 5838 URL: <https://www.rakuten-bank.co.jp/corp/english/>
 Representative: Hiroyuki Nagai, President and CEO
 Inquiries: Naoki Mizuguchi, Managing Executive Officer, Executive Manager of Planning Division
 Telephone: +81-50-5581-6120
 Scheduled date of annual general meeting of shareholders: June 25, 2025
 Scheduled date to commence dividend payments: –
 Scheduled date to file annual securities report: June 23, 2025
 Trading accounts: None Supplementary material on financial results: Yes
 Financial results briefing: Scheduled (for institutional investors and 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.)

	Ordinary Income		Ordinary Profit		Profit Attributable to Owners of Parent	
Fiscal Year Ended	JPY million	%	JPY million	%	JPY million	%
March 31, 2025	184,534	33.7	71,524	47.8	50,779	47.4
March 31, 2024	137,950	14.5	48,367	24.8	34,436	24.3

(Note) Comprehensive income For the Fiscal Year Ended March 31, 2025: JPY 39,164 million [13.4%],
 For the Fiscal Year Ended March 31, 2024: JPY 34,534 million [45.2%]

	Profit per Share	Diluted Profit per Share	Return on Own Capital	Ordinary Profit to Total Assets	Ordinary Profit to Ordinary Income
Fiscal Year Ended	JPY	JPY	%	%	%
March 31, 2025	291.03	290.77	18.0	0.5	38.7
March 31, 2024	198.42	198.41	14.5	0.3	35.0

(2) Consolidated Financial Position

	Total Assets	Net Assets	Own Capital Ratio	Net Assets per Share
As of	JPY million	JPY million	%	JPY
March 31, 2025	14,748,639	319,117	2.0	1,729.90
March 31, 2024	13,480,473	279,587	1.9	1,493.84

(Reference) Own Capital: March 31, 2025 JPY 301,837 million, March 31, 2024 JPY 260,648 million

(Note) "Own Capital Ratio" is calculated as follows: (Total net assets – Subscription rights to share – Minority interest) / Total Assets x 100 at year end. Own Capital Ratio stated above is not Capital Adequacy Ratio (Japanese domestic standard).

(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
Fiscal Year Ended	JPY million	JPY million	JPY million	JPY million
March 31, 2025	183,758	(732,563)	(0)	4,241,852
March 31, 2024	1,027,880	(301,058)	13,324	4,791,091

2. Dividends Distribution

	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			
Fiscal Year Ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2024	—	0.00	—	0.00	0.00	—	—	—
March 31, 2025	—	0.00	—	0.00	0.00	—	—	—
Fiscal Year Ending March 31, 2026 (Forecast)	—	0.00	—	0.00	0.00		—	

3. Forecasts for the Fiscal Year Ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

Fiscal Year Ending	Ordinary Income		Ordinary Profit		Profit Attributable to Owners of Parent		Profit per Share
	JPY million	%	JPY million	%	JPY million	%	JPY
March 31, 2026	246,884	33.7	91,221	27.5	64,348	26.7	368.79

※ Special notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Changes in accounting policies, changes in accounting estimates, and restatements
- (i) Changes in accounting policies due to revision of accounting standards and other regulations: Yes
- (ii) Changes in accounting policies due to reasons other than (i): None
- (iii) Changes in accounting estimates: None
- (iv) Restatements: None
- (Note) For details, please refer to page 10 of the attached document, “3. Consolidated Financial Statements (5) Notes to Consolidated Financial Statements (Changes in accounting policies)”.
- (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	174,482,380 shares
As of March 31, 2024	174,482,380 shares

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

As of March 31, 2025	134 shares
As of March 31, 2024	42 shares

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

Fiscal year ended March 31, 2025	174,482,263 shares
Fiscal year ended March 31, 2024	173,547,693 shares

[Reference] Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Ordinary Income		Ordinary Profit		Profit	
Fiscal Year Ended	JPY million	%	JPY million	%	JPY million	%
March 31, 2025	178,138	32.8	72,514	44.9	50,548	45.7
March 31, 2024	134,066	13.9	50,038	23.3	34,688	23.5

	Profit per Share	Diluted Profit per Share
As of	JPY	JPY
March 31, 2025	289.70	289.44
March 31, 2024	199.87	199.86

(2) Non-consolidated Financial Position

	Total Assets	Net Assets	Own Capital Ratio	Net Assets per Share
Fiscal Year Ended	JPY million	JPY million	%	JPY
March 31, 2025	14,705,832	297,791	2.0	1,704.37
March 31, 2024	13,527,690	255,737	1.8	1,465.44

(Reference) Own Capital: March 31, 2025 JPY 297,382 million, March 31, 2024 JPY 255,693 million

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

* Proper use of earnings forecasts, and other special matters

The forward-looking statements contained in this document, including the financial results forecasts, are based on information currently available to the Company and certain assumptions deemed to be reasonable, and the Company does not promise achievement. Actual results may differ significantly from these forecasts due to a wide range of factors. For assumptions used in the financial results forecasts, please refer to page 4 of the attached document, "1. Overview of Operating Results, etc., (4) Future Outlook."

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1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Fiscal Year under Review

During the fiscal year ended March 31, 2025 (fiscal 2024), although continuing to grow gradually, the global economy faced uncertainty owing to a range of factors, including geopolitical risk, concerns over trade friction, and sustained inflation at high levels. In the U.S., we saw steady economic growth backed by firm personal consumption. In Europe, despite being on the path of gradual recovery, growth was curtailed by political instability, concerns over trade friction, and other factors. In China, despite achieving economic growth of around 5%, uncertainty over the future increased due to the real estate market slowdown and concerns over trade friction between China and the U.S.

Meanwhile, the Japanese economy continued on a path of gradual recovery due to steady increases in capital investment in the corporate sector and increased personal consumption backed by improvements in real income in the household sector. However, rising prices for food and other items as well as uncertainty over the trading environment have resulted in some concerns over the sustainability of the economic recovery.

As for the monetary policy, the Federal Reserve Board (FRB) cut its policy interest rate at the Federal Open Market Committee (FOMC) meetings in September, November, and December of 2024 consecutively, while the European Central Bank (ECB) also reduced key interest rates at its Governing Council meetings in September, October, and December of 2024 and January and March of 2025, consecutively. In contrast, the Bank of Japan (BOJ) raised its policy interest rate at its Monetary Policy Meetings in July of 2024 and January of 2025, leading to divergent policy rate adjustments between the U.S. and Europe and Japan.

Taking into account that banking services are a form of social infrastructure and considering the growing need for digital banking services against the background of the accelerating digital shift in individuals' lives and corporate activities, during the fiscal year under review, we promoted the operation of convenient and stable settlement infrastructure, further enhanced security, and upgraded our internal control systems. Furthermore, we focused more on increasing profitability and growth potential than ever before through the improvement of services, expansion of fund management, and other initiatives. During the fiscal year under review, we started offering account transfer services for public money of Kawasaki City and Sagami City in Kanagawa Prefecture, Musashino City in Tokyo Metropolis, Sanda City in Hyogo Prefecture, and Yachiyo City in Chiba Prefecture, as well as for Hokkaido Gas Co., Ltd., enhancing convenience for customers who use their accounts with us as their main accounts. We also promoted Banking as a Service (BaaS), through which we offer our customers new usage experience, by launching the "JRE BANK" services in May 2024 in partnership with East Japan Railway Company and Viewcard Co., Ltd. Since the launch of its services, the "JRE BANK" has attracted wide-spread customer interest and steadily expanded.

Furthermore, in Japan that is experiencing the on-going phenomenon of the ageing society, the balance of the Rakuten Bank Reverse Mortgage, which is one of our key products in helping solve issues surrounding retirement funds, had exceeded ¥10 billion as of December 31, 2024. A reverse mortgage is a loan product that allows homeowners to use their homes as collateral to secure bank loans while continuing to live in their homes.

As a result of these initiatives, the number of accounts reached 16.83 million as of March 31, 2025, and the deposit balance on a non-consolidated basis increased to ¥11,476,322 million as of March 31, 2025. The scale of business of the Company has been significantly expanded.

Consolidated ordinary income for the fiscal year under review totaled ¥184,534 million, an increase of ¥46,584 million year on year. Looking at the breakdown of ordinary income, interest income increased by ¥43,666 million year on year to ¥128,184 million. This increase was attributable to an increase in assets under management and higher investment yields following the Bank of Japan's policy interest rate increase. Fees and commissions increased by ¥3,496 million year on year to ¥46,345 million, owing to increases in exchange-related fees, account transfer fees, and card related fees, because more individual customers use their accounts with the Company as their main bank accounts in line with the increase in the number of accounts. Other operating income decreased by ¥713 million year on year to ¥7,505 million mainly owing to a decrease in income pertaining to foreign currency deposits. Moreover, Rakuten International Commercial Bank in Taiwan recorded ordinary income of ¥4,014 million, an increase of ¥1,825 million year on year.

On the other hand, consolidated ordinary expenses totaled ¥113,009 million, an increase of ¥23,426 million year on year. Among ordinary expenses, interest expenses increased by ¥16,003 million year on year to ¥27,129 million, mainly due to the growth in deposit balances and the rise in deposit interest rates, which resulted from increases in the Company's ordinary deposit interest rates implemented in September of 2024 and March of 2025. Fees and commissions payments increased by ¥446 million year on year to ¥33,853 million because of an increase in fees and commissions on domestic and foreign exchanges due to an increase in exchange transactions, despite a decrease in loan guarantee expenses for external guaranteed card loans. General and administrative expenses increased by ¥4,399 million year on year to ¥46,349 million owing mainly to increases in amortization of software, outsourcing expenses, and advertising expenses. Rakuten International Commercial Bank recorded ordinary expenses of ¥7,234 million, an increase of ¥1,937 million year on year.

As a result, consolidated ordinary profit totaled ¥71,524 million, an increase of ¥23,157 million year on year, and profit attributable to owners of parent totaled ¥50,779 million, an increase of ¥16,343 million year on year.

Since the Group consists of a single segment of the banking business, information on operating results, etc. by segment is omitted.

(2) Overview of Financial Position for the Fiscal Year under Review

With regard to assets as of March 31, 2025, loans and bills discounted amounted to ¥5,044,131 million, an increase of ¥974,564 million from the end of the previous fiscal year, owing to increases in the balances of investment property loans, affiliated loans, card loans, and other assets. Monetary claims bought amounted to ¥2,919,421 million, an increase of ¥368,608 million from the end of the previous fiscal year due to increases in trust beneficiary rights backed by credit card receivables of Rakuten Card Co., Ltd. and trust beneficiary rights backed by various assets held externally to the Group. Securities amounted to ¥1,791,408 million, an increase of ¥700,901 million from the end of the previous fiscal year due to the purchase of bonds, including Japanese government bonds, government guaranteed bonds, corporate bonds, and foreign bonds. Cash and due from banks amounted to ¥4,241,858 million, a decrease of ¥549,238 million from the end of the previous fiscal year. As a result, total assets amounted to ¥14,748,639 million, having increased by ¥1,268,165 million from the end of the previous fiscal year.

As for liabilities, ordinary deposits were ¥10,195,532 million, an increase of ¥719,983 million from the end of the previous fiscal year due to an increase in the number of accounts and because more individual customers use their accounts with

the Company as their main bank accounts. Term deposits were ¥1,162,947 million, an increase of ¥284,366 million from the end of the previous fiscal year. Borrowed money amounted to ¥2,749,800 million, an increase of ¥184,000 million from the end of the previous fiscal year, reflecting the Company's use of funds supplied by BOJ to support increased lending. As a result, total liabilities amounted to ¥14,429,522 million, having increased by ¥1,228,636 million from the end of the previous fiscal year.

As for net assets, share capital amounted to ¥32,616 million, unchanged from the end of the previous fiscal year, and capital surplus was ¥10,543 million, also unchanged from the end of the previous fiscal year. Retained earnings increased by ¥50,779 million from the end of the previous fiscal year to ¥271,931 million due to the recording of profit attributable to owners of parent. As a result, total net assets amounted to ¥319,117 million, having increased by ¥39,529 million from the end of the previous fiscal year.

(3) Overview of Cash Flows for the Fiscal Year under Review

As for cash flows for the fiscal year under review, net cash provided by operating activities amounted to ¥183,758 million (a decrease of ¥844,122 million compared with the previous fiscal year), mainly due to a ¥1,015,709 million net increase in deposits and a ¥184,000 million net increase in borrowed money, despite cash outlays whose main items were a ¥978,282 million net increase in loans and bills discounted and a ¥362,346 million net increase in monetary claims bought. Net cash used in investing activities totaled ¥732,563 million (an increase of ¥431,504 million compared with the previous fiscal year), mainly due to purchase of securities amounting to ¥1,394,850 million, despite ¥675,551 million proceeds from redemption of securities and ¥704 million proceeds from sale of securities. Net cash used in financing activities amounted to ¥0 million (¥13,324 million provided by financing activities in the previous fiscal year), due to the purchase of treasury shares.

As a result of the above, cash and cash equivalents at the end of the fiscal year under review amounted to ¥4,241,852 million, having decreased by ¥549,238 million from the end of the previous fiscal year.

(4) Future Outlook

For the fiscal year ending March 31, 2026, we forecast consolidated ordinary income of ¥246,884 million (up 33.7% year on year), consolidated ordinary profit of ¥91,221 million (up 27.5% year on year), and profit attributable to owners of parent of ¥64,348 million (up 26.7% year on year).

(5) Significant Events Regarding Going Concern Assumption

Not applicable.

2. Basic Policy on Selection of Accounting Standards

The Group applies Japanese GAAP. With regard to the application of the International Financial Reporting Standards (IFRS), the Company will take various domestic and international circumstances into consideration and respond appropriately.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2024	As of March 31, 2025
Assets		
Cash and due from banks	4,791,097	4,241,858
Call loans	6,387	5,837
Cash collateral provided for securities borrowed	554,524	516,866
Monetary claims bought	2,550,812	2,919,421
Securities	1,090,506	1,791,408
Loans and bills discounted	4,069,567	5,044,131
Foreign exchanges	25,501	8,377
Other assets	345,415	158,614
Tangible fixed assets	4,336	4,619
Buildings, net	685	631
Other tangible fixed assets	3,651	3,988
Intangible fixed assets	23,488	30,582
Software	15,791	16,842
Software in progress	7,670	13,739
Goodwill	26	—
Other intangible fixed assets	0	0
Deferred tax assets	10,677	17,359
Customers' liabilities for acceptances and guarantees	11,915	15,776
Allowance for loan losses	(3,756)	(6,214)
Total assets	13,480,473	14,748,639
Liabilities		
Deposits	10,442,382	11,451,517
Negotiable certificates of deposit	—	15,838
Call money	14,382	19,459
Cash collateral received for securities lent	9,632	8,726
Borrowed money	2,565,800	2,749,800
Foreign exchanges	4,031	10,637
Other liabilities	150,631	155,489
Provision for bonuses	647	688
Provision for bonuses for directors (and other officers)	5	6
Retirement benefit liability	1,442	1,566
Provision for reimbursement of deposits	13	15
Acceptances and guarantees	11,915	15,776
Total liabilities	13,200,885	14,429,522
Net assets		
Share capital	32,616	32,616
Capital surplus	10,543	10,543
Retained earnings	221,151	271,931
Treasury shares	(0)	(0)
Total shareholders' equity	264,311	315,090
Valuation difference on available-for-sale securities	(8,809)	(18,088)
Deferred gains or losses on hedges	(188)	277
Foreign currency translation adjustment	5,335	4,546
Remeasurements of defined benefit plans	0	10
Total accumulated other comprehensive income	(3,662)	(13,253)
Share acquisition rights	44	409
Non-controlling interests	18,894	16,870
Total net assets	279,587	319,117
Total liabilities and net assets	13,480,473	14,748,639

(2) Consolidated Statements of Income and Comprehensive Income
(Consolidated Statements of Income)

	(Millions of yen)	
	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Ordinary income	137,950	184,534
Interest income	84,518	128,184
Interest on loans and discounts	54,894	67,145
Interest and dividends on securities	5,608	16,306
Interest on call loans	115	78
Interest income on cash collateral provided for securities borrowed	558	544
Interest on deposits with banks	336	10,692
Other interest income	23,005	33,416
Fees and commissions	42,849	46,345
Other operating income	8,219	7,505
Other ordinary income	898	837
Recoveries of written off receivables	6	10
Other	892	827
Trust fees	1,464	1,660
Ordinary expenses	89,583	113,009
Interest expenses	11,125	27,129
Interest on deposits	7,242	16,012
Interest on negotiable certificates of deposit	—	222
Interest on call money	183	242
Interest expenses on cash collateral received for securities lent	56	135
Interest on borrowings and rediscounts	—	156
Other interest expenses	3,642	10,359
Fees and commissions payments	33,407	33,853
Other operating expenses	—	0
General and administrative expenses	41,950	46,349
Other ordinary expenses	3,100	5,677
Provision of allowance for loan losses	1,951	3,184
Other	1,148	2,492
Ordinary profit	48,367	71,524
Extraordinary losses	79	1
Loss on disposal of non-current assets	79	1
Profit before income taxes	48,287	71,523
Income taxes - current	16,684	24,595
Income taxes - deferred	(1,593)	(2,569)
Total income taxes	15,091	22,025
Profit	33,196	49,497
Loss attributable to non-controlling interests	(1,240)	(1,282)
Profit attributable to owners of parent	34,436	50,779

(Consolidated Statements of Comprehensive Income)

	(Millions of yen)	
	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	33,196	49,497
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,475)	(9,232)
Deferred gains or losses on hedges	(175)	465
Foreign currency translation adjustment	3,028	(1,576)
Remeasurements of defined benefit plans, net of tax	(38)	10
Total other comprehensive income	1,338	(10,332)
Comprehensive income	34,534	39,164
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	34,291	41,188
Comprehensive income attributable to non-controlling interests	242	(2,024)

(3) Consolidated Statements of Change in Net Assets

Fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income					Stock acquisition rights	Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	25,954	3,880	186,714	—	216,549	(7,364)	(12)	3,821	38	(3,517)	—	18,651	231,684
Changes during period													
Issuance of new stock	6,662	6,662			13,324								13,324
Profit attributable to owners of parent			34,436		34,436								34,436
Purchase of treasury stock				(0)	(0)								(0)
Net changes in items other than shareholders' equity						(1,444)	(175)	1,514	(38)	(144)	44	242	142
Total changes during period	6,662	6,662	34,436	(0)	47,761	(1,444)	(175)	1,514	(38)	(144)	44	242	47,903
Balance at end of period	32,616	10,543	221,151	(0)	264,311	(8,809)	(188)	5,335	0	(3,662)	44	18,894	279,587

Fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Shareholders' equity					Accumulated other comprehensive income					Stock acquisition rights	Non-controlling interests	Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	32,616	10,543	221,151	(0)	264,311	(8,809)	(188)	5,335	0	(3,662)	44	18,894	279,587
Changes during period													
Issuance of new stock					—								—
Profit attributable to owners of parent			50,779		50,779								50,779
Purchase of treasury stock				(0)	(0)								(0)
Net changes in items other than shareholders' equity						(9,279)	465	(788)	10	(9,590)	364	(2,024)	(11,250)
Total changes during period	—	—	50,779	(0)	50,779	(9,279)	465	(788)	10	(9,590)	364	(2,024)	39,529
Balance at end of period	32,616	10,543	271,931	(0)	315,090	(18,088)	277	4,546	10	(13,253)	409	16,870	319,117

(4) Consolidated Statements of Cash Flows

	(Millions of yen)	
	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	48,287	71,523
Depreciation	5,073	6,351
Amortization of goodwill	35	26
Share-based payment expenses	143	431
Increase (decrease) in allowance for loan losses	1,582	2,498
Increase (decrease) in provision for bonuses	10	44
Increase (decrease) in provision for bonuses for directors (and other officers)	0	1
Increase (decrease) in retirement benefit liability	94	138
Increase (decrease) in provision for reimbursement of deposits	1	1
Interest income	(84,518)	(128,184)
Interest expenses	11,125	27,129
Loss (gain) related to securities	(10)	0
Foreign exchange losses (gains)	(6,072)	5,659
Loss (gain) on disposal of non-current assets	79	1
Net decrease (increase) in loans and bills discounted	(287,328)	(978,282)
Net increase (decrease) in deposits	1,448,715	1,015,709
Net increase (decrease) in negotiable certificates of deposit	—	16,450
Net increase (decrease) in cash collateral received for securities lent	5,280	(506)
Net increase (decrease) in borrowed money (excluding subordinated borrowings)	288,400	184,000
Net decrease (increase) in call loans	1,544	282
Net decrease (increase) in due from banks (excluding cash equivalents)	(3)	(0)
Net decrease (increase) in cash collateral provided for securities borrowed	7,185	36,368
Net increase (decrease) in call money	1,336	5,922
Net decrease (increase) in foreign exchanges - assets	(15,597)	17,123
Net increase (decrease) in foreign exchanges - liabilities	1,011	6,606
Net decrease (increase) in monetary claims bought	(430,987)	(362,346)
Net increase in deposit for central counterparty and others	(18,072)	185,628
Interest received	84,224	120,997
Interest paid	(10,706)	(25,935)
Other, net	(12,421)	(6,420)
Subtotal	1,038,416	201,217
Income taxes paid	(10,535)	(17,459)
Net cash provided by (used in) operating activities	1,027,880	183,758
Cash flows from investing activities		
Purchase of securities	(592,468)	(1,394,850)
Proceeds from sale of securities	7,823	704
Proceeds from redemption of securities	292,955	675,551
Purchase of tangible fixed assets	(1,308)	(581)
Purchase of intangible fixed assets	(8,061)	(13,388)
Net cash provided by (used in) investing activities	(301,058)	(732,563)
Cash flows from financing activities		
Proceeds from issuance of shares	13,324	—
Purchase of treasury shares	(0)	(0)
Net cash provided by (used in) financing activities	13,324	(0)
Effect of exchange rate change on cash and cash equivalents	719	(433)
Net increase (decrease) in cash and cash equivalents	740,866	(549,238)
Cash and cash equivalents at beginning of period	4,050,224	4,791,091
Cash and cash equivalents at end of period	4,791,091	4,241,852

(5) Notes to Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Changes in accounting policies)

(Application of the “Accounting Standard for Corporate Tax, Inhabitant Tax, Enterprise Tax, etc.”)

The Company has applied the “Accounting Standard for Corporate Tax, Inhabitant Tax, Enterprise Tax, etc.” (ASBJ Statement No. 27, October 28, 2022; hereinafter referred to as the “Accounting Standard for Corporate Tax, etc.”) from the beginning of the fiscal year ended March 31, 2025.

Regarding the revision of the accounting classification of income taxes (taxes imposed on other comprehensive income), the Company has followed the transitional treatment stipulated in the proviso of Paragraph 20-3 of the Accounting Standard for Corporate Tax, etc. and the transitional treatment stipulated in the proviso of Paragraph 65-2, Item (2) of the “Implementation Guidance on Tax Effect Accounting” (ASBJ Guidance No. 28, October 28, 2022).

Furthermore, there were no effects on the consolidated financial statements due to these changes in accounting policies.

(Segment information, etc.)

Although the Group is engaged in some non-banking businesses, these businesses are not significant in terms of volume, and the reportable segment is the banking business only, and therefore, this information is omitted.

(Per share information)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net assets per share	1,493.84 yen	1,729.90 yen
Profit per share	198.42 yen	291.03 yen
Diluted profit per share	198.41 yen	290.77 yen

Notes: 1. The basis of the calculation of profit per share and diluted profit per share is as follows:

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Profit per share		
Profit attributable to owners of parent (millions of yen)	34,436	50,779
Amounts not attributable to common shareholders (millions of yen)	—	—
Profit attributable to owners of parent for common share (millions of yen)	34,436	50,779
Average number of common shares issued during the period (thousand shares)	173,547	174,482
Diluted profit per share		
Profit attributable to owners of parent, adjusted (millions of yen)	—	—
Increase number of common shares (thousand shares)	15	156
[Of which: stock acquisition rights] (thousand shares)	(15)	(156)
Overview of diluted shares that have not been included in the calculation of diluted profit per share due to their anti-dilutive effect		August 2024 Stock Options 1, 2, 3 Common stock: 53,900 shares February 2025 Stock Options 1, 2, 3 Common stock: 37,400 shares

2. The basis of the calculation of net assets per share is as follows:

	As of March 31, 2024	As of March 31, 2025
Total net assets (millions of yen)	279,587	319,117
Deduction from total net assets (millions of yen)	18,938	17,279
[Of which: stock acquisition rights] (millions of yen)	(44)	(409)
[Of which: non-controlling interest] (millions of yen)	(18,894)	(16,870)
Net assets attributable to common shareholders at the end of the period (millions of yen)	260,648	301,837
Number of common shares outstanding at the end of the period used in the calculation of net assets per share (thousand shares)	174,482	174,482

(Significant subsequent events)

Not applicable.

(end)

Supplementary Materials

for the Fiscal Year Ended March 31, 2025

May 12, 2025

Rakuten Bank

Rakuten Bank, Ltd.

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1. Income Analysis (Non-consolidated)

(Millions of yen)

	No.	FY2024	YoY	FY2023
Ordinary Income	1	178,138	44,071	134,066
Gross Operating Profit	2	119,240	28,877	90,363
Net Interest Income	3	99,360	26,615	72,745
Net Fees and Commissions	4	12,378	2,963	9,415
Net Other Operating Income	5	7,500	(701)	8,202
Net Gains (Losses) on Bonds	6	—	—	—
General and Administrative Expenses (excluding Non-recurring Losses)	7	(42,527)	(4,044)	(38,482)
Personnel Expenses	8	(7,913)	(320)	(7,592)
Non-personnel Expenses	9	(31,296)	(2,940)	(28,355)
Taxes	10	(3,317)	(783)	(2,534)
Net Operating Profit before Provision of Allowance for Loan Losses	11	76,713	24,832	51,880
Provision of General Allowance for Loan Losses	12	(1,133)	(192)	(940)
Net Operating Profit	13	75,579	24,639	50,939
Core Net Operating Profit	14	76,713	24,832	51,880
Net Non-recurring Gains (Losses)	15	(3,065)	(2,163)	(901)
Write-Off of Loans	16	(815)	(296)	(518)
Provision of Specific Allowance for Loan Losses	17	(1,408)	(758)	(649)
Other Disposal of Non-performing Loans	18	—	—	—
Gains on Recoveries of Written-Off Claims	19	10	3	6
Other Non-recurring Gains (Losses)	20	(851)	(1,112)	260
Ordinary Profit	21	72,514	22,476	50,038
Net Extraordinary Gains (Losses)	22	(1)	78	(79)
Income before Income Taxes	23	72,512	22,554	49,958
Income Taxes	24	(21,964)	(6,694)	(15,270)
Net Income	25	50,548	15,860	34,688

Total Credit Cost	26	(3,346)	(1,244)	(2,102)
Provision of General Allowance for Loan Losses	27	(1,133)	(192)	(940)
Write-Off of Loans	28	(815)	(296)	(518)
Provision of Specific Allowance for Loan Losses	29	(1,408)	(758)	(649)
Other Disposal of Non-performing Loans	30	—	—	—
Gains on Recoveries of Written-Off Claims	31	10	3	6

OHR	32	35.6%	(6.9)pp	42.5%
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(Note)

- (2) Gross Operating Profit = (3) Net Interest Income+(4) Net Fees and Commissions+(5) Net Other Operating income
- (11) Net Operating Profit before Provision of Allowance for Loan Losses=(2) Gross Operating Profit – (7) General and Administrative Expenses
- (13) Net Operating Profit = (2) Gross Operating Profit – (7) General and Administrative Expenses – (12) Provision of General Allowance for Loan Losses
- (14) Core Net Operating Profit = (13) Net Operating Profit – (6) Net Gains (Losses) on Bonds+(12) Provision of General Allowance for Loan Losses
- (32) OHR = (7) General and Administrative Expenses / (2) Gross Operating Profit

2. Disclosure Based on the Categories of the Financial Revitalization Act (Non-consolidated)

(Millions of yen)

	March 2024	March 2025
Bankrupt and Practically Bankrupt Claims	—	—
Doubtful Claims	1,359	2,159
Claims Requiring Close Watch	1,634	2,265
Normal Claims	4,066,043	4,978,835
Total	4,069,037	4,983,260

(Note) The above is based on the categories of the Financial Revitalization Act

3. Consolidated Capital Adequacy Ratio (Japanese Domestic Standard)

(Millions of yen)

	March 2024	March 2025
Capital Adequacy Ratio	10.93%	10.61%
Total Capital	263,608	307,871
Total Required Capital	96,397	116,057

(Note) Disclosed based on Financial Service Agency Public Notice No. 7 (2014).

4. Non-consolidated Capital Adequacy Ratio (Japanese Domestic Standard)

(Millions of yen)

	March 2024	March 2025
Capital Adequacy Ratio	10.68%	10.77%
Total Capital	253,071	299,727
Total Required Capital	94,782	111,306

(Note) Disclosed based on Financial Service Agency Public Notice No. 7 (2014).

5. Consolidated Return on Equity (ROE)

	FY2023	FY2024
Consolidated ROE (Return on Equity)	14.1%	18.0%

(Note) Return on Equity = Profit Attributable to Owners of Parent for the Period / Average of the Balance of Own Capital at the Beginning and End of the Period.

Own Capital = Total Net Assets – Stock Acquisition Rights – Non-controlling Interests

The balance of own capital for the beginning of the period was calculated as if the capital increase through a public offering in April 2023 and the increase due to a third-party allotment in May 2023 had been conducted at the beginning of the period, resulting in an increase in shareholders' equity by JPY13,324mm.

6. Securities (Consolidated)

(Note) Includes trust beneficiary rights within “monetary claims bought” in addition to “securities” in the consolidated balance sheets.

(i) Trading Account Securities
Not applicable.

(ii) Held-To Maturity Debt Securities
FY2023 (March 31, 2024)

(Millions of yen)

	Type	Consolidated Balance Sheet Amount	Fair Value	Unrealized Gains/Losses
Securities with Fair Value Exceeding Consolidated Balance Sheet Amount	Japanese Government Bonds	7,923	7,926	2
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	24,326	24,347	20
	Others	—	—	—
	Subtotal	32,250	32,273	22
Securities with Fair Value Not Exceeding Consolidated Balance Sheet Amount	Japanese Government Bonds	516,735	504,960	(11,775)
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	212,178	211,529	(648)
	Others	—	—	—
	Subtotal	728,914	716,490	(12,424)
Total		761,164	748,763	(12,401)

FY2024 (March 31, 2025)

(Millions of yen)

	Type	Consolidated Balance Sheet Amount	Fair Value	Unrealized Gains/Losses
Securities with Fair Value Exceeding Consolidated Balance Sheet Amount	Japanese Government Bonds	—	—	—
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	54,404	54,582	177
	Others	—	—	—
	Subtotal	54,404	54,852	177
Securities with Fair Value Not Exceeding Consolidated Balance Sheet Amount	Japanese Government Bonds	617,229	587,682	(29,547)
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	595,874	583,571	(12,303)
	Others	—	—	—
	Subtotal	1,213,104	1,171,253	(41,850)
Total		1,267,508	1,225,836	(41,672)

(iii) Other Securities

FY2023 (March 31, 2024)

(Millions of yen)

	Type	Consolidated Balance Sheet Amount	Acquisition Cost	Unrealized Gains/Losses
Securities with Consolidated Balance Sheet Amount Exceeding Acquisition Costs	Equity Securities	—	—	—
	Bonds	8,946	8,934	11
	Japanese Government Bonds	—	—	—
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	8,946	8,934	11
	Others	149,612	149,320	291
	Subtotal	158,558	158,255	303
Securities with Consolidated Balance Sheet Amount Not Exceeding Acquisition Costs	Equity Securities	—	—	—
	Bonds	150,003	154,600	(4,596)
	Japanese Government Bonds	119,937	123,973	(4,036)
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	30,066	30,626	(560)
	Others	222,213	230,813	(8,600)
	Subtotal	372,216	385,414	(13,197)
Total		530,775	543,669	(12,894)

FY2024 (March 31, 2025)

(Millions of yen)

	Type	Consolidated Balance Sheet Amount	Acquisition Cost	Unrealized Gains/Losses
Securities with Consolidated Balance Sheet Amount Exceeding Acquisition Costs	Equity Securities	—	—	—
	Bonds	—	—	—
	Japanese Government Bonds	—	—	—
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	—	—	—
	Others	256,314	256,055	258
	Subtotal	256,314	256,055	258
Securities with Consolidated Balance Sheet Amount Not Exceeding Acquisition Costs	Equity Securities	—	—	—
	Bonds	152,064	161,464	(9,400)
	Japanese Government Bonds	115,088	123,473	(8,385)
	Japanese Municipal Bonds	—	—	—
	Short-Term Corporate Bonds	—	—	—
	Corporate Bonds	36,976	37,991	(1,014)
	Others	420,677	438,112	(17,434)
	Subtotal	572,741	599,576	(26,834)
Total		829,056	855,632	(26,576)

(iv) Held-to-Maturity Debt Securities Sold during the Fiscal Year under Review
Not applicable.

(v) Other Securities Sold during the Fiscal Year under Review

FY2023 (March 31, 2024)

(Millions of yen)

	Sales Amount	Total Gain on Sales	Total Loss on Sales
Equity Securities	—	—	—
Bonds	3,000	—	—
Japanese Government Bonds	—	—	—
Japanese Municipal Bonds	—	—	—
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	3,000	—	—
Others	4,823	10	—
Total	7,823	10	—

FY2024 (March 31, 2025)

(Millions of yen)

	Sales Amount	Total Gain on Sales	Total Loss on Sales
Equity Securities	—	—	—
Bonds	—	—	—
Japanese Government Bonds	—	—	—
Japanese Municipal Bonds	—	—	—
Short-Term Corporate Bonds	—	—	—
Corporate Bonds	—	—	—
Others	704	—	0
Total	704	—	0

(vi) Securities for Which the Holding Purpose Has Been Changed
Not applicable.

(vii) Impaired Securities
Not applicable.

7. Derivative Transactions (Consolidated)

(i) Interest Rate-Related Transactions

FY2023 (March 31, 2024)

(Millions of yen)

Category	Type	Notional Amount		Fair Value	Unrealized Gains/Losses
		Total	Over 1 Year		
OTC	Interest Rate Swaption				
	Sold	138,298	138,298	(12,417)	(12,417)
	Purchased	138,308	138,308	12,400	12,400
Total		—	—	(17)	(17)

- (Note) 1. The above is based on a mark-to-market valuation and has been recorded on the consolidated statements of income. Derivative transactions to which hedge accounting is applied based on the rules of the “Accounting and Auditing Treatment of Accounting Standard for Financial Instruments in the Banking Industry” (Japanese Institute of Certified Public Accountants (“JICPA”) Industry Committee Practical Guideline No. 24, March 17, 2022,) etc. are not included in the above.
2. Interest swaps include interest swaption transactions which are difficult to differentiate for our bank.

FY2024 (March 31, 2025)

(Millions of yen)

Category	Type	Notional Amount		Fair Value	Unrealized Gains/Losses
		Total	Over 1 Year		
OTC	Interest Rate Swaption				
	Sold	156,748	156,748	(19,799)	(19,799)
	Purchased	156,862	156,862	19,786	19,786
Total		—	—	(12)	(12)

- (Note) 1. The above is based on a mark-to-market valuation and has been recorded on the consolidated statements of income. Derivative transactions to which hedge accounting is applied based on the rules of the “Accounting and Auditing Treatment of Accounting Standard for Financial Instruments in the Banking Industry” (Japanese Institute of Certified Public Accountants (“JICPA”) Industry Committee Practical Guideline No. 24, March 17, 2022,) etc. are not included in the above.
2. Interest swaps include interest swaption transactions which are difficult to differentiate for our bank.

(ii) Foreign Currency-Related Transactions
FY2023 (March 31, 2024)

(Millions of yen)

Category	Type	Notional Amount		Fair Value	Unrealized Gains/Losses
		Total	Over 1 Year		
OTC	Forward Exchange Contracts				
	Sold	357,500	274	4,079	4,079
	Purchased	368,475	1,275	1,771	1,771
	Currency Options				
	Sold	127	—	(0)	(0)
	Purchased	127	—	0	0
	Currency Swaps	12,319	12,319	(3,367)	(3,367)
Total		—	—	2,482	2,482

(Note) The above is based on a mark-to-market valuation and has been recorded on the consolidated statements of income. Currency swap transactions, etc., to which hedge accounting is applied and those attached to foreign currency-denominated monetary claims and obligations, etc., that are reflected in the consolidated balance sheets of the relevant foreign currency-denominated monetary claims and obligations, etc., or foreign currency-denominated monetary claims and obligations, etc. that are eliminated in consolidation based on the rules of the “Accounting and Auditing Concerning Accounting for Foreign Currency Transactions in Banking Industry” (JICPA Industry Committee Practical Guidance No. 25, October 8, 2020,) etc. are not included in the above.

FY2024 (March 31, 2025)

(Millions of yen)

Category	Type	Notional Amount		Fair Value	Unrealized Gains/Losses
		Total	Over 1 Year		
OTC	Forward Exchange Contracts				
	Sold	681,330	330	2,212	2,212
	Purchased	771,370	1,790	1,059	1,059
	Currency Options				
	Sold	59	—	(0)	(0)
	Purchased	59	—	0	0
	Currency Swaps	12,262	12,262	(3,672)	(3,672)
Total		—	—	(400)	(400)

(Note) The above is based on a mark-to-market valuation and has been recorded on the consolidated statements of income. Currency swap transactions, etc., to which hedge accounting is applied and those attached to foreign currency-denominated monetary claims and obligations, etc., that are reflected in the consolidated balance sheets of the relevant foreign currency-denominated monetary claims and obligations, etc., or foreign currency-denominated monetary claims and obligations, etc. that are eliminated in consolidation based on the rules of the “Accounting and Auditing Concerning Accounting for Foreign Currency Transactions in Banking Industry” (JICPA Industry Committee Practical Guidance No. 25, October 8, 2020,) etc. are not included in the above.

(iii) Bond-Related Transactions

FY2023 (March 31, 2024)

(Millions of yen)

Category	Type	Notional Amount		Fair Value	Unrealized Gains/Losses
		Total	Over 1 Year		
Listed	Bond Futures				
	Sold	—	—	—	—
	Purchased	1,456	—	(1)	(1)
Total		—	—	(1)	(1)

(Note) The above is based on a mark-to-market valuation and has been recorded on the consolidated statements of income.
Derivative transactions to which hedge accounting is applied are not included in the above.

FY2024 (March 31, 2025)

(Millions of yen)

Category	Type	Notional Amount		Fair Value	Unrealized Gains/Losses
		Total	Over 1 Year		
Listed	Bond Futures				
	Sold	—	—	—	—
	Purchased	274	—	2	2
Total		—	—	2	2

(Note) The above is based on a mark-to-market valuation and has been recorded on the consolidated statements of income.
Derivative transactions to which hedge accounting is applied are not included in the above.

8. Interest Spread (Non-consolidated)

(%)

	FY2023	FY2024
Yield on interest earning assets	0.95	0.87
Total cost of funding (including expenses)	0.39	0.48
Overall interest spread	0.56	0.39
Cost of interest bearing liabilities	0.07	0.17
Interest spread	0.88	0.70

9. Deposits (Non-consolidated)

(Millions of yen)

	March 2024	March 2025
Ordinary Deposits	9,637,354	10,310,507
Time Deposits	814,596	1,072,777
Other Deposits	88,252	93,037
Total	10,540,202	11,476,322

10. Time Deposits by Maturity (Non-consolidated)

(Millions of yen)

	1 Year or Less	Over 1 Year 2 Years or Less	Over 2 Years 3 Years or Less	Over 3 Years	Total
March 2024	797,320	6,801	4,191	6,282	814,596
March 2025	903,215	154,093	4,719	10,749	1,072,777

11. General and Administrative Expenses (Non-consolidated)

(Millions of yen)

	FY2023	FY2024
Personnel Expenses	7,592	7,913
Non-personnel Expenses	28,355	31,296
Depreciation and Amortization Expenses	4,200	5,426
Tax and Due	2,534	3,317
Total	38,482	42,527

12. Officers and Employees (Non-consolidated)

	March 2024	March 2025
Officers	9	9
Directors	5	5
Audit and Supervisory Board Members	4	4
Employees	877	901
Total	886	910

(Note) Employees include regular, non-regular or contract employees, and employees seconded to Rakuten Bank, Ltd. while employees from Rakuten Bank, Ltd. seconded to other companies have been excluded.

(end)