

# Japan Securities Finance Co.,Ltd.

## Consolidated Financial Results for Fiscal 2000

Name : Japan Securities Finance Co.,Ltd.

Listing : First Section, Tokyo Stock Exchange

Stock code number : 8511

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### 1. Financial results for fiscal 2000 (April 1, 2000—March 31, 2001)

#### (1) Results of operations

(Millions of yen, except per-share figures, rounded down to nearest million)

	Operating revenue		Operating profit		Ordinary profit	
	(% change from previous year)		(% change)		(% change)	
Fiscal 2000	31,568	23.4	2,964	△29.3	4,098	△23.3
Fiscal 1999	25,584	△28.4	4,192	103.5	5,346	62.9

	Net income		Net income per share	Net income per share (fully diluted)	Return on equity	Ordinary profit/ Total assets	Ordinary profit/ Operating revenue
	(% change)						
Fiscal 2000	2,837	△14.7	24.17	-	2.4	0.1	13.0
Fiscal 1999	3,326	71.4	28.12	-	2.9	0.2	20.9

Notes: 1. Gain/loss on investments based on equity method: ¥505 million (fiscal 1999: ¥487 million)

2. Average number of shares outstanding (consolidated): 117,389,650 (fiscal 1999: 118,272,687)

3. Changes in accounting method: Not applicable

4. Percentage figures shown in the operating revenue, operating profit, ordinary profit and net income columns indicate year-on-year changes for those items.

#### (2) Financial position (year-end)

(Millions of yen, except per-share figures, rounded down to nearest million)

	Total assets	Shareholders' equity	Equity ratio	Equity per share (Yen)
Fiscal 2000	8,257,653	118,582	2.6	1,045.03
Fiscal 1999	6,343,189	116,716	4.3	986.86

Notes: Number of shares outstanding at year-end (consolidated): 113,473,378 (fiscal 1999: 118,270,149)

**(3)Cash flows**

(Millions of yen, except per-share figures, rounded down to nearest million)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
Fiscal 2000	2,029	4,399	△3,007	10,226
Fiscal 1999	△5,346	7,984	△830	6,804

**(4)Included in scope of consolidation or applicable under equity method**

Consolidated subsidiaries : 3  
 Nonconsolidated subsidiaries : 0  
 Affiliates : 2

**(5)Changes in scope of consolidation or equity method**

Consolidated subsidiaries  
 Newly included : 0  
 Newly exempted : 0  
 Affiliates (based on equity method)  
 Newly included : 0  
 Newly exempted : 0

**2.Forecast for fiscal 2001(April 1, 2001—March 31, 2002)**

(Millions of yen, except per-share figures, rounded down to nearest million)

	Operating Revenue	Ordinary Profit	Net income
Interim	14,000	2,000	1,500
Full-year	28,500	3,900	2,800

Note : Forecast net income per share : ¥24.68

## *Consolidated Balance Sheets*

【Assets】	<i>Fiscal 1999-full year Mar 31, 2000</i>		<i>Fiscal 2000-full year Mar 31, 2001</i>		<i>Fluctuation amount</i>
	<small>(millions of yen)</small>	<small>(%ratio)</small>	<small>(millions of yen)</small>	<small>(%ratio)</small>	<small>(millions of yen)</small>
<b>Current Asset</b>	6,294,214	99.2	8,138,745	98.6	1,844,531
Cash and Bank Deposits	5,985		10,264		
Call Loans	197,000		335,000		
Securities	751		440,884		
Loans	1,696,578		1,322,003		
Securities Lent	1,593,237		2,428,340		
Securities in Custody	239,054		535,230		
Securities on Deposit	1,780,304		654,554		
Deferred Tax Assets	189		304		
Collateral Money for Securities Borrowed	782,244		2,411,734		
Other Current Assets	2,232		2,348		
Less : Allowance for Bad Debts	△3,364		△1,919		
<b>Fixed Assets</b>	48,974	0.8	118,907	1.4	69,933
Tangible Fixed Assets	5,991		6,045		
Intangible Fixed Assets	457		948		
Investments, etc.	42,550		112,013		
Less : Allowance for Bad Debts	△24		△99		
<b>Total Assets</b>	6,343,189	100.0	8,257,653	100.0	1,914,464

<b>【Liabilities and Shareholders' Equity】</b>	<i>Fiscal 1999-full year Mar 31, 2000</i>		<i>Fiscal 2000-full year Mar 31, 2001</i>		<i>Fluctuation amount</i>
	(millions of yen)	(ratio)	(millions of yen)	(ratio)	(millions of yen)
<b>Current Liabilities</b>	6,222,048	98.1	8,133,899	98.5	1,911,850
Call Money	567,700		950,100		
Short-Term Borrowing	130,353		443,016		
Commercial Paper	431,500		181,500		
Collateral Money for Securities Lent	1,409,924		2,450,336		
Collateral Securities Deposited	2,303,182		1,055,021		
Securities Borrowed	1,298,414		2,500,579		
Other Liabilities	80,975		553,345		
<b>Fixed Liabilities</b>	4,423	0.1	5,171	0.1	747
Deferred Income Tax Liabilities	-		250		
Allowance for Employees Retirement Benefits	2,913		3,459		
Other Fixed Liabilities	1,509		1,460		
<b>Total Liabilities</b>	<b>6,226,472</b>	<b>98.2</b>	<b>8,139,070</b>	<b>98.6</b>	<b>1,912,597</b>
<b>Shareholders' Equity</b>					
Capital Stock	10,000	0.1	10,000	0.1	-
Capital Reserve	5,181	0.1	5,181	0.1	-
Consolidated Earned Surplus	101,537	1.6	101,268	1.2	△269
Gains from Revaluation of Other Securities	-		2,132	0.0	2,132
Self-Stock	△2	△0.0	△0	△0.0	2
<b>Total Shareholders' Equity</b>	<b>116,716</b>	<b>1.8</b>	<b>118,582</b>	<b>1.4</b>	<b>1,866</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>6,343,189</b>	<b>100.0</b>	<b>8,257,653</b>	<b>100.0</b>	<b>1,914,464</b>

## *Consolidated Statement of Income*

	<i>Fiscal 1999-full year</i>		<i>Fiscal 2000-full year</i>		<i>Fluctuation amount</i>
	<i>Apr 1, 1999~Mar 31, 2000</i>		<i>Apr 1, 2000~Mar 31, 2001</i>		
	(millions of yen)	(%ratio)	(millions of yen)	(%ratio)	(millions of yen)
<b>Operating Revenues</b>	25,584	100.0	31,568	100.0	5,983
Interest on Loans	10,914		10,678		
Interest on Collateral Money for Securities Borrowed	1,307		4,586		
Fees on Lending Securities	7,924		9,722		
Other Operating Revenues	5,438		6,580		
<b>Operating Expenses</b>	21,391	83.6	28,604	90.6	7,212
Interest on Borrowing	1,460		6,356		
Interest on Commercial Paper	367		690		
Fees on Borrowing Securities	6,773		9,178		
General and Administrative Expenses	8,605	33.6	7,767	24.6	△837
Other Operating Expenses	4,183		4,610		
<b>Operating Profit</b>	4,192	16.4	2,964	9.4	△1,228
Non-Operating Profit	1,169	4.6	1,147	3.6	△22
Non-Operating Expenses	15	0.1	12	0.0	△2
<b>Ordinary Profit</b>	5,346	20.9	4,098	13.0	△1,248
Extraordinary Profit	78	0.3	1,477	4.7	1,399
Extraordinary Loss	54	0.2	1,048	3.3	993
<b>Income before Taxes</b>	5,370	21.0	4,527	14.3	△842
<b>Corporate, Residence and Enterprise Taxes</b>	2,185	8.5	2,288	7.2	102
Adjustments for Corporate Taxes, etc.	△141	△0.5	△597	△1.9	△455
<b>Net Income</b>	3,326	13.0	2,837	9.0	△489

### *Consolidated Average Outstanding Balance of Loans*

	<i>Fiscal 1999–full year</i>		<i>Fiscal 2000–full year</i>		<i>Fluctuation amount</i>
	<i>Apr 1, 1999~Mar 31, 2000</i>		<i>Apr 1, 2000~Mar 31, 2001</i>		
	(millions of yen)	(ratio)	(millions of yen)	(ratio)	(millions of yen)
Loans for Margin Transactions	10,982		7,908		△3,073
Bond Financing	528		616		88
General Loans	812		720		△92
Trust Bank Loans	135		163		28
Other Loans	2,088		2,063		△25
<b>Total</b>	14,547	100.0	11,472		△3,074

### *Segment Information for Consolidated Operating Revenues*

	<i>Fiscal 1999–full year</i>		<i>Fiscal 2000–full year</i>		<i>Fluctuation amount</i>
	<i>Apr 1, 1999~Mar 31, 2000</i>		<i>Apr 1, 2000~Mar 31, 2001</i>		
	(millions of yen)	(ratio)	(millions of yen)	(ratio)	(millions of yen)
<b>Securities Finance Business</b>	21,627	84.5	27,866	88.3	6,239
Loans for Margin Transactions	13,322	52.1	15,754	49.9	2,432
(Interest on Loans)	7,932	31.0	6,289	19.9	△1,643
Bond financing and General Loans	2,101	8.2	2,088	6.6	△13
Securities Lent	4,073	15.9	4,961	15.7	887
(Stocks Lent)	1,583	6.2	1,119	3.5	△464
(Bonds Lent)	2,489	9.7	3,841	12.2	1,352
Trust Banking Business	1,069	4.2	2,426	7.7	1,357
(Trust Fee)	98	0.4	156	0.5	57
Real Estate Business	912	3.6	930	2.9	18
Others	147	0.6	1,705	5.4	1,557
<b>Information Service Business</b>	3,957	15.5	3,701	11.7	△255
<b>Total</b>	25,584	100.0	31,568	100.0	5,983