

## Consolidated Balance Sheet

Mizuho Leasing Company, Limited and Consolidated Subsidiaries  
As of September 30, 2023

	Millions of yen		Thousands of U.S. dollars (Note 1)
	September 30, 2023	March 31, 2023	September 30, 2023
<b>ASSETS</b>			
<b>Current Assets:</b>			
Cash and Cash Equivalents	¥ 34,941	¥ 33,453	\$ 233,594
Lease Receivables and Investments in Lease (Note 4)	1,093,899	1,122,211	7,313,138
Receivables (Note 4):			
Notes and Accounts	1,346	751	9,000
Lease	4,152	4,416	27,758
Installment Sales	105,401	98,523	704,652
Loans	529,855	511,639	3,542,289
Factoring	155,879	150,025	1,042,112
Total Receivables	796,634	765,356	5,325,811
Operational Investment Securities (Note 4)	356,022	322,663	2,380,146
Prepaid Expenses and Other	49,749	37,018	332,597
Allowance for Doubtful Receivables	(1,424)	(1,036)	(9,522)
Total Current Assets	2,329,822	2,279,668	15,575,764
<b>Property and Equipment:</b>			
Leased Assets (Note 4)	483,798	368,747	3,234,380
Advances for Purchases of Leased Assets	1,761	299	11,778
Other Operating Assets (Note 4)	14,047	-	93,910
Own-used Assets	4,043	3,797	27,035
Total Property and Equipment	503,651	372,845	3,367,103
<b>Investments and Other Assets:</b>			
Investment Securities	21,845	17,157	146,044
Investments in Unconsolidated Subsidiaries and Associated Companies	254,781	223,460	1,703,313
Long-term Receivables	28,566	25,813	190,980
Goodwill	4,828	-	32,282
Intangible Leased Assets (Note 4)	9,257	9,552	61,890
Deferred Tax Assets	6,517	7,085	43,575
Asset for Employees' Retirement Benefits	713	759	4,772
Other	27,744	23,432	185,483
Allowance for Doubtful Receivables	(5,127)	(5,141)	(34,277)
Total Investments and Other Assets	349,128	302,120	2,334,062
<b>Total Assets</b>	<b>¥ 3,182,602</b>	<b>¥ 2,954,634</b>	<b>\$ 21,276,929</b>

See accompanying Notes to Consolidated Financial Statements.

## Consolidated Balance Sheet

Mizuho Leasing Company, Limited and Consolidated Subsidiaries  
As of September 30, 2023

	Millions of yen		Thousands of U.S. dollars (Note 1)
	September 30, 2023	March 31, 2023	September 30, 2023
<b>LIABILITIES and EQUITY</b>			
<b>Current Liabilities:</b>			
Short-term Borrowings (Note 5)	¥ 1,273,427	¥ 1,206,016	\$ 8,513,352
Current Portion of Long-term Debt (Note 5)	288,681	272,009	1,929,947
Lease Payable	17,044	18,219	113,952
Accounts Payable - trade	20,727	24,512	138,570
Accrued Expenses	8,478	4,964	56,681
Income Taxes Payable	4,745	2,719	31,726
Deferred Profit on Installment Sales (Note 4)	4,215	3,226	28,180
Reserve for Management Board Benefit Trust - current	30	726	202
Accruals for Debt Guarantees	14	14	94
Other	57,155	41,046	382,109
<b>Total Current Liabilities</b>	<b>1,674,520</b>	<b>1,573,455</b>	<b>11,194,813</b>
<b>Long-term Liabilities:</b>			
Long-term Debt (Note 5)	1,141,739	1,059,528	7,632,968
Deposits Received	36,615	30,550	244,789
Liability for Employees' Retirement Benefits	2,323	2,409	15,534
Other	15,107	12,856	100,996
<b>Total Long-term Liabilities</b>	<b>1,195,785</b>	<b>1,105,345</b>	<b>7,994,287</b>
<b>Contingent Liabilities (Note 6)</b>			
<b>Equity: (Note 9)</b>			
Common Stock	26,088	26,088	174,409
Authorized, 140,000,000 Shares; Issued, 49,004,000 Shares as of September 30 and March 31, 2023			
Capital Surplus	23,941	23,941	160,058
Retained Earnings	195,360	181,484	1,306,061
Treasury Stock - at cost	(1,038)	(1,618)	(6,945)
380,878 shares as of September 30 and 593,299 shares as of March 31, 2023			
<b>Accumulated Other Comprehensive Income:</b>			
Unrealized Gain on Available-for-sale Securities	17,636	11,849	117,909
Deferred Loss on Derivatives under Hedge Accounting	(3,441)	(2,204)	(23,011)
Foreign Currency Translation Adjustments	33,145	22,620	221,589
Defined Retirement Benefit Plans	586	601	3,922
<b>Total</b>	<b>292,278</b>	<b>262,762</b>	<b>1,953,992</b>
Non-controlling Interests	20,019	13,071	133,837
<b>Total Equity</b>	<b>312,297</b>	<b>275,834</b>	<b>2,087,829</b>
<b>Total Liabilities and Equity</b>	<b>¥ 3,182,602</b>	<b>¥ 2,954,634</b>	<b>\$ 21,276,929</b>

See accompanying Notes to Consolidated Financial Statements.



**Consolidated Statement of Comprehensive Income**

Mizuho Leasing Company, Limited and Consolidated Subsidiaries

For the six-month period ended September 30, 2023

	Millions of yen		Thousands of U.S. dollars (Note 1)
	September 30, 2023	September 30, 2022	September 30, 2023
<b>Net Income</b>	¥ 18,809	¥ 16,246	\$ 125,748
<b>Other Comprehensive Income:</b>			
Unrealized Gain on Available-for-sale Securities	3,909	5,192	26,137
Deferred Loss on Derivatives under Hedge Accounting	(1,234)	(2,178)	(8,252)
Foreign Currency Translation Adjustments	9,547	17,464	63,827
Defined Retirement Benefit Plans	(29)	(32)	(194)
Share of Other Comprehensive Income in Associated Companies	4,056	1,139	27,121
Total Other Comprehensive Income	16,250	21,586	108,639
<b>Comprehensive Income</b>	¥ 35,059	¥ 37,832	\$ 234,387
<b>Total Comprehensive Income attributable to:</b>			
Owners of the Parent	¥ 32,954	¥ 36,144	\$ 220,314
Non-controlling Interests	2,104	1,687	14,073

See accompanying Notes to Consolidated Financial Statements.

### Consolidated Statement of Cash Flows

Mizuho Leasing Company, Limited and Consolidated Subsidiaries

For the six-month period ended September 30, 2023

	Millions of yen		Thousands of U.S. dollars (Note 1)
	September 30, 2023	September 30, 2022	September 30, 2023
<b>Cash Flows from Operating Activities:</b>			
Income before Income Taxes	¥ 25,805	¥ 21,750	\$ 172,519
Adjustments for:			
Income Taxes Paid	(4,201)	(4,711)	(28,087)
Depreciation and Disposal of Fixed Assets	9,106	8,471	60,881
Equity in Earnings of Associated Companies	(4,925)	(4,940)	(32,928)
(Profit) Loss from Investments	(1,248)	99	(8,345)
Decrease in Allowance for Doubtful Receivables	(145)	(4,157)	(971)
Increase (Decrease) in Accruals for Debt Guarantees	0	(1)	0
(Gain) Loss on Sales of Marketable and Investment Securities	(90)	275	(607)
Loss on Devaluation of Investment Securities	8	7	55
Change in assets and liabilities:			
Decrease in Lease Receivables and Investments in Lease	48,780	45,851	326,117
(Increase) Decrease in Receivables	(8,734)	22,787	(58,395)
Increase in Operational Investment Securities	(30,327)	(21,933)	(202,752)
Decrease in Accounts Payable — trade	(6,475)	(11,557)	(43,289)
Purchases of Leased Assets	(147,043)	(61,627)	(983,045)
Proceeds from Sales of Leased Assets	30,414	21,460	203,333
Increase in Interest Payable	146	141	980
Other — net	(18,364)	1,578	(122,774)
Total Adjustments	(133,100)	(8,255)	(889,827)
Net Cash (Used in) Provided by Operating Activities	(107,294)	13,495	(717,308)
<b>Cash Flows from Investing Activities:</b>			
Purchases of Own-used Assets	(1,525)	(617)	(10,197)
Purchases of Marketable and Investment Securities	(18,723)	(3,278)	(125,173)
Proceeds from Sales and Redemption of Marketable and Investment Securities	8,801	1,964	58,843
Purchase of Subsidiaries causing Changes in Scope of Consolidation	(8,536)	-	(57,072)
Other — net	(1,676)	(760)	(11,207)
Net Cash Used in Investing Activities	(21,660)	(2,692)	(144,806)
<b>Cash Flows from Financing Activities:</b>			
Net Increase in Short-term Borrowings	64,765	11,528	432,983
Proceeds from Long-term Debt	231,896	128,261	1,550,314
Repayments of Long-term Debt	(163,155)	(147,245)	(1,090,756)
Cash Dividends Paid	(4,018)	(2,695)	(26,864)
Other — net	447	(21)	2,992
Net Cash Provided by (Used in) Financing Activities	129,935	(10,172)	868,669
Foreign Currency Translation Adjustments on Cash and Cash Equivalents	506	554	3,388
Net Increase in Cash and Cash Equivalents	1,487	1,185	9,943
Cash and Cash Equivalents at Beginning of the Period	33,453	24,502	223,651
Cash and Cash Equivalents at End of the Period	¥ 34,941	¥ 25,687	\$ 233,594

See accompanying Notes to Consolidated Financial Statements.

# NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

## 1. Basis of Presenting Consolidated Financial Statements

The accompanying consolidated financial statements of Mizuho Leasing Company, Limited (“the Company”) and its consolidated subsidiaries (together with the Company, “the Group”) have been prepared in accordance with the provisions set forth in the Japanese Financial Instruments and Exchange Act and its related accounting regulations and in accordance with accounting principles generally accepted in Japan, which are different in certain respects as to application and disclosure requirements of International Financial Reporting Standards.

In preparing these consolidated financial statements, certain reclassifications and rearrangements have been made to the Company’s financial statements issued domestically in order to present them in a form which is more familiar to readers outside Japan. The accompanying consolidated financial statements and notes should be read in conjunction with the consolidated financial statements and related notes for the year ended March 31, 2023.

The consolidated financial statements are stated in Japanese yen, the currency of the country in which the Company is incorporated and operates. The translations of Japanese yen amounts into U.S. dollar amounts are included solely for the convenience of readers outside Japan and have been made at the rate of ¥149.58 to US\$1.00, the approximate rate of exchange at September 30, 2023. The translations should not be construed as representations that the Japanese yen amounts could be converted into U.S. dollars at that or any other rate. The amounts indicated in millions of yen are rounded down by truncating the figures below one million. As a result, totals may not add up exactly.

## 2. Scope of Consolidation

The consolidated financial statements include the accounts of the Group, which include Dai-ichi Leasing Co., Ltd., Mizuho-TOSHIBA Leasing Company, Limited, ML Estate Company, Limited, Mizuho Auto Lease Company, Limited, Mizuho Leasing (China) Ltd., Mizuho Leasing (Singapore) Pte. Ltd., PT MIZUHO LEASING INDONESIA Tbk, and Rent Alpha Pvt. Ltd. The number of the consolidated subsidiaries as of September 30, 2023 was 40.

The number of associated companies accounted for under the equity method as of September 30, 2023 was 11. Investments in associated companies include Mizuho Marubeni Leasing Corporation, RICOH LEASING COMPANY, LTD., NIPPON STEEL KOWA REAL ESTATE CO., LTD., Mizuho Capital Co., Ltd., Krungthai Mizuho Leasing Company Limited, PNB-Mizuho Leasing and Finance Corporation, PLM Fleet, LLC, Aircastle Limited, Vietnam International Leasing Co., Ltd., and Affordable Car Leasing Pty Ltd.

## 3. Summary of Significant Accounting Policies

The accounting policies are the same as those applied in the Consolidated Financial Statements as of and for the year ended March 31, 2023.

## 4. Operating Assets

(1) Operating Assets as of September 30 and March 31, 2023 consisted of the following:

	(Millions of yen)		(Thousands of U.S. dollars)
	September 30, 2023	March 31, 2023	September 30, 2023
Leasing and Installment Sales:			
Finance Lease	<b>¥1,093,899</b>	¥1,122,211	<b>\$7,313,138</b>
Operating Lease	<b>493,056</b>	378,300	<b>3,296,270</b>
Installment Sales (*1)	<b>101,186</b>	95,296	<b>676,472</b>
Leasing and Installment Sales total	<b>1,688,141</b>	1,595,808	<b>11,285,880</b>
Finance	<b>1,041,757</b>	984,328	<b>6,964,547</b>
Other	<b>14,047</b>	-	<b>93,910</b>
<b>Total Operating Assets</b>	<b>¥2,743,945</b>	<b>¥2,580,137</b>	<b>\$18,344,337</b>

(\*1) The amount of Installment Sales represents "Installment Sales Receivables" less "Deferred Profit on Installment Sales".

(2) The total amounts of new contracts during the periods ended September 30, 2023 and 2022 were as follows:

	(Millions of yen)		(Thousands of U.S. dollars)
	2023	2022	2023
Leasing and Installment Sales:			
Finance Lease	<b>¥128,946</b>	¥117,863	<b>\$862,058</b>
Operating Lease	<b>145,542</b>	61,507	<b>973,009</b>
Installment Sales	<b>25,476</b>	13,244	<b>170,321</b>
Leasing and Installment Sales total	<b>299,965</b>	192,614	<b>2,005,388</b>
Finance	<b>341,191</b>	377,261	<b>2,280,994</b>
Other	-	-	-
<b>Total</b>	<b>¥641,157</b>	<b>¥569,876</b>	<b>\$4,286,382</b>

## 5. Short-term Borrowings and Long-term Debt

(1) "Short-term Borrowings" as of September 30 and March 31, 2023 was as follows:

	(Millions of yen)		(Thousands of U.S. dollars)
	September 30, 2023	March 31, 2023	September 30, 2023
Short-term Borrowings			
Short-term Borrowings from banks and other financial institutions	<b>¥510,020</b>	¥418,440	<b>\$3,409,683</b>
Commercial Paper	<b>694,900</b>	692,900	<b>4,645,675</b>
Payables under securitized lease receivables	<b>68,506</b>	94,676	<b>457,994</b>
<b>Total</b>	<b>¥1,273,427</b>	¥1,206,016	<b>\$8,513,352</b>
Current Portion of Long-term Debt			
Bonds payable	<b>¥23,807</b>	¥23,000	<b>\$159,163</b>
Long-term Debt from banks and other financial institutions	<b>264,873</b>	249,009	<b>1,770,784</b>
<b>Total</b>	<b>¥288,681</b>	¥272,009	<b>\$1,929,947</b>

(2) "Long-term Debt" as of September 30 and March 31, 2023 was as follows:

	(Millions of yen)		(Thousands of U.S. dollars)
	September 30, 2023	March 31, 2023	September 30, 2023
Long-term Debt			
Bonds payable	<b>¥322,856</b>	¥280,743	<b>\$2,158,420</b>
Long-term Debt from banks and other financial institutions	<b>786,774</b>	747,654	<b>5,259,890</b>
Payables under securitized lease receivables	<b>32,108</b>	31,131	<b>214,658</b>
<b>Total</b>	<b>¥1,141,739</b>	¥1,059,528	<b>\$7,632,968</b>



## 6. Contingent Liabilities

Contingent Liabilities as of September 30, 2023 were as follows:

	(Millions of yen)	(Thousands of U.S. dollars)
	2023	2023
Guarantee Obligations with respect to operating activities	¥13,752	\$91,942
Other Guarantee Obligations	23,270	155,574
Accruals for Debt Guarantees	(14)	(94)
<b>Total</b>	<b>¥37,009</b>	<b>\$247,422</b>

(\*1) The amount includes loans and trade receivables provided by SoftBank CO.,LTD. and others, which are guaranteed by the Company.

## 7. Segment Information

(1) Information about sales and profit

**For the six-month period ended September 30, 2023**

	(Millions of yen)					
	2023					
	Reportable segment					
	Leasing and Installment Sales	Finance	Other	Total	Reconciliations (*1)	Consolidated (*2)
Sales:						
Sales to external customers	¥256,638	¥14,599	¥560	¥271,798	¥-	¥271,798
Intersegment sales and transfers	77	1,300	71	1,449	(1,449)	-
<b>Total</b>	<b>256,715</b>	<b>15,900</b>	<b>632</b>	<b>273,248</b>	<b>(1,449)</b>	<b>271,798</b>
Operating Expenses	244,063	6,755	455	251,274	1,661	252,935
<b>Segment Profit</b>	<b>¥12,652</b>	<b>¥9,144</b>	<b>¥177</b>	<b>¥21,974</b>	<b>¥(3,111)</b>	<b>¥18,862</b>

For the six-month period ended September 30, 2022

(Millions of yen)

	2022						
	Reportable segment				Total	Reconciliations (*1)	Consolidated (*2)
	Leasing and Installment Sales	Finance	Other				
Sales:							
Sales to external customers	¥216,374	¥11,843	¥611	¥228,829	¥-	¥228,829	
Intersegment sales and transfers	100	601	76	778	(778)	-	
<b>Total</b>	<b>216,475</b>	<b>12,444</b>	<b>687</b>	<b>229,607</b>	<b>(778)</b>	<b>228,829</b>	
Operating Expenses	204,921	4,060	501	209,484	1,971	211,455	
<b>Segment Profit</b>	<b>¥11,553</b>	<b>¥8,384</b>	<b>¥185</b>	<b>¥20,123</b>	<b>¥(2,749)</b>	<b>¥17,373</b>	

For the six-month period ended September 30, 2023

(Thousands of U.S. dollars)

	2023						
	Reportable segment				Total	Reconciliations (*1)	Consolidated (*2)
	Leasing and Installment Sales	Finance	Other				
Sales:							
Sales to external customers	\$1,715,728	\$97,604	\$3,747	\$1,817,079	\$-	\$1,817,079	
Intersegment sales and transfers	516	8,694	481	9,691	(9,691)	-	
<b>Total</b>	<b>1,716,244</b>	<b>106,298</b>	<b>4,228</b>	<b>1,826,770</b>	<b>(9,691)</b>	<b>1,817,079</b>	
Operating Expenses	1,631,657	45,162	3,044	1,679,863	11,111	1,690,974	
<b>Segment Profit</b>	<b>\$84,587</b>	<b>\$61,136</b>	<b>\$1,184</b>	<b>\$146,907</b>	<b>\$(20,802)</b>	<b>\$126,105</b>	

(\*1) The details of Reconciliations to Segment Profit for the periods ended September 30, 2023 and 2022 were as follows:

	(Millions of yen)		(Thousands of U.S. dollars)
	2023	2022	2023
Elimination of intersegment transactions	¥507	¥353	\$3,391
Administrative expenses not allocated to the reportable segments	(3,618)	(3,103)	(24,193)
<b>Total</b>	<b>¥(3,111)</b>	<b>¥(2,749)</b>	<b>\$(20,802)</b>

(\*2) Segment Profits are reconciled to Operating Income in the Consolidated Statement of Income.

(2) Impairment loss of long-lived assets or goodwill per reportable segment:

In “Leasing and Installment Sales” and “Finance” segments, Goodwill amounting to ¥4,931 million (\$32,969 thousand) was recorded as a result of the acquisition of Rent Alpha Pvt. Ltd. shares as a consolidated subsidiary in the first quarter ended June 30, 2023.

## 8. Per Share Information

Details of basic net income attributable to owners of the parent per share (“EPS”) for the periods ended September 30, 2023 and 2022 were as follows:

	(Millions of yen)	(Thousands of shares)	(Yen)	(U.S. dollars)
Net income attributable to owners of the parent		Weighted-average shares		EPS
<b>For the period ended September 30, 2023:</b>				
Basic EPS				
Net income available to common shareholders	¥17,894	48,493	¥369.00	\$2.47
<b>For the period ended September 30, 2022:</b>				
Basic EPS				
Net income available to common shareholders	¥15,584	48,389	¥322.06	\$2.15

## 9. Subsequent Events

### Appropriation of Retained Earnings

On November 8, 2023, the Board of Directors of the Company resolved to approve the payment of the interim cash dividends to its shareholders registered as of September 30, 2023 as follows:

	(Millions of yen)	(Thousands of U.S. dollars)
Interim cash dividends, ¥83.00 (\$0.55) per share	<b>¥4,067</b>	<b>\$27,191</b>