

ARETE CAPITAL VIEW

- Softbank is a strategic and deep thinking technology player. Exposures to telecoms, internet, AI/Deep Learning, semiconductor design, ride hailing, etc. Business operator, Partner, Investor. Vision Fund launched to express long term views.
- Softbank excels at partnering and taking strategic stakes for further collaboration: e-Commerce (BABA, YHOO) Chip AI & Design (NVDA & ARM), Telecoms (Softbank, Sprint), etc. One Web looks to disrupt satellite and internet business.

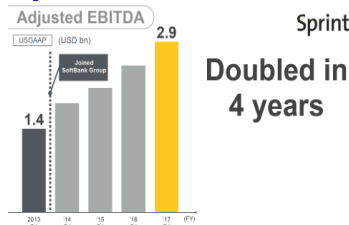
OPPORTUNITIES

- Sprint acquisition concerns fade concerns as EBITDA rises 2x in 4 years. ARM chips planned for premium phones 2018, for driverless car tech. Investments into ride hailing: Didi, etc. Nvidia. Assembling different business for future monetization.
- Softbank strategically reduced positions in BABA in order to fund acquisitions: Sprint, Arm, etc. BABA stake remains at about USD 128bn, and Softbank sum of the parts trades at estimated discount of c. 30% to total net asset value.
- Many business segments have high margins (ex. ARM does not manufacture, only designs chips). Company is Free Cash Flow positive. Shares have lagged other tech peers in the short term, yet business trends remain solid for Softbank.

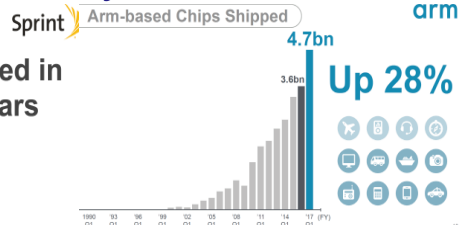
RISKS

- Overall debt levels increased due to more acquisitions
- Long term build out of technology plans takes more time than expected
- Mark to market in key investments decrease in short term (BABA, NVDA, etc)

Adjusted EBITDA - 5 years



Arm-based Chips Shipped - 2 years



BUSINESS SUMMARY

Softbank Group Corp., formerly Softbank Corp., is a holding company. The Company is engaged in various businesses in the information industry. Its segments are Domestic Telecommunications, Sprint, Yahoo Japan and Distribution. Domestic Telecommunications is engaged in the provision of mobile communications, broadband services to retail customers and telecom services to corporate customers; sale of mobile devices in Japan. Sprint is engaged in the provision of mobile and fixed-line telecommunications services; sale and lease of mobile devices and accessories in the United States. Yahoo Japan is engaged in Internet advertising, e-commerce business. Distribution is engaged in the distribution of mobile devices overseas, sale of personal computer software.

FINANCIAL SUMMARY

For the three months ended 30 June 2017, SoftBank Group Corp revenues increased 3% to Y2. 186T. Net income before extraordinary items decreased 97% to Y5.52B. Revenues reflect Sprint Business segment increase of 3% to Y875.02B, Yahoo Business segment increase of 3% to Y207.92B, other segment increases of 17% to Y26.05B. Net income was offset by Domestic Communications Business segment income decrease of 9% to Y218.47B.

5 YEAR CHART



RATIOS

Dividend Yield	0.47
P/E (Trailing)	15x
P/E Forward Est.	17x
Annual free cash flow	577.2 billion JPY

INCOME STATEMENT Billion (JPY)

	2013	2014	2015	2016	2017
Revenue	3,202,536,000,000	6,666,651,000,000	8,504,135,000,000	8,881,777,000,000	8,901,004,000,000
Total Operating Expense	2,403,137,000,000	5,598,775,000,000	7,600,411,000,000	8,005,629,000,000	7,923,643,000,000
Operating Income	799,399,000,000	1,067,876,000,000	903,724,000,000	876,148,000,000	977,361,000,000
Net Income Before Taxes	715,504,000,000	924,049,000,000	1,213,035,000,000	919,161,000,000	712,526,000,000
Net Income After Taxes	437,837,000,000	578,251,000,000	742,718,000,000	496,484,000,000	919,631,000,000
Net Income Before Extra. Items	372,481,000,000	520,250,000,000	647,397,000,000	412,415,000,000	871,509,000,000

PROFITABILITY ANALYSIS

	2013	2014	2015	2016	2017	Latest
ROE Tot Equity, %	29.21	29.37	27.11	15.11	28.11	22.08 *
ROA Tot Assets, %	7.23	4.84	3.94	2.38	4.06	3.24 *
Income Aft Tax Margin, %	13.67	8.67	8.73	5.59	10.33	8.23 *
Revenue/Tot Assets	0.53	0.56	0.45	0.43	0.39	0.39 *
Long Term Debt/Equity, %	135.31	416.41	344.37	355.65	340.10	309.73 **
Total Debt/Equity, %	230.43	475.88	408.22	457.00	415.61	397.26 **