

Financial Results of 1H of Fiscal Year Ending March 31, 2009

This is an English translation of Japanese presentation material prepared for IR conference held on the date above; it includes the information on consolidated financial summary under Japanese GAAP. If there is any discrepancy between a statement in English and a statement in Japanese, the Japanese statement is always controlling.

Forward-looking Statements

Statements made at this presentation and in this material include forward-looking statements that are based on our current expectations, assumptions, estimates and projections about our business and the industry. These forward-looking statements are subject to various risks and uncertainties. These statements discuss future expectations and plans, identify strategies, contain projections of results of operations and of our financial condition, and state other “forward-looking” information. Known and unknown risks, uncertainties and other factors could cause the actual results to differ materially from expected results contained in any forward-looking statements. Potential risks and uncertainties include, without limitation, our ability to continue to attract and retain customers and their assets; our ability to make our operations profitable; changes in the demand for brokerage services in Japan; our ability to continue to expand and maintain our computers and electronic systems and to avoid failures of these systems; and our ability to maintain our relationship with our founding shareholders. This does not correspond to US GAAP.



Important Matters Concerning Product-related Risks

This material is explanatory material on the financial results of Monex Group, Inc. (“the Company”). The descriptions herein concerning the products, services, etc. which are handled by the Company’s group companies (“the Group Companies”), are made only for disclosure purposes and are given to describe matters which are required for providing specific explanations concerning the Company. Therefore, this material is not intended to recommend, or conduct solicitation for , any of such products, services, etc.

Any party who wishes to actually purchase products, services, etc. handled by the Group Companies may be required to take necessary advance procedures designated by the relevant group company including opening of an account, and to pay fees and/or expenses as designated by the relevant group company. Each of the traded products may suffer a loss in the invested principal due to fluctuation of price and other factors. In addition, the investors may be required to pledge a designated amount of margin deposits upon conducting margin trading, futures and option transactions or foreign exchange margin trading. There is a risk that the investor may suffer losses exceeding the amount of margin deposits (initial investment) provided for such trading.

For more details concerning important matters such as the products and services offered by the Group Companies and the fees or risks associated with each product, please refer to the website of the relevant group company.

Our Business Principles

1.PURSuing SPIRIT OF INNOVATION

We will constantly strive to pioneer new fields in finance and propose new approaches to managing money.

2.STAYING CUSTOMER FOCUSED

**We believe that the best guide to our corporate activities is the voice of our customers.
With this guide, we will continue to create financial services truly needed by individuals.**

3.CHALLENGING FOR THE BEST

We will continue to provide the best products and services for our customers always thinking outside the box.

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1. Financial Results

2. Strategies

3. Businesses

4. To our Shareholders

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Financial Overview

■ 2Q(Jul.-Sep.) of FYE Mar. 31, 2009 Financial Overview

◆ Net operating revenues	5,859 million yen	-2.1% from 1Q of FYE Mar. 31, 2009
- Brokerage commissions	2,612 million yen	-25.5% from 1Q of FYE Mar. 31, 2009
- Financial income	2,112 million yen	82.1% from 1Q of FYE Mar. 31, 2009
◆ SG&A	3,915 million yen	-0.5% from 1Q of FYE Mar. 31, 2009
◆ Ordinary income	1,887 million yen	-11.2% from 1Q of FYE Mar. 31, 2009
◆ Net income(*)	-1,908 million yen	

(*)including devaluation loss on investment securities

■ 1H(Apr.-Sep.) of FYE Mar. 31, 2009 Financial Overview

◆ Net operating revenues	11,847 million yen	-15.0 % from 1H of FYE Mar. 31, 2008
- Brokerage commissions	6,117 million yen	-27.1 % from 1H of FYE Mar. 31, 2008
- Financial income	3,271 million yen	25.3 % from 1H of FYE Mar. 31, 2008
◆ SG&A	7,849 million yen	10.4 % from 1H of FYE Mar. 31, 2008
- Compensation and benefits	1,465 million yen	12.3 % from 1H of FYE Mar. 31, 2008
- System related costs(*1)	3,263 million yen	20.9 % from 1H of FYE Mar. 31, 2008
◆ Ordinary income	4,013 million yen	-40.9 % from 1H of FYE Mar. 31, 2008
◆ Net income	244 million yen	-93.7 % from 1H of FYE Mar. 31, 2008
◆ Key performance indicators		
- ROE (annualized)	1%	-16 pt from 1H of FYE Mar. 31, 2008
- Profit margin (Operating income / Net Operating revenues)(*2)	34%	-15 pt from 1H of FYE Mar. 31, 2008

■ Overview of the Japanese Stock Market

• Nikkei 225 Average	- 16.5% from Jun. 30, 2008	-32.9% from Sep. 30, 2007
• Trading Value(*3)	- 26.7% from 1Q of Mar. 31, 2009	-31.3% from 1H of Mar. 31, 2008

(*1) System related costs = Rental and maintenance + Data processing and office supplies + Amortization and depreciation

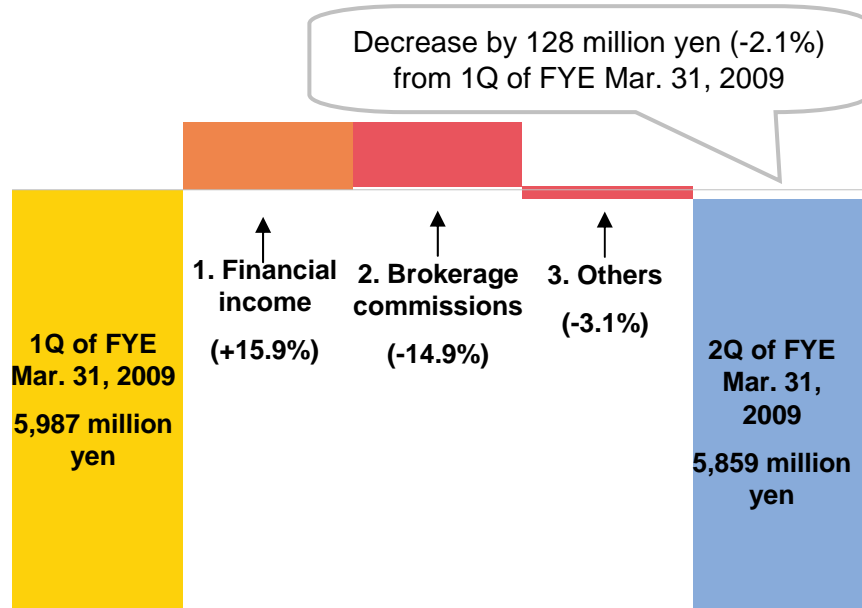
(*2) Profit margin(stated in this material) is calculated as Operating income / Net operating revenue(not operating revenue)

(*3)Total Trading value of individual investors in 4 Japanese major markets

Highlights of 2Q (1) Net Operating Revenues

■ Increasing/Decreasing factors in net operating revenues of 2Q FYE2009 vs. 1Q FYE2009

◆ Financial income increased, but brokerage commissions and mutual fund sales commissions decreased



◆ Major increasing factors

1. Financial Income 952 million yen
 - Revenues from the stock lending business increased
 - As a result of clearing off the stock lending to Lehman Brothers
 - Revenue from management of cash segregated for customers(*)
 - Revision on specified fund trust portfolio increased revenue

◆ Major decreasing factors

2. Brokerage commission revenues 892 million yen
 - Decrease of trading values, particularly of margin trading values
3. Others 187 million yen
 - Decrease of mutual fund sales commissions and agency fees

■ (*) Management of cash and others segregated for customers

Cash and others segregated for customers are managed in specified trust funds and deposits. Major components of specified trust funds are JGB, etc. The portfolio was reviewed in Sept., 2008 to secure liquidity. It is managed based on internal guidelines, and is reported to the management on a daily basis.

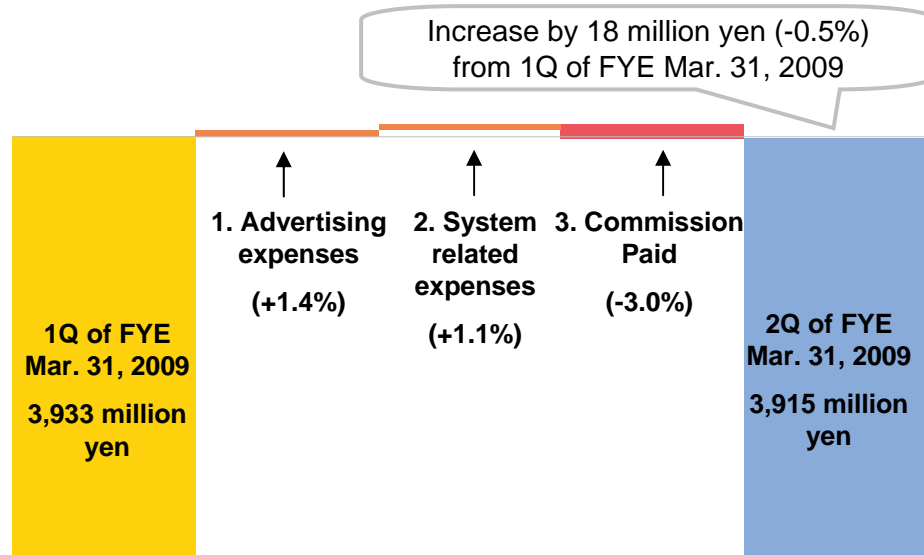
◆ Portfolio of specified trust funds

Before Review (Duration 3.33 years)		After Review (Duration 3.20 years)	
JGB	70%	JGB	59%
Gov't-guaranteed notes	7%	Deposits	21%
Deposits	11%	Call Money	30%
Call Money	12%		

Highlights of 2Q (2) SG&A and Extraordinary Losses

■ Increasing/Decreasing factors in SG&A of 2Q FYE2009 vs. 1Q FYE2009

◆ Advertising expenses and system related costs increased compared to 1Q, but the total SG&A slightly decreased



◆ Major increasing factors

- Advertising expenses 56 million yen
 - Increase of Internet advertisements
 - Consultation costs relating to brand development
- System related expenses 43 million yen
 - Increase of maintenance fee resulting from capital investment

◆ Major decreasing factors

- Commission Paid 118 million yen
 - Decrease of exchange commissions due to decreased trading value

■ Major breakdown of extraordinary expenses

◆ Devaluation losses on investment securities

Monex Group has held shares(*) of eBANK Corporation since April 2007 due to a capital and strategic business alliances. Monex Group appropriated a devaluation loss of 2,939 million yen as the result of its re-evaluation of the shares of eBANK Corporation, based on the reports prepared by a third party, etc.

(*) Total acquisition value = 5,875 million yen (180,000 yen per share × 32,500 shares + acquisition related expenses)

Highlights of 2Q (3) Balance Sheet

■ Major increasing/decreasing factors Total assets as of Sep. 30, 2009 284.8 billion yen (-79.9 billion yen [-21.9%])

◆ The decrease of deposits and guarantee money received and stock lending has led to a decrease in net assets

The major components of assets and liabilities are listed below, and the increase/decrease of these assets/liabilities depend on customer transactions. Cash surplus is kept in financial assets with high liquidity, and some strategic business investments were executed.

- | | |
|--|--|
| (1) Management of customers' cash and deposits | • Increase/Decrease of deposits received and guarantee money received leads to the increase/decrease segregated assets and money held in trust. |
| (2) Financing related to margin transaction business | • Increase/Decrease of margin transaction loans receivables leads to increase/decrease in the amount of borrowings, etc. |
| (3) Managing cash pledged as cash collateral | • Increase/Decrease of cash collateral pledged for stock lending and proceeds of securities sold for customers' account lead to the increase/ decrease the cash amount available for investments |
| (4) Strategic investment and securities | • Held for strategic investments and to provide products/services for customers |

[Assets]				[Liabilities and Net Assets]			
(in 100 million yen)	Jun. 30, 2008	Sep. 30, 2008	Change	(in 100 million yen)	Jun. 30, 2008	Sep. 30, 2008	Change
Current Assets	3,492	2,711	-780	Current Liabilities	3,155	2,387	-768
Non-current Assets	155	137	-18	Non-current Liabilities, etc.	36	30	-6
Total	3,647	2,848	-799	Net Assets	454	430	-23
				Total	3,647	2,848	-799

[Major increasing/decreasing factors]

(1)	Cash segregated for customers	853	701	-151	Deposits received	491	425	-66
	Money held in trust	361	363	2	Guarantee money received	855	690	-164
(2)	Margin transaction Loans receivable	979	774	-204	Borrowings	679	626	-53
	Short-term investment	965	606	-358	Corporate Notes	60	150	90
(4)	Trading, etc.	44	49	4	Other money received	990	390	-600
	Investment securities	125	93	-32	Trading liabilities	1	0	0

* (2) Borrowings = Loans from securities finance companies + Short-term borrowings + Long-term debt

* (3) Short-term investments = Cash and deposits + Loans receivable secured by securities + Short-term loans receivable . Other money received = Proceeds of securities sold for customers' accounts

* (4) Trading, etc.=Trading securities + Securities + Operating investment securities

■ Breakdown of investment securities (as of Sep. 30, 2008)0

[Investment for providing products/service]	
Equity	
Tokyo Stock Exchange Group	0.3 billion yen
Other companies (4 investments)	0.1 billion yen
Fixed Income Business	
Alphadyne Int. Fund	1.3 billion yen
Mutual Fund Business	
Asia Focus	1.2 billion yen
Kabu-robo Fund	0.2 billion yen
IPO Business	
Limited partnership for investments, etc.(6 companies)	0.3 billion yen
[Strategic investments]	
eBANK	2.9 billion yen
LIFENET	2.0 billion yen
Triangle Partners	0.7 billion yen
Others(4 companies)	0.0 billion yen

Financial Summary : 1Q of FYE Mar. 31, 2009 vs. 2Q of FYE Mar. 31, 2009

(in million yen, %)

	1Q of FYE Mar. 31, 2009 (Apr. 2008-Jun. 2008)	2Q of FYE Mar. 31, 2009 (Jul. 2008-Sep. 2008)	Change
Operating Revenues	7,370	6,581	-10.7%
Net Operating Revenues	5,987	5,859	-2.1%
SG&A	3,933	3,915	-0.5%
Operating Income	2,054	1,944	-5.4%
Ordinary Income	2,125	1,887	-11.2%
Net Income	2,152	-1,908	-
EBITDA*	3,220	-849	-

*EBITDA : Net Income + Interest (excluding financial expenses related to margin trading business) + Taxes + Depreciation and Amortization Fee

(in million yen, %)

	1Q of FYE Mar. 31, 2009 (as of Jun. 30, 2008)	2Q of FYE Mar. 31, 2009 (as of Sep. 30, 2008)	Change
Total Assets	364,766	284,865	-21.9%
Shareholders' Equity	45,180	42,820	-5.2%

(For reference : Monex, Inc.)

Capital Adequacy Ratio	325.4%	386.0%	-
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Financial Summary : 1H of FYE Mar. 31, 2008 vs. 1H of FYE Mar. 31, 2009

(in million yen, %)

	1H of FYE Mar. 31, 2008 (Apr. 2007-Sep. 2007)	1H of FYE Mar. 31, 2009 (Apr. 2008-Sep. 2008)	Change
Operating Revenues	15,746	13,952	-11.4%
Net Operating Revenues	13,931	11,847	-15.0%
SG&A	7,112	7,849	10.4%
Operating Income	6,818	3,998	-41.4%
Ordinary Income	6,787	4,013	-40.9%
Net Income	3,855	244	-93.7%
EBITDA*	6,786	2,370	-65.1%

*EBITDA : Net Income + Interest (excluding financial expenses related to margin trading business) + Taxes + Depreciation and Amortization Fee

(in million yen, %)

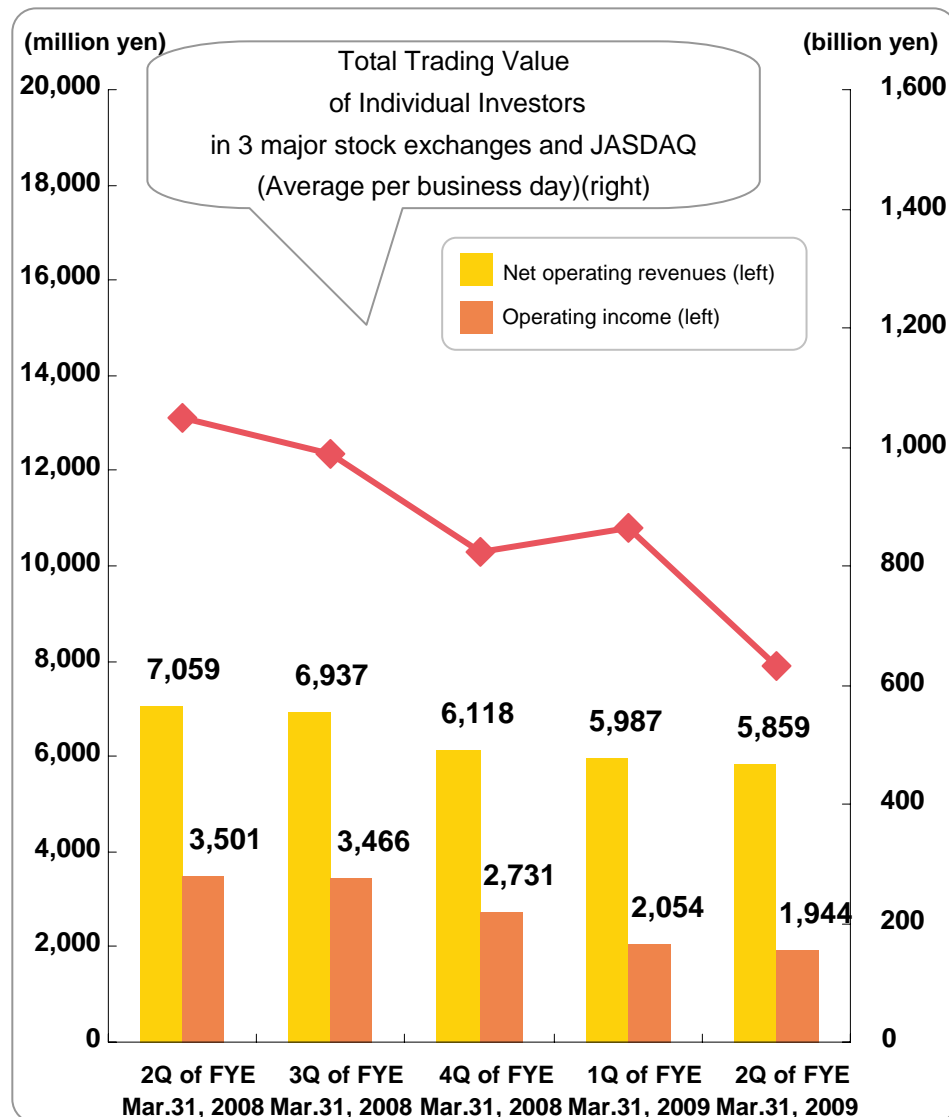
	1H of FYE Mar. 31, 2008 (as of Sep. 30, 2007)	1H of FYE Mar. 31, 2009 (as of Sep. 30, 2008)	Change
Total Assets	336,840	284,865	-15.4%
Shareholders' Equity	44,560	42,820	-3.9%

(For reference: Monex, Inc.)

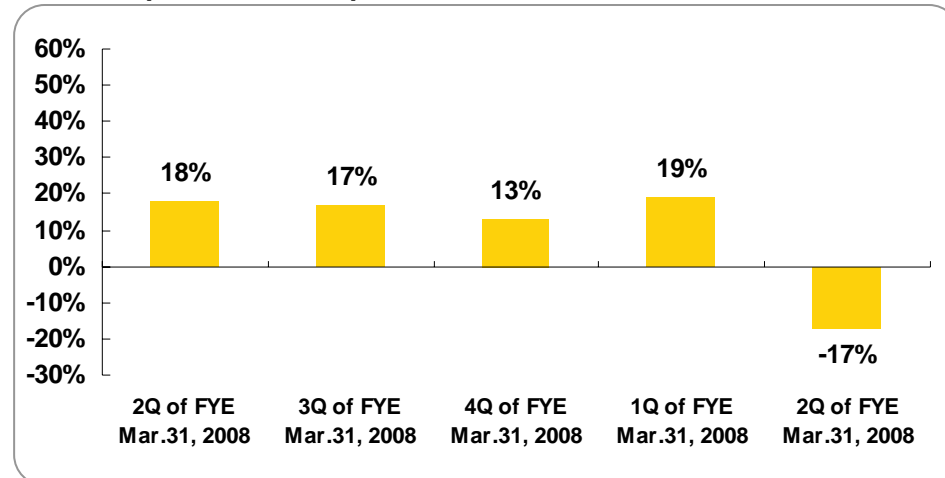
Capital Adequacy Ratio	378.3%	386.0%	-
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Financial Summary: Financial Highlights (Quarterly Trend)

Net operating revenues and Operating Income

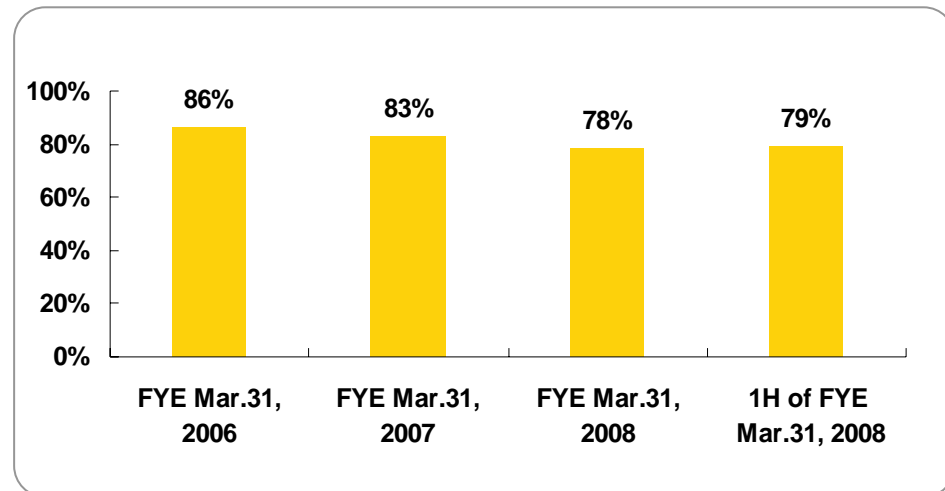


ROE (Annualized)



$$ROE = (\text{Quarterly net income} \times 4) \div ((\text{FY beginning shareholders' equity} + \text{FY ending shareholders' equity}) \div 2) \times 100$$

Annual trend of dependency on brokerage revenue(*)

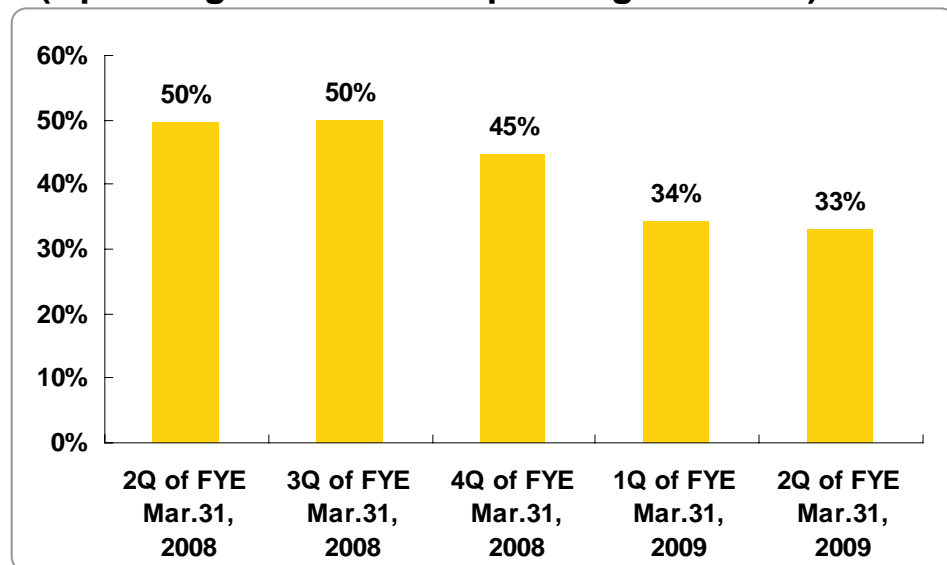


$$\text{Dependency on Brokerage revenue} = (\text{Brokerage commission} + \text{Financial Income}) / \text{Net operating revenue} \times 100$$

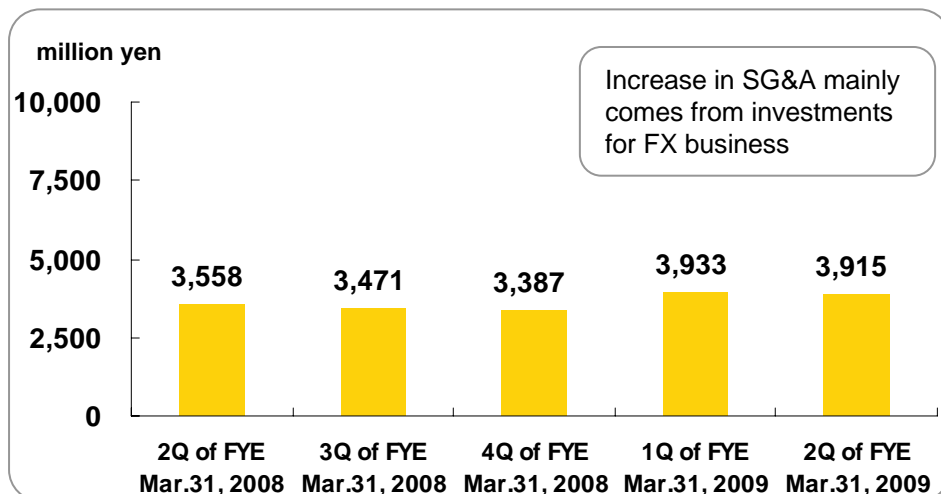
Financial Summary: Profit Margin and Cost Structure

Profit Margin

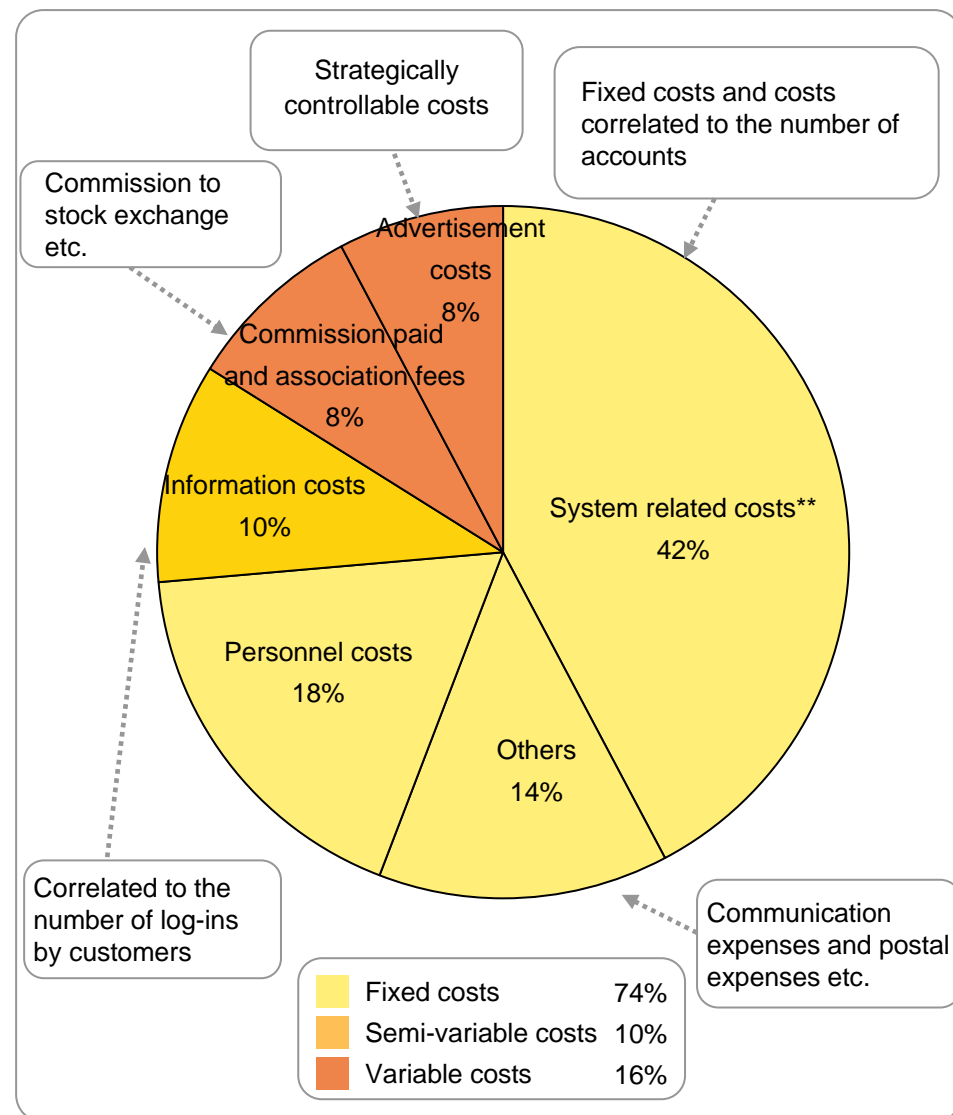
(Operating income/ Net Operating revenues)*



SG&A



Cost Structure (Jul. 2008 - Sep. 2008)



**System related costs = Rental and maintenance + Data processing and office supplies + Amortization and depreciation

Financial Summary: Quarterly Trends in Income Statement

(in million yen)

	FYE Mar.31, 2007				FYE Mar.31, 2008				FYE Mar.31,2009	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Brokerage commissions	6,023	4,687	4,504	5,395	4,228	4,160	4,022	3,692	3,505	2,612
Underwriting and distribution commissions	61	58	286	32	19	77	5	9	1	0
Subscription and distribution commissions	281	81	204	345	322	302	222	227	113	57
Other commissions	820	856	832	903	886	1,180	1,104	1,083	945	875
Margin forex trades commissions	506	475	434	417	398	631	514	597	438	388
Mutual funds agency commission	154	203	234	296	353	395	414	360	369	341
Others	159	178	163	189	134	153	175	125	137	145
Net gain on trading account	21	72	-13	40	32	9	107	- 5	195	155
Net gain on operating investments	-	-	-	-	-	-14	-20	- 4	9	0
Financial income	2,051	1,651	1,864	1,872	2,479	1,947	2,447	1,702	2,542	2,834
Other operating revenues	75	89	75	66	61	52	89	67	56	45
Operating revenues	9,335	7,496	7,755	8,657	8,029	7,716	7,979	6,771	7,370	6,581
Financial expenses	430	366	669	678	1,158	656	1,041	653	1,382	722
Net operating revenues	8,904	7,129	7,086	7,978	6,871	7,059	6,937	6,118	5,987	5,859
Selling, general and administrative expenses	3,730	3,481	3,548	3,779	3,554	3,558	3,471	3,387	3,933	3,915
Operating income	5,174	3,648	3,537	4,198	3,317	3,501	3,466	2,731	2,054	1,944
Ordinary income	5,229	3,632	3,525	4,300	3,354	3,433	3,441	2,582	2,125	1,887
Quarterly net income	2,944	2,054	2,125	2,409	1,902	1,953	1,902	1,448	2,152	- 1,908

Financial Summary: Quarterly Trends in SG&A

(in million yen)

	FYE Mar.31, 2007				FYE Mar.31, 2008				FYE Mar.31,2009	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Transaction-related expenses	1,661	1,551	1,482	1,532	1,361	1,310	1,151	1,099	1,182	1,172
Commissions paid	237	219	214	217	231	248	245	233	238	214
Exchange and association dues	236	192	189	215	180	168	178	132	157	111
Communication, freight and information expenses	593	563	563	627	597	608	522	531	519	513
Advertizing expenses	580	554	492	454	333	264	176	181	243	299
Others	13	21	21	17	18	21	28	20	24	33
Compensation and benefits	669	592	598	607	657	647	692	652	766	698
Equipment rental and maintenance	191	184	236	236	262	235	371	371	441	489
Outsourcing expenses and office supplies	916	908	953	1,051	1,007	1,075	981	966	1,073	1,057
Outsourcing expenses	888	870	922	1,014	979	1,027	950	940	1,045	1,029
Office supplies	28	37	30	36	28	47	31	25	27	28
Amortization and depreciation	19	21	22	34	56	61	73	78	95	106
Taxes other than income taxes	63	54	56	71	62	60	60	58	64	57
Provision for allowance for doubtful receivables	47	18	- 12	85	0	1	1	- 3	4	- 4
Other operating expenses	160	150	211	159	146	165	138	163	305	337
Selling, general and administrative expenses	3,730	3,481	3,548	3,779	3,554	3,558	3,471	3,387	3,933	3,915

1. Financial Results

2. Strategies

3. Businesses

4. To our Shareholders

5. Appendix

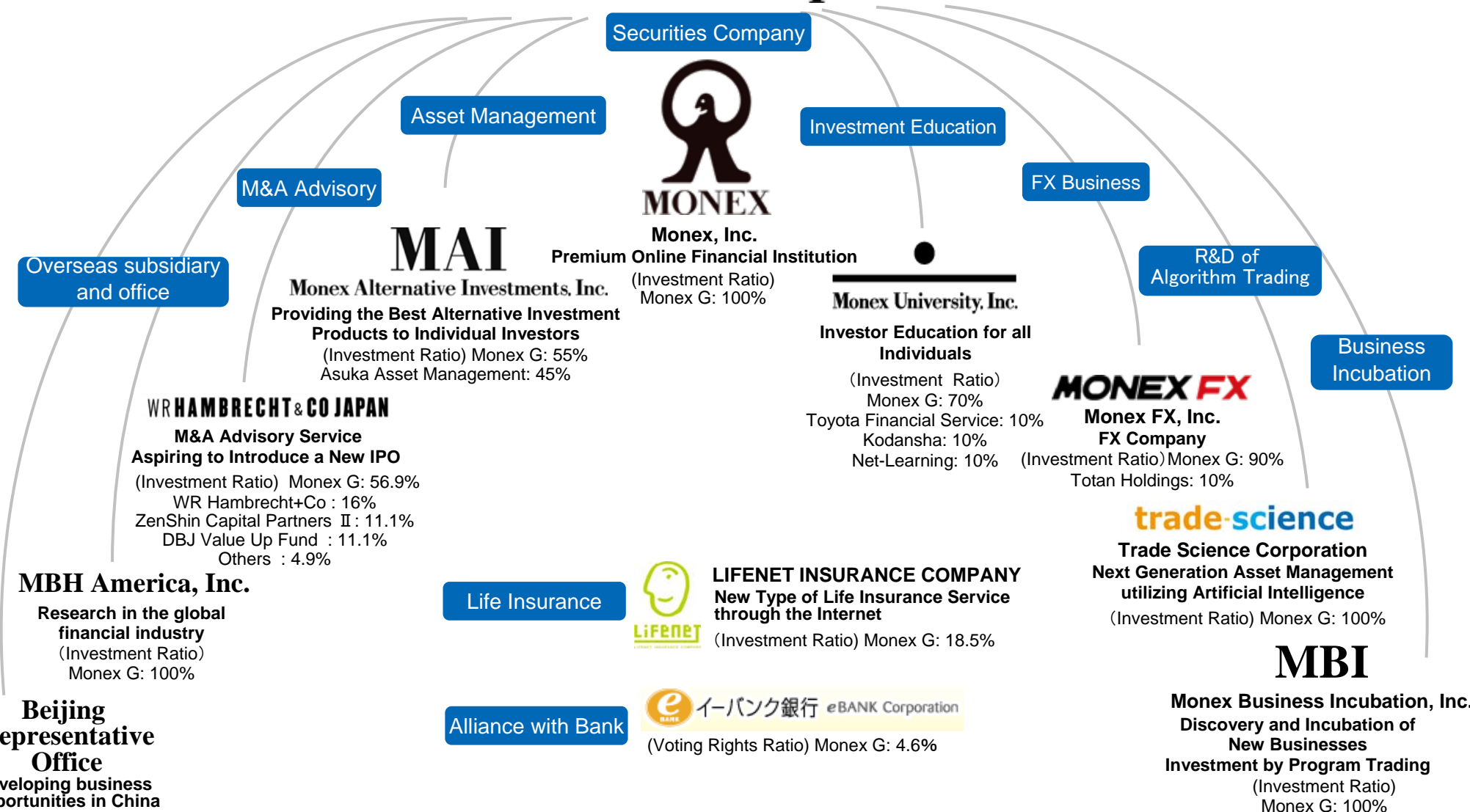
Mission Statement

- ◆ **Take the position as an integrated financial service provider for individual investors, not just as an online brokerage firm**
- ◆ **Propose products and services to investors who are not active traders watching market conditions**
- ◆ **Offer comprehensive products and services with “World Class Quality”**
- ◆ **Strengthen “Products Origination Capability”**
- ◆ **Realize an “Intelligence Infrastructure” that provides advice on investments in addition to stable system infrastructure and wide product/service lineup**
- ◆ **Pursue less operating cost and establish a portfolio management-oriented business**
- ◆ **Be ready for deregulations such as removal of barriers on financial sectors by leveraging the holding company structure**
- ◆ **Pursue business globally, not limiting our business boundaries to Japan**
- ◆ **Empower investors education and enhance financial literacy**

The Monex Group

Monex Group, Inc.

(As of September 30, 2008)



Current Domestic Environment Recognition

■ Increasing Asset Management by Individuals

With the Japanese population having started to decline and economic growth slowing down, people are trusting less in the sustainability of life security systems such as pension plans, lifetime employment, and retirement packages

Proactive investment by individuals has gradually increased while currency & deposits have decreased

■ Strong Needs for Investment Products and Services

Due to the recent turmoil in the global financial market, the trend from deposit to investment in Japan has slowed down, but the mid-term and long-term trend seems unchanged. Japanese households' asset portfolio is expected to shift to Americans', increasing mutual funds and decreasing corporate equities.

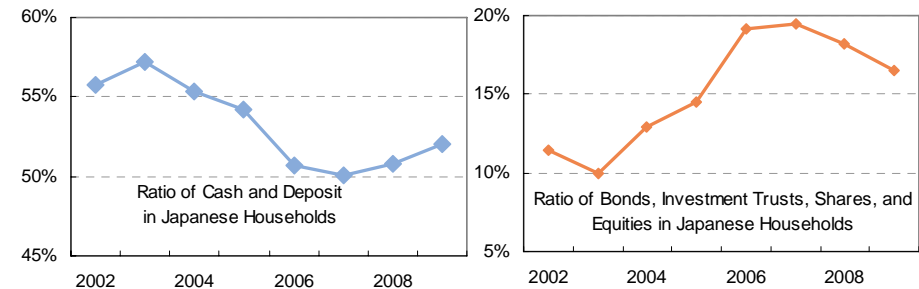
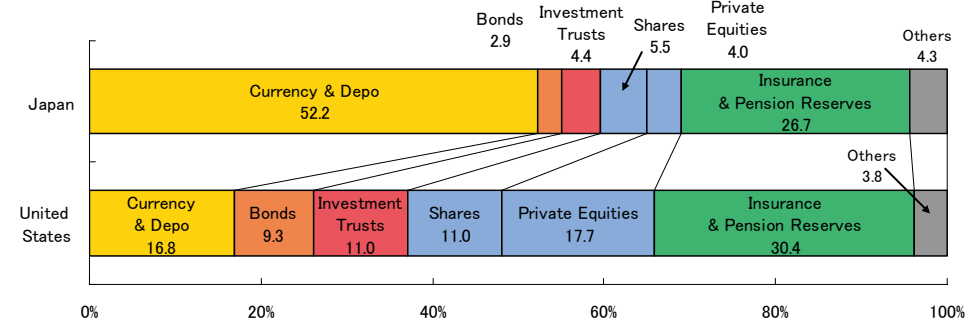
Investment products such as mutual funds, SMA, bonds, foreign ETF, foreign equity's share and FX shall be requisite in addition to stock brokerage services

■ Expansion of Business Opportunities

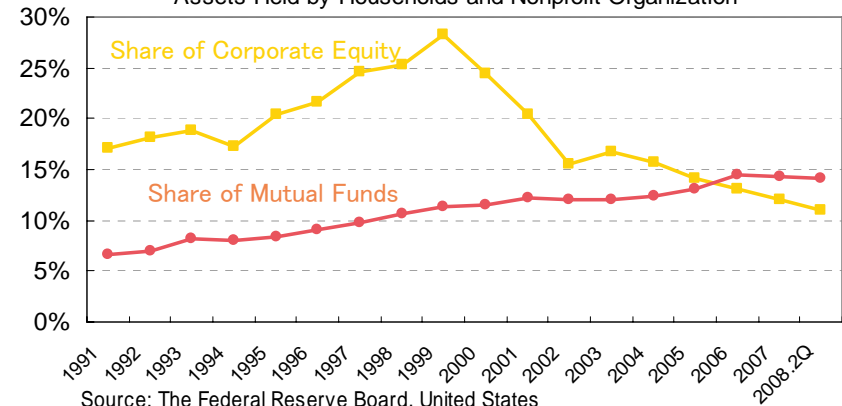
Previously there was not much competition in the financial industry, nor much difference in services and investment return results regardless of the chosen financial institution

Borders between investment banks and commercial banks are rapidly fading out, and innovative financial service and products are becoming available

Financial Assets Held by Households (End of Jun.2008)



Shares of Corporate Equity and Mutual Funds among Financial Assets Held by Households and Nonprofit Organization

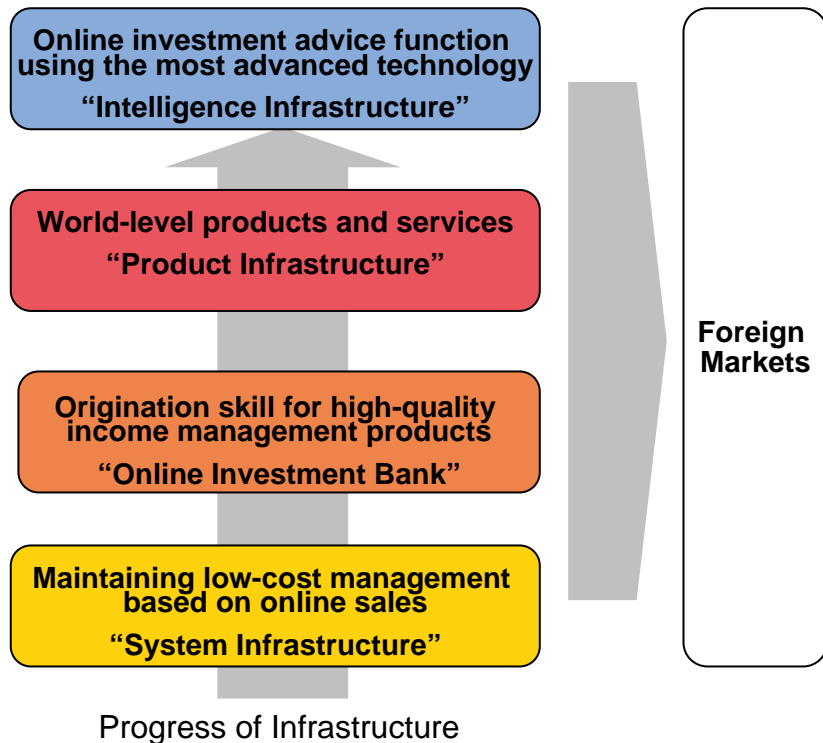


Business Model and Strategy

◆ Our view of major areas of growth in the future



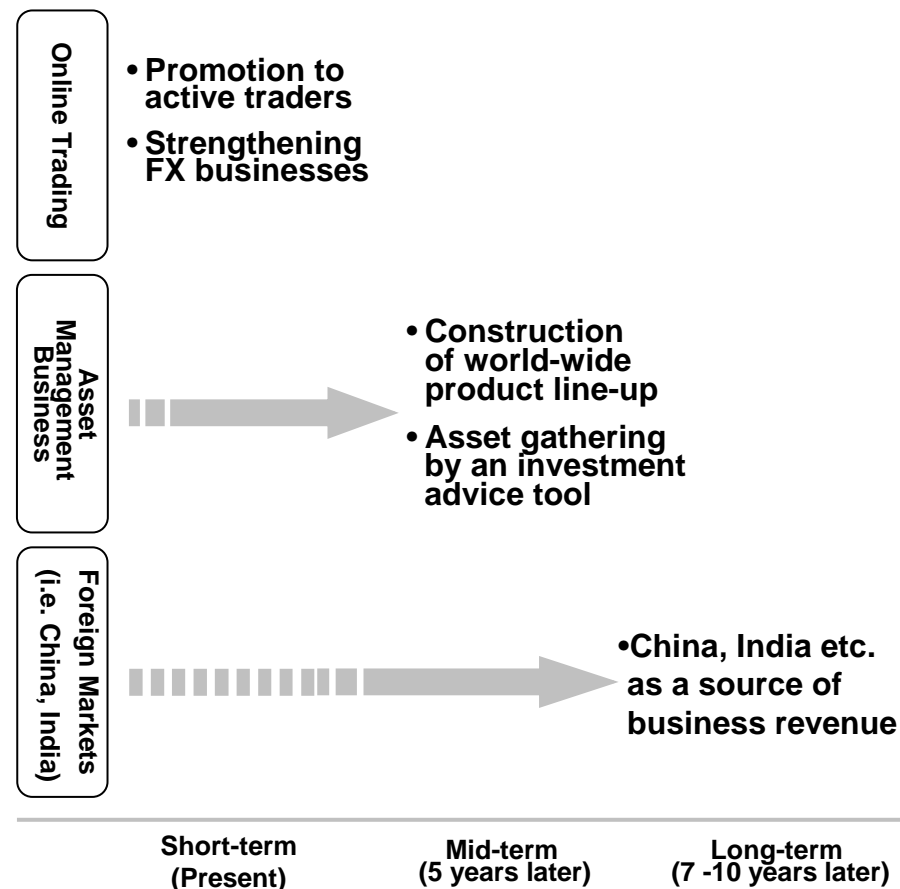
◆ Business model that will yield business opportunities for future growth



◆ Our aim as a financial institution in the future

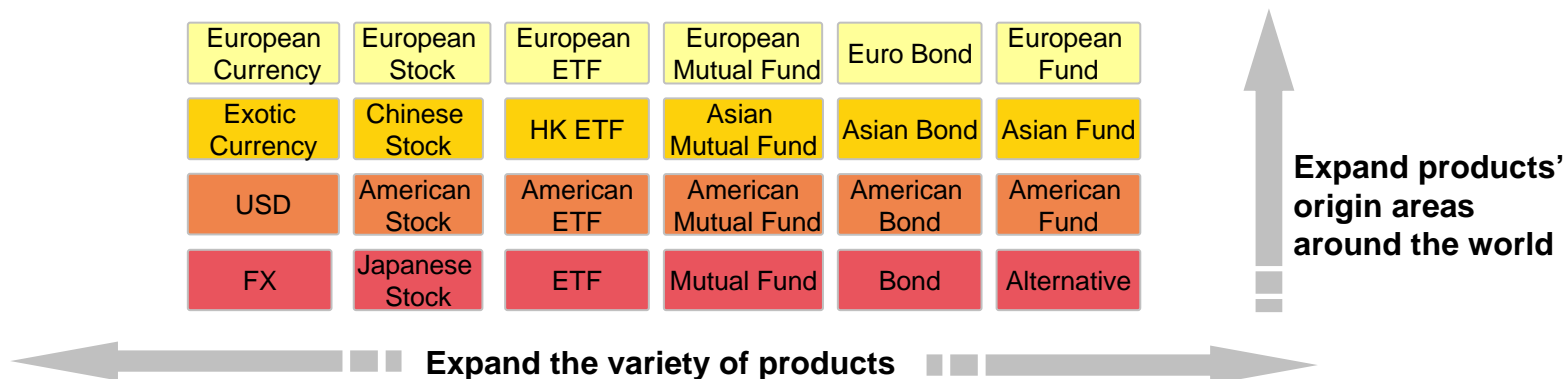
TECHNOLOGY-BASED GLOBAL RETAIL
financial service provider

◆ Future growth and management policy



Key Strategies in the Next 5 Years

■ Enhance Online Trading Capabilities in the Short-term and Expand Asset Management Business in the Mid-term



Strategies for enhancing online trading capabilities

<Appeal to Active Traders>

- Enhance our original trading tool, *Monex Trader*
- Developing a program trading service

<Enhance FX business>

- Monex, Inc. will start a new service called "FX PLUS" from Nov 2008, charging only JPY 200 per 10,000 currency unit (Present service charge is JPY 500)
- Broaden access for FX investors through the new subsidiary FX company, Monex FX

Monex Group

Strategies for expanding asset management business

- Established the Financial Intelligence Dept. in Monex, Inc. in Sep 2008
- Providing high quality investment strategies and real-time information, responding quickly to the rapidly changing market.
- Developing online investment advice tools to give our customers appropriate advice on financial products and services depending on their objectives and/or risk-tolerance

Active Traders

Long-term Investors

Expand the Customer Base, Number of Transactions, and Customers' Assets under Management

Foreign Business Development: Measures to be Taken to Enter Foreign Markets

■ From Business Investigation to Business Development in China and India

◆ Establishment of the Beijing Representative Office, full-Scale business investigation

- Full-scale investigation of the financial market, product preference of individual investors, trends of online transactions, etc. in China
- Investigation on business opportunities for possible business developments

◆ Starting business investigation in India

- Preparation to develop businesses in India, which has a population of 1.1 billion, the second largest in the world, and a steadily growing economic market
- Investigation to determine our area of entry, structure, and time to enter the market

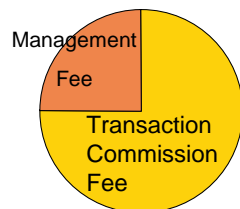
■ Analysis and Accumulation of the Latest Financial Information in the United States

◆ Active accumulation of information in MBH America (our U.S. subsidiary)

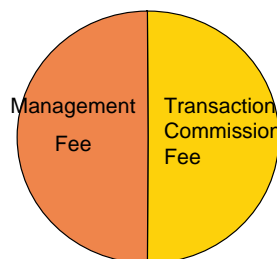
- Accumulation and analysis of financial products and industry information in the U.S., the world's latest financial product information, for application in Japan, China, and India
- Conducting qualitative and quantitative analyses on the financial products provided to customers by Monex in order to improve their quality
- Reinforcing the overseas recruiting to acquire talented and skilled human resources for the management of financial institutions

■ Diversification of revenue sources due to the development of foreign businesses

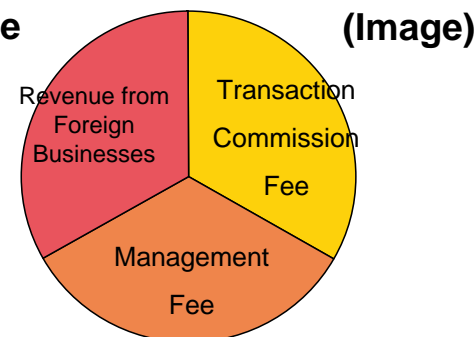
◆ Aiming for a revenue from foreign businesses to total 1/3 of the entire revenue source



Present



Mid Term (5 years later)



Long Term (7-10 years later)

(Image)

Management Indicators

◆ Management Policy

Low cost /
portfolio management
-oriented business model

Capital Efficiency

High profitability

Diversification of
revenue sources



◆ Management Indicators

- Customers' assets in custody
- Revenues/ SG&A per customers' assets in custody

ROE (Return on equity)

Operating Margin Ratio

- Revenue structure
- Break down of customers' assets in custody

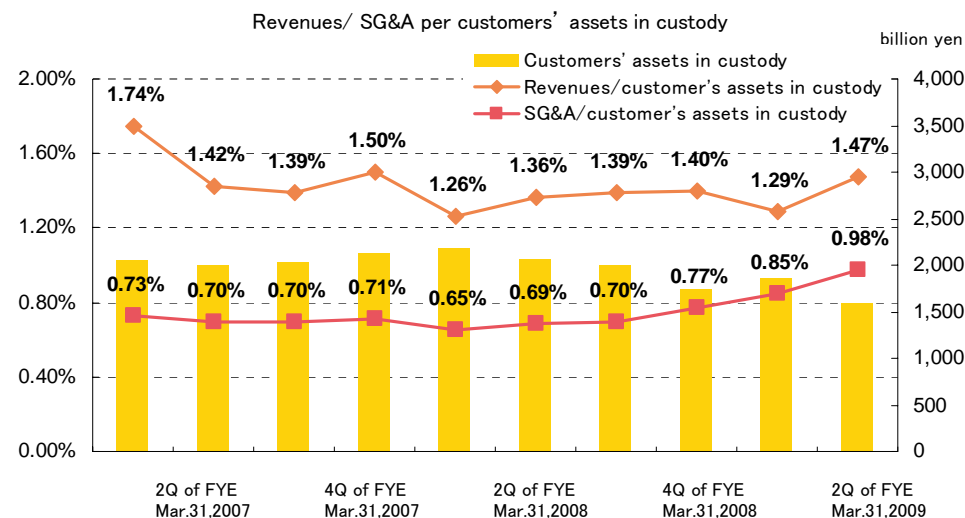
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→Refer to page12

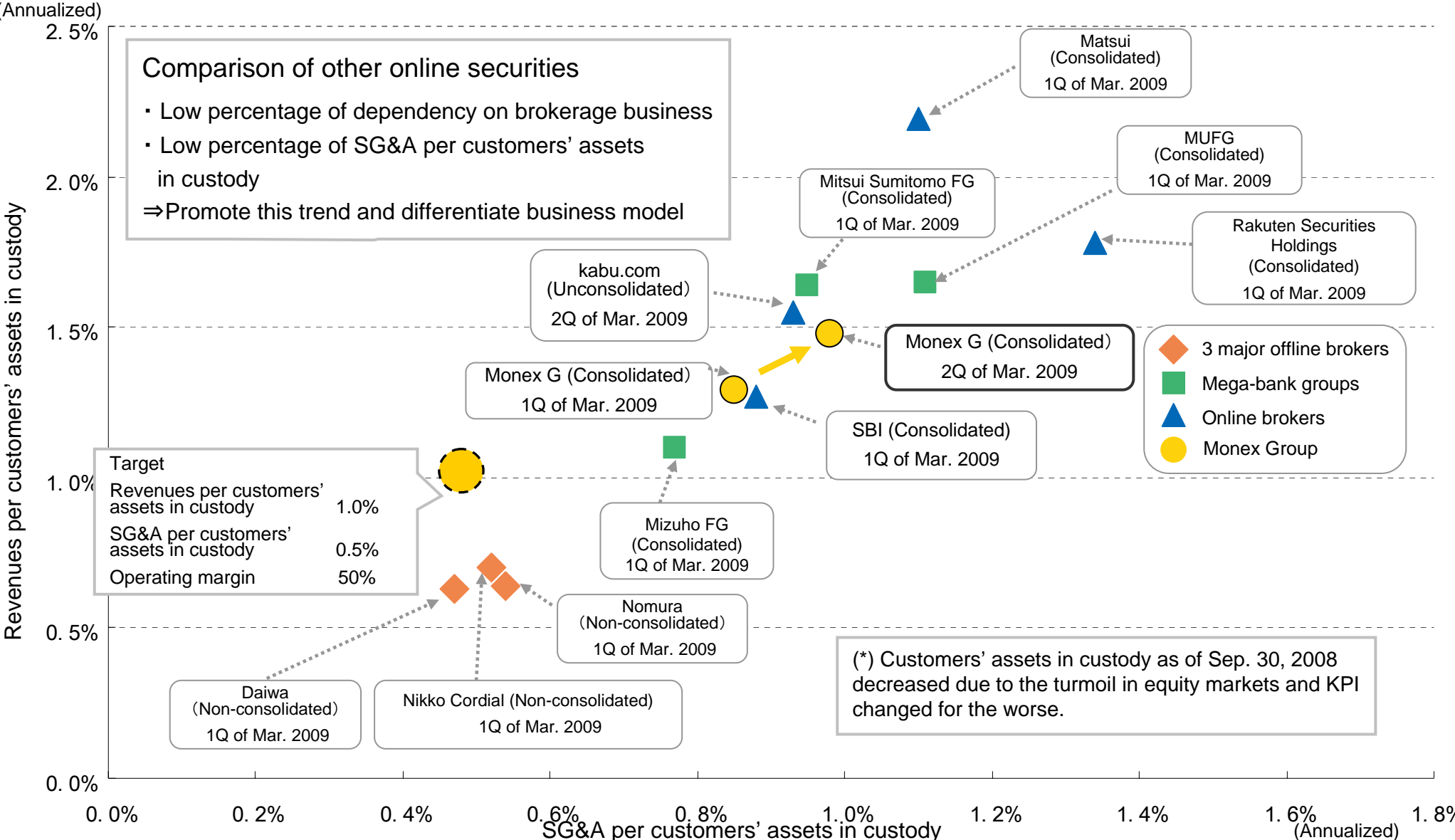
→Refer to page24

◆ Management indicators to promote low cost / portfolio management-oriented business model

- Expansion and diversification of customers' assets in custody
Strengthen the asset management business to increase and stabilize revenue
- Gradual decrease of revenues per customers' assets in custody
Dependency on brokerage business will decrease as diversification of revenue proceeds
- Control of SG&A per customers' assets in custody
Control the increase of SG&A while aiming for increase of customers' assets in custody



Comparison Analysis : Revenues/SG&A per Customers' Assets in Custody



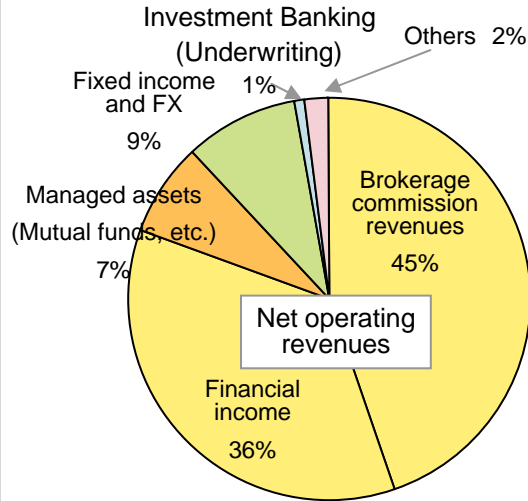
MUFG, Mizuho FG and SMBC : Customers' assets in custody = Total assets, Operating revenues = Gross profits, SG&A = General and administrative expenses

Current and Future Structure of Revenues and Customers' Assets by Product

■ Strengthen mutual fund business and diversify revenue sources

【Current Structure (2Q of FYE Mar. 2009)】

Direction of Each Business Line
(Foreign business development plan is not included)



1. Stock Brokerage Business

- Providing value-added services (Stock lending, enhanced trading tools, etc.)
- Offering ETFs/Equities traded in US
- Expanding business as a main revenue source

2. Managed Assets Business
(Mutual funds, Alternative Investments, SMA, etc.)

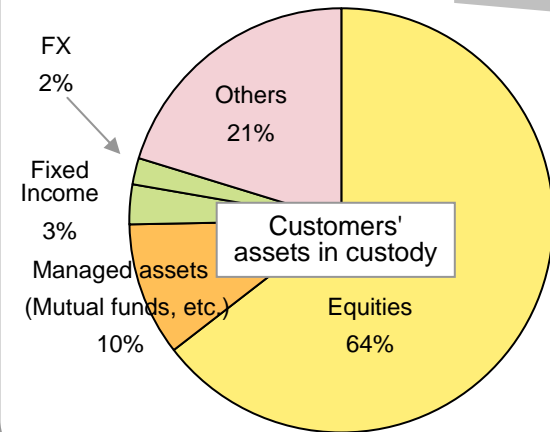
- Second largest revenue source
- Along with the expansion of the mutual fund market, increase market share by providing differentiated products
- Originating/providing innovative products such as alternative investments, algorithm trading-related products, etc.

3. Fixed Income and FX Business

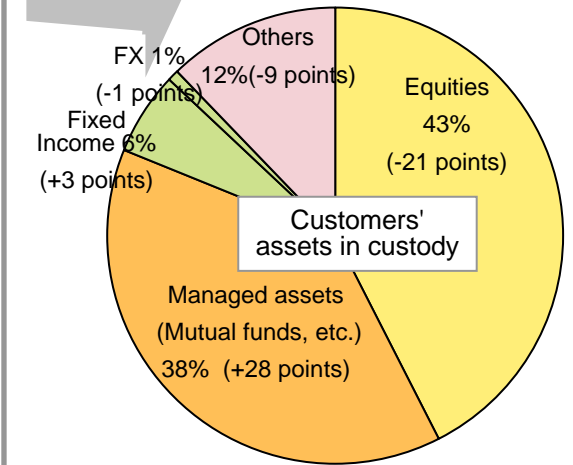
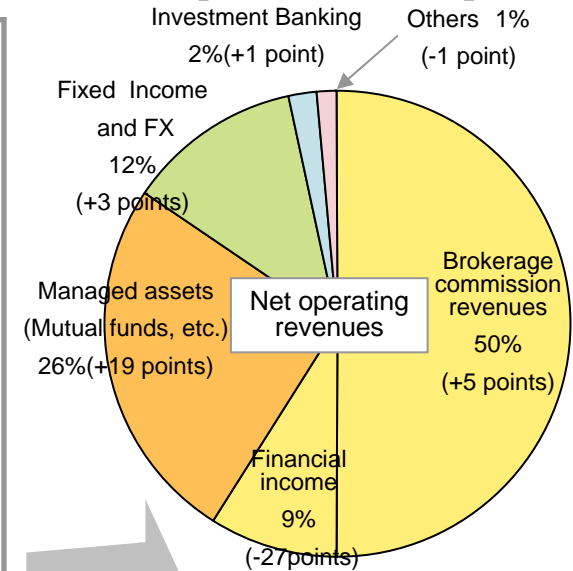
- Fixed income business
Enhance origination capability and strengthen sales methods
- FX business
Expand customer access channels through the FX specialized subsidiary and increase revenues by in-house trading of cover transactions

4. Investment Banking Business

- Continuously reinforce underwriting business not only for Japanese companies but also to cover overseas opportunities
- Strengthening the revenue source of the underwriting business by entering into M&A advisory business, etc



【Future Structure】



1. Financial Results

2. Strategies

3. Businesses

4. To our Shareholders

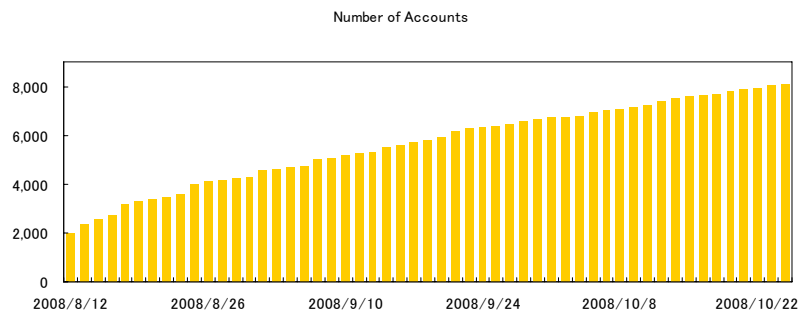
5. Appendix

Stock Brokerage Business: Expansion of trading products and services

Introduction of U.S. ETFs and Stocks

◆ U.S. ETFs and stocks business started August 2008

- Number of accounts reached 8,000 in two months



Ranking of Buying Trade Volume (2008/8/12~2008/10/17)

Ranking	Ticker symbol	Stock
1	EEM	iShares MSCI EMERGING MARKET
2	TOK	iShares MSCI KOKUSAI INDEX
3	EFA	iShares MSCI EAFE INDEX
4	IVV	iShares S&P500 INDEX
5	AIG	American International Group

- ETFs gaining attention in the global bear market
- ETFs of the Vanguard Group, Inc. were added to the lineup for the first time domestically
- The lineup of ETFs and stocks to be enriched sequentially

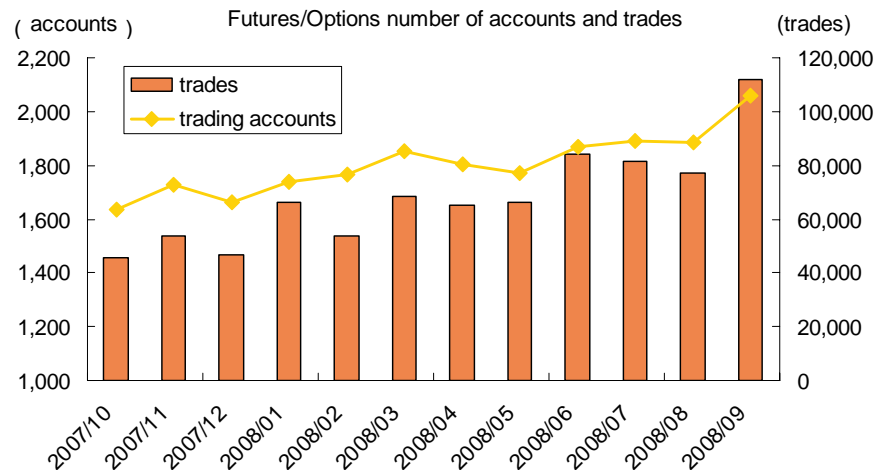
For Further Growth

- ◆ Improving the original trading tool, Monex Trader
- ◆ Improving program trading services
- ◆ Improvement of futures/options services in preparation

Enhancement of Products and Services

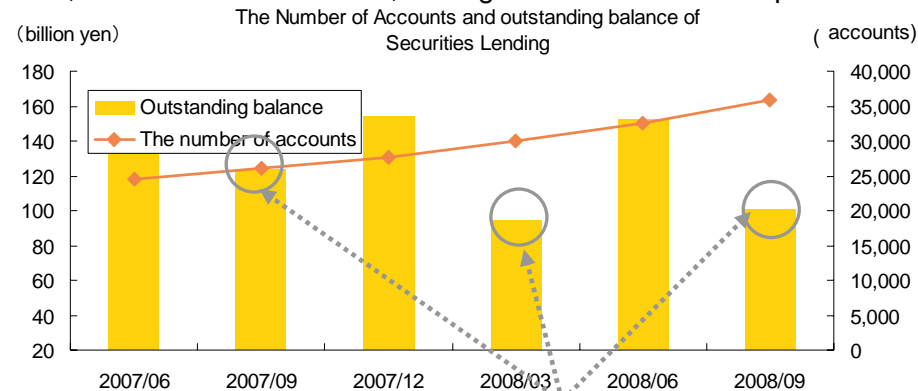
◆ Trading volume of futures/options increase

- Number of trades and trading accounts are continuing to grow



◆ Growth of stock lending service

- 3,500 new accounts in 2Q, the highest number for one quarter



Decline due to closing date of shareholder's benefit registration

Fixed Income Business : Increased Demands, Starting New Service

■ Enrich Fixed Income Services

◆ Increasing needs for fixed income

- Growing needs for investment in notes, in the current uncertain financial market
- Offering various products to meet each customer's risk tolerance.

◆ Starting foreign exchange settlement services

- New 3 currencies started services in addition to the existing services in 3 currencies
- Interests and principles can be received and bought in that currency for the 3 currencies (NZD, ZAR, TRY) that do not have foreign currency MMFs
- Customers may choose the timing of the foreign exchange, and reduce the handling charge for each exchange
- Similar services available for 6 currencies including the existing foreign exchange MMF services for USD, EUR, AUD

◆ “Monex Short-term Notes for Individuals”

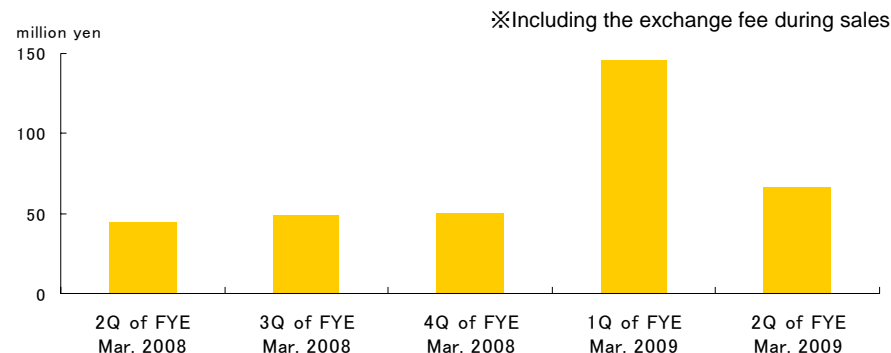
Short-term Euro yen notes **3 Months, 1.0-1.04% [APR]**
(Sold 13 times, 59 billion yen in total until the end of Sep. 2008)

■ For Further Growth

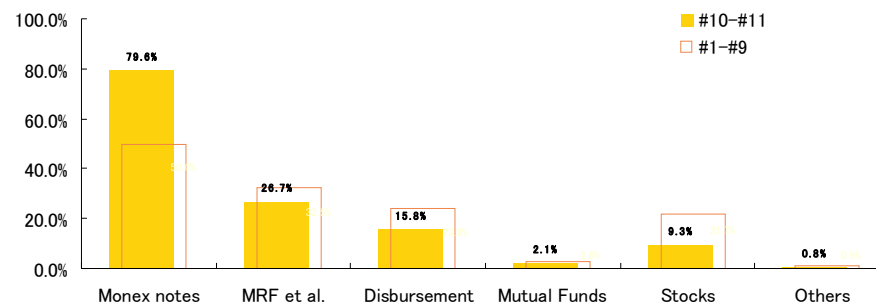
- ◆ More expeditious supply of products based on financial market
- ◆ Expanding customer base by continuously offering “Monex Short-term Notes”
- ◆ Planning to distribute secondary notes online to make fixed income investing more convenient
- ◆ Enrich after-sales care, such as an e-mail service for new notes information

■ Revenue from Fixed Income and Fostering Cross sell

◆ Revenue in fixed income business



◆ Money flow after maturity of Monex short-term notes



Monex notes : Total amount of “Monex Short-term Notes for Individuals” purchased during offering period / Total redemption amount

MRF : Total amount of accounts in MRF without purchase or withdrawal 10 business days from each redemption / Total redemption amount

Disbursement : Total amount of disbursements (bank transfers and ATM withdrawals) within 10 business days from each redemption / Total redemption amount

Mutual Funds : Total amount of mutual fund purchased within 10 business days from each redemption / Total redemption amount

Stocks : Total amount of stocks purchased within 10 business days from each redemption / Total redemption amount

Others : Total amount of transfer to FX,FX-pro or margin trading within 10 business days from each redemption

※Above figures are simple sums of each item during each period, and will not sum up to 100%

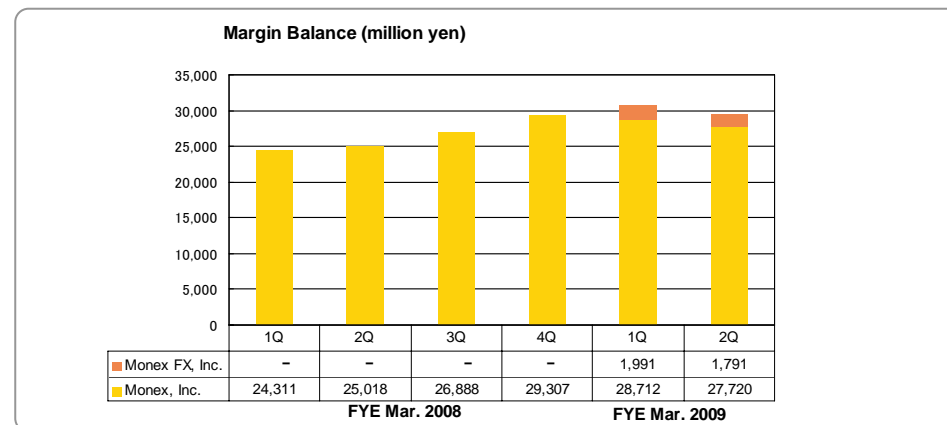
FX Business: Increasing Profits in a Growing Market

■ FX Services provided by Monex

- ◆ **Improve accessibility for all customers who wish to trade FX**
 - Investors can trade FX at Monex FX, Inc., a FX specialized company, without having to open a general securities account
 - Monex, Inc. will start a new FX service, 'FX PLUS' from November 2008 to offer much cheaper fees than before

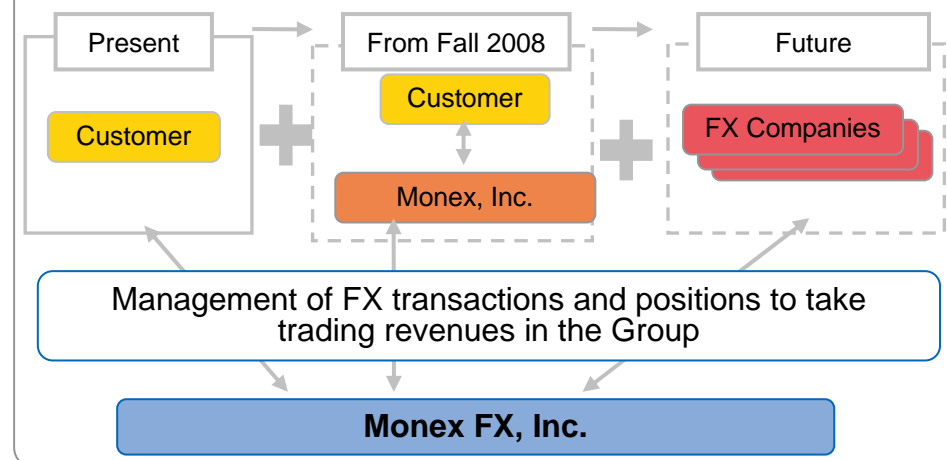
	Monex, Inc (new service: FX PLUS)	Monex FX, Inc. (Let's Trade)
Target	<ul style="list-style-type: none"> • Securities account holders • From beginners to experienced traders 	<ul style="list-style-type: none"> • Support FX services for beginners to experienced traders • Investors can open FX accounts without opening securities accounts
Merit	<ul style="list-style-type: none"> • Cut price significantly from 500 yen to 200 yen per ten thousands currency • Single sign-on to securities account and FX account • Seamless transfer of money between securities and FX accounts 	<ul style="list-style-type: none"> • Charge- free on Internet transactions • Provide various products from low leverage (about one time, foreign currency deposit type) to high leverage (about 200 times) • Useful investment information news 'Monex FX news' and an "Expert" blog
Service	<ul style="list-style-type: none"> • 12 currency pair varieties • Smallest currency unit starting at 1000 for beginners • Provide new FX investment information, collaborating with Monex FX 	<ul style="list-style-type: none"> • 12 currency pair varieties • Provide 4 courses <ul style="list-style-type: none"> • Let'sTrade MAX (about 200 times) • Let's Trade (about 50 times) • Let's Trade Begin (about 5 times) • Smart Foreign Currency (about 1 time) *(leverage)

■ FX Business Overview of Monex Inc. and Monex FX, Inc.



■ The Expanding FX Market

- ◆ Management of FX transactions and positions to take trading revenues in the Group
- ◆ Establishing a solid position in growing markets



Mutual Fund Business : Top-class online mutual fund business

Strengthen Product Lines and Services to Expand Mutual Fund Balance

Sales Volume and balance

Total sales amount of equity mutual funds

July-September 2008: Approx: 16.6 billion yen

Total assets in custody (excluding MRF)

As of September 2008: Approx: 163.2 billion yen

Expand product lines by category to support our customers to build a solid and globally-diversified portfolio

• Total number of funds: 195 as of October 29th, 2008

⇒ Added 27 new funds to our line-up from July to October

• Offering a wide range of products with various risk / return profile including emerging countries' funds or MMF-type funds

For Further Growth

◆ Introducing new navigation services such as fund search engines and comparison tools

◆ Providing various information such as third-parties' fund assessment and ranking information to support fund selection and portfolio analysis

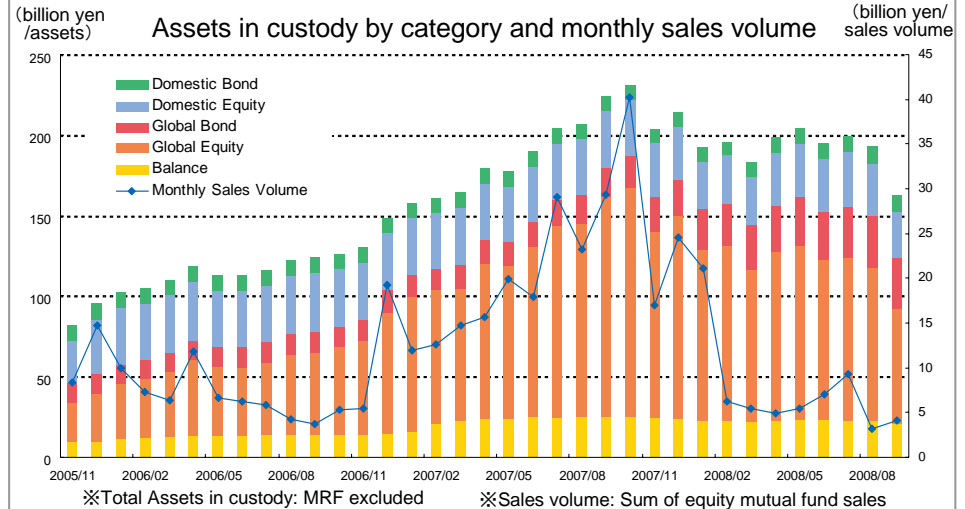
◆ Realizing more enhanced product lines by introducing new and original funds



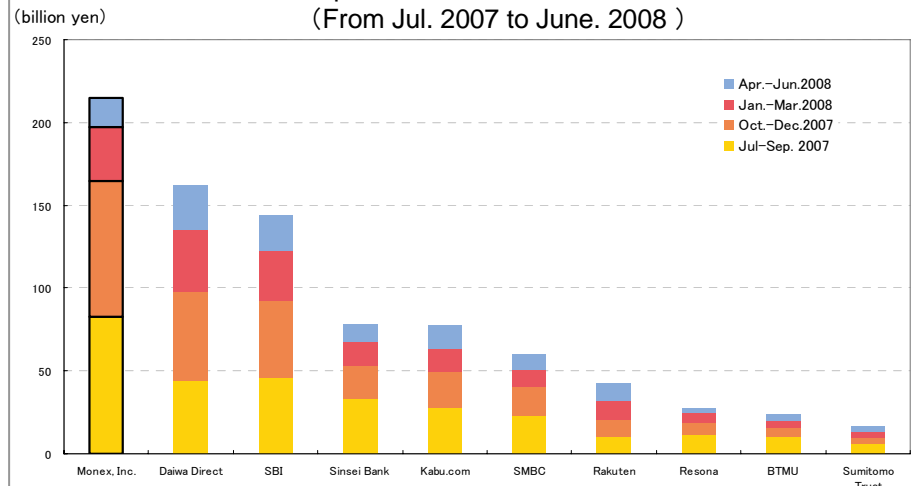
New interface -screen image

Top-class online mutual fund sales

Keeping the top-class position in online mutual fund sales



Online sales performance of online brokers and banks (From Jul. 2007 to June. 2008)



Alternative Investment Business: Development of Institutional Business



Monex Alternative Investments, Inc.
<http://www.monexai.com/english.php>

Product Development for Institutional Investors

◆ Strategic alliance with HFR Asset Management (HFR-AM)

- World-class hedge funds (HF) management firm in U.S.
- MAI, as a referral agent in Japan for HFR-AM, refers its institutional clients to HFR-AM, in cases they express interest.

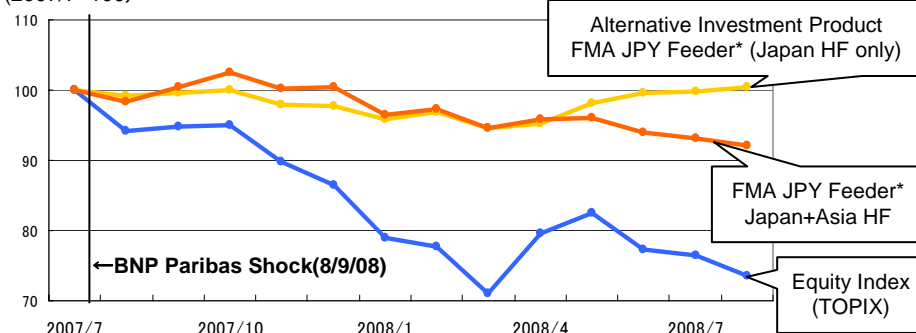
◆ Fund of Private Equity Funds (FoPEF) for pension funds

- Investment in listed PEF to enhance redemption liquidity
- Investment through hedge fund platform managed by HFR

Superiority of Alternative Investments Product

◆ Performance remains stable despite volatile market

(2007/7=100)



*FMA (Fullerton Monex Asia Fund) JPY Feeder: a performance-linked fund to Asia Focus

(Monthly Report from HSBC, Bloomberg, MAI 2007.7-2008.8)

Distinctive Product lineup for retail investors

◆ Asia Focus

(As of Aug. 31, 2008)

- Diversified FoHF portfolio of ex-Japan Asia and Japan
- Annualized return since inception: 1.14%, Sharpe ratio: 0.15

AUM: 7.9 billion yen (with one month delay)
 Investment Manager: Fullerton Fund Management
 Advisor: MAI, Minimum Investment: JPY10,000

◆ China Focus

(As of Sep. 30, 2008)

- Long short equity strategy in China A, HK and Taiwan
- Annualized return since inception: 9.07%, Sharpe ratio: 0.40

AUM: 3.0 billion yen
 Investment Manager: Fullerton Fund Management
 Advisor: MAI, Minimum Investment: JPY10,000

◆ Premium Hybrid 2006

(As of Sep. 30, 2008)

- Diversified investment portfolio of FoHF and FoPEF
- PEF includes Blackstone V, Carlyle Japan II, J. C. Flowers II, Thomas H. Lee VI, J-Star I and Wise Partner I.

AUM: 3.8 billion yen
 Investment Manager: HFR-AM
 Advisor: MAI, Minimum Investment: JPY500,000

◆ Premium Hybrid 2007

(As of Sep. 30, 2008)

- PEF includes Robeco (clean tech), Carlyle Asia Growth Partners IV, and Oaktree, etc.

AUM: 2.2 billion yen
 Investment Manager: MAI
 Advisor: HFR-AM, Minimum Investment: JPY500,000

Investment Banking Business : Aiming to make revolutionary change in the capital markets

■ IPO Underwriting and Related Business in Monex, Inc. ■ M&A Advisory Business

◆ Participation in IPO Deals

First Half Comparison for 2007, 2008 and 2009

*Based on underwriting date

	Total IPOs	Participated IPOs	Participation Ratio
1st Half of FYE 2007	81	44	54.30%
1st Half of FYE 2008	51	21	41.20%
1st Half of FYE 2009	11	2	18.18%

*Currently book building for 2 companies planning on planning to be listed in November, 2008

◆ IPO Track Records and Measures to Improve Profitability

- To continue efforts to underwrite and lead-manage as many IPOs as possible
- Strengthen IR support business, M&A advisory services, and financial advisory services for the companies Monex participated in underwriting syndicate at the time of listing

◆ Support post-IPO Chinese companies through cooperation with other venture capitals and PE funds

- Collect financial and business needs of Chinese companies via VC funds and PE funds, and provide a service to support business alliances with Japanese companies and advances into the Japanese market.
- Aiming to acquire Chinese and other Asian M&A deals in cooperation with WR Hambrecht & Co Japan, Inc.

◆ Off-floor Offering Activities

- Maintain numbers of shareholders and expanding shareholders base, executed 4 case of off-floor offering

WR HAMBRECHT & CO JAPAN <http://www.wrh.co.jp/>

◆ “Success of M&As”

Leveraging expertise in principal investments, WR Hambrecht & Co Japan sits with the management to provide true "Client – First" services for various equity deals

◆ Building up our team

- Adding senior M&A banker as a third partner and six members are now currently pursuing large transactions.

◆ Track records

- Advisory of acquisition of Tokyo Forex Co., Ltd. (now Monex FX Inc.) by Monex Group, Inc.
- Advisory of financing for a Japanese manufacturer
- Advisory of strategic alliances between Japanese human resources companies
- Other advisory services including capital reorganization, MBO, etc. are being proceeded

◆ Reinforcing international network for cross boarder M&A

- To support the growing number of M&A in the U.S. by Japanese companies, building new network in addition to WR Hambrecht + Co.

◆ Efforts for implementation of OpenIPO®

Continuing research for the implementation of OpenIPO®, an IPO process based on an auction process developed by WR Hambrecht + Co in the U.S.

■ Formulation to provide financial information

◆ Providing valuable information and knowledge for strategic investment to individual investors

- The Financial Intelligence Dept. was established in Monex, Inc. on Sep 1st.
- Naoki Murakami, a former Senior Economist for Goldman Sachs, has joined on as a Chief Economist. Providing high quality investment strategies and information in real-time, responding quickly to the rapidly changing market.
- Enhancing financial information for customers to plan their own investment strategies in addition to investment theories, financial products explanation, and market information

Information providers		Information / Knowledge
FI	Chief Economist Naoki Murakami 	Investment strategies: Emergency Reports, Global Weekly Reports
	Market Analyst Toshiyuki Kanayama	Market Information: Daily Market Mail
MU	Shinobu Naito	Investment theory: e-learning

■ For Further Growth

- ◆ Initiatives to increase individual investors
- ◆ Improving quality of contents

■ Developing a “Intelligence Infrastructure” tool, and continuous seminars and e-learning services

◆ Developing an online investment advice tool

- To give customers appropriate advice about financial products and services based on their objectives and/or risk



◆ Educational seminars (from Apr. 2008 to Sep. 2008)

- Off-line seminars were held in Tokyo, Osaka, Chiba, Fukuoka, Nagano, Nagoya and Sapporo

	# of seminars	# of participants
Off-line seminars	23	2,237
Online seminars	109	18,090

◆ e-learning services (as of the end of Sep. 2008)

- 23,901 people subscribed to the basic e-learning courses

◆ Newsletters services

- Monex Mail : Daily newsletter including market information and a general financial column
- Monex Alternative Mail : Biweekly newsletter focused on alternative investments
- Monex University Mail : Weekly newsletter featuring asset management
- Premium Mails : Exclusive newsletters for Monex account users

Other Financial Businesses

Trade Science becomes fully owned subsidiary

trade-science



◆ Monex Group, Inc. acquired 100% shares of Trade Science

- In July 2008, Monex Group, Inc. acquired remaining 66.3% shares of Trade Science and made it a fully owned subsidiary to develop *Kabu-robot* products and services together as a group
- Trade Science will be regarded as an R&D institution for IT-based financial engineering and will conduct research and planning of leading-edge products and services in addition to investment advisory services utilizing the *Kabu-robot*

◆ The first production from the *Kabu-robot* (automated stock trading program) Project

- Starting advisory investment services by Trade Science “cyber fund managers” based on *Kabu-robot* stock dealing signals
- Effective on July 23rd, as of Sep. 30, the performance is +1.28% which is ahead TOPIX index by 17.84%.

◆ New products and services using *Kabu-robot*

- The service for “Kabu-robot Gadget,” a tool to be able get timely information from the *Kabu-robot* project started Oct. 9, 2008
- Stock dealing signal delivery service using *Kabu-robot* with direct ordering system to Monex Securities by the end of this year.

Development of Next Generation Contact Center

◆ Establishment of New Contact Center in Hachinohe City

- Operations at the Hachinohe Contact Center was launched in the end of September, 2008 with 16 operators
- Enforce continual graduate and intermediate recruitment in Hachinohe
- Expand the Hachinohe Contact Center to 130 operations in the near future
- Redeployment of the entire contact center to Hachinohe is planned to be completed in two years

◆ Formulation of Sustainable Employment Systems

- With cooperation from local educational institutions, we will help the training of undergraduates with financial education, and aim for long-term employment of talented personnel
- Monex, Inc. has given a 6 month course, Monex “Business Course 1” at Hachinohe University, and the instructors are dispatched from Monex Group.

◆ Provision of Higher Quality Services

- Realization of a more advanced support system for customers, providing new advising tools such as “Intelligence Infrastructure”
- Planning to introduce a next generation system in order to further communication with customers.



1. Financial Results

2. Strategies

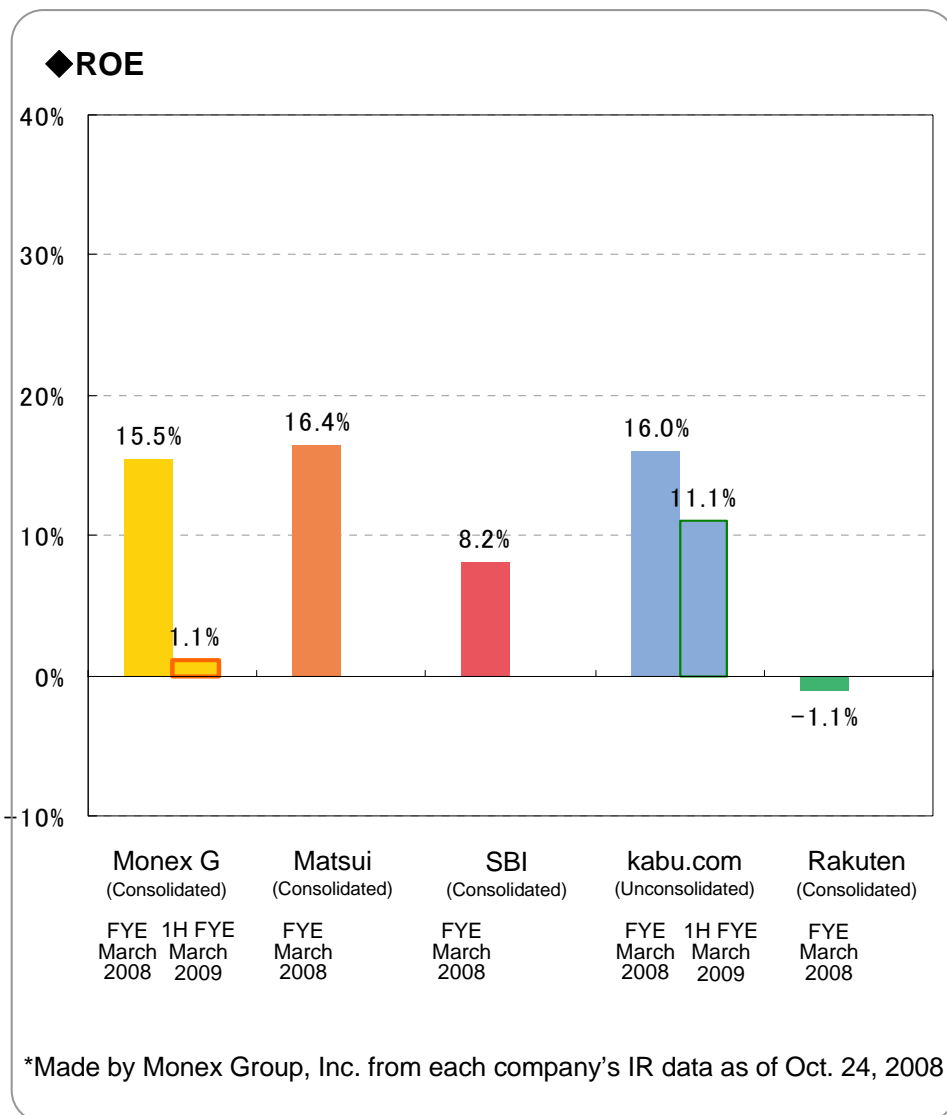
3. Businesses

4. To our Shareholders

5. Appendix

ROE and Dividend

■ Pursuing Investment Returns to Our Shareholders

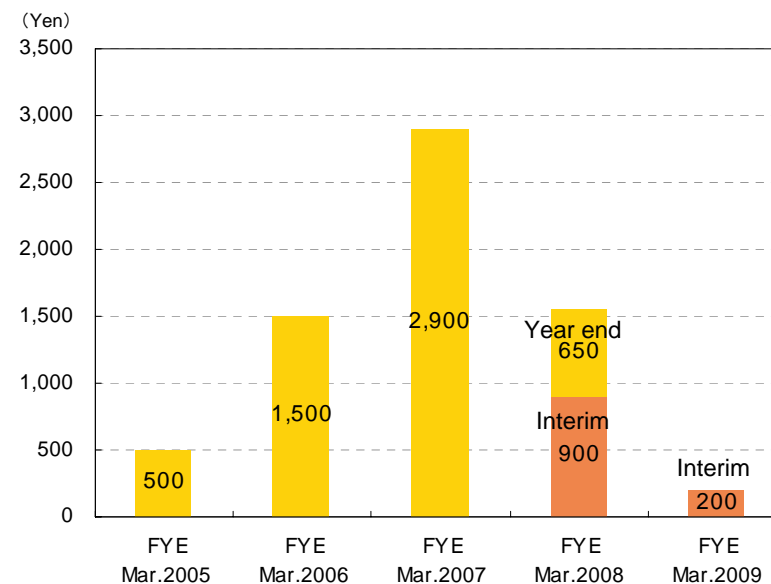


◆ Dividend Payout Policy

- Calculation formula (since FYE March, 2008)
Approx. 50% of consolidated net income of the Company's current fiscal year
- Interim dividends to be paid out

◆ Dividend Record

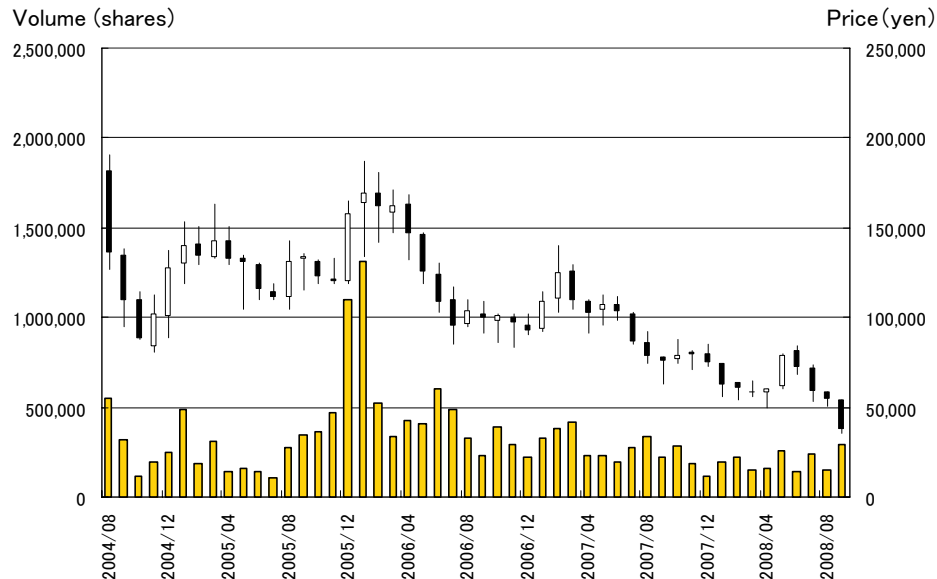
- Since the profit level of 1H of FYE March 2009 decreased by factors such as the devaluations loss on investment securities, the Company has decided not to apply the usual payout ratio for the interim dividend and will pay out a fixed amount, JPY 200.



Investors' Guide

Stock Information of Monex Group, Inc.

◆ Share price and volume



◆ Indicators per share

	FYE March 2005	FYE March 2006	FYE March 2007	FYE March 2008	1H FYE March 2009
Book-value Per Share (BPS)	JPY 12,694	JPY 17,606	JPY 20,253	JPY 19,664	JPY 18,539
Earnings Per Share (EPS)	JPY 3,001	JPY 5,677	JPY 4,066	JPY 3,080	JPY 211
Return On Equity (ROE)	27.1%	38.1%	21.4%	15.5%	1.1%
Dividend per share	JPY 500	JPY 1,500	JPY 2,900	JPY 1,550	JPY 200

*EPS and ROE of 1H FYE March 2009 are multiplied by 2 of 6 month data.

◆ Major shareholders and share distribution

(Recorded as of the end of September 2008)

Major shareholders

Financial Institutions	4.62%
Securities Companies	3.99%
Other Institutions	36.06%
Foreign Institutions, etc.	20.37%
Individual Investors, etc.	33.46%
Treasury Stock	1.49%

Top 3 shareholders

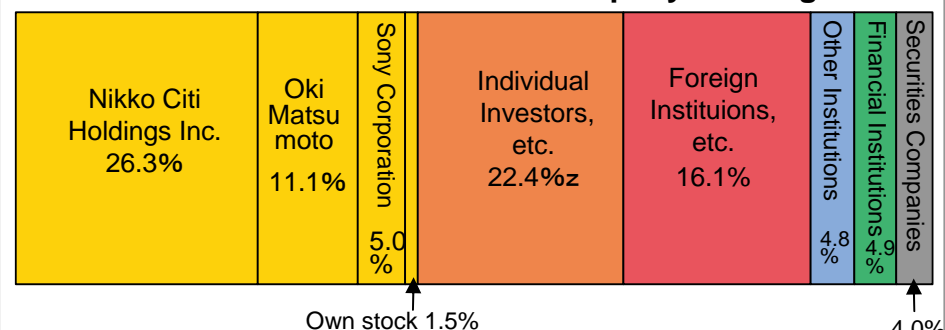
Nikko Citi Holdings Inc.	26.29%
Oki Matsumoto	11.10%
Sony Corporation	5.00%

• Except custodians, etc.

*The Large Shareholdings Report to the Ministry of Finance submitted until above indicates shareholding as below

• September 18, 2008: Delta Partners LLC and others 4.25%

◆ Share Distribution based on the Company's Recognition



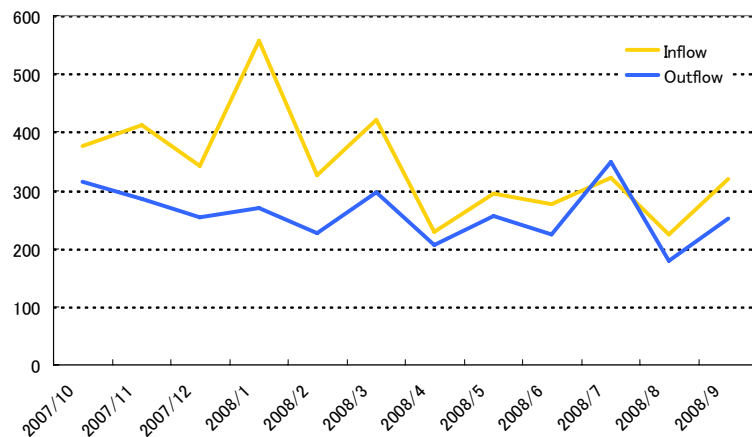
• Please note that the above chart has been made based on reports made to the finance ministry that the Company acknowledges. Since there is a time lag between these reports, the chart above is an estimate.

1. Financial Results
2. Strategies
3. Businesses
4. To our Shareholders
- 5. Appendix**

Additional Data (Monex, Inc.)

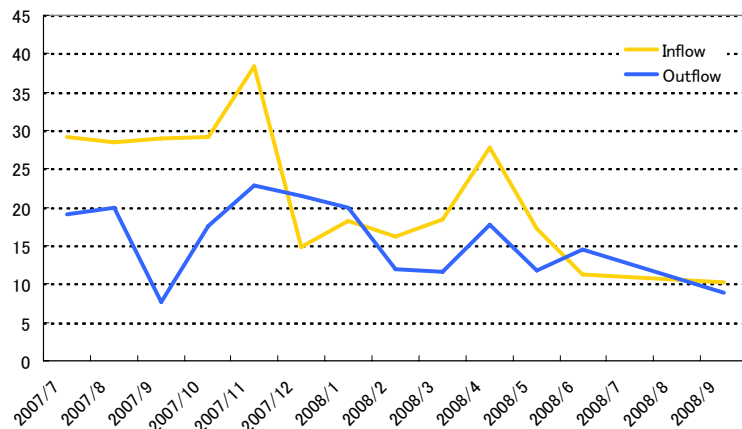
◆ Cash Inflow/Outflow

(100 million yen)

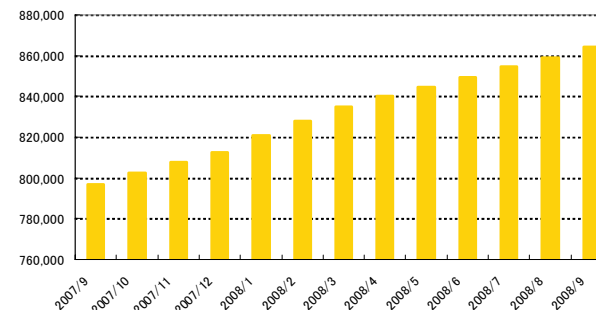


◆ Stock Inflow/Outflow

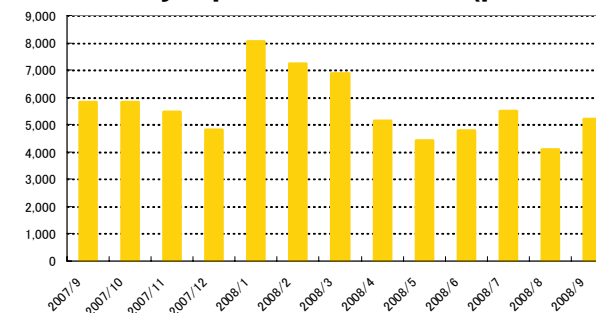
(100 million yen)



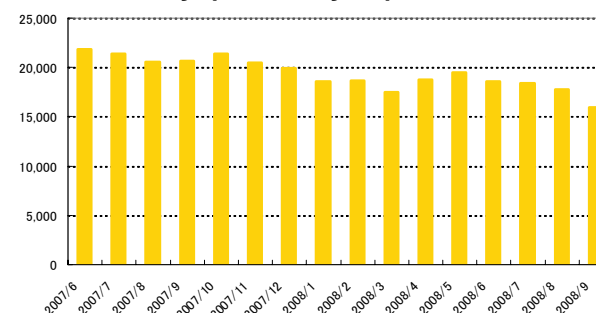
◆ Total Number of Accounts



◆ Number of Newly Opened Accounts (per month)

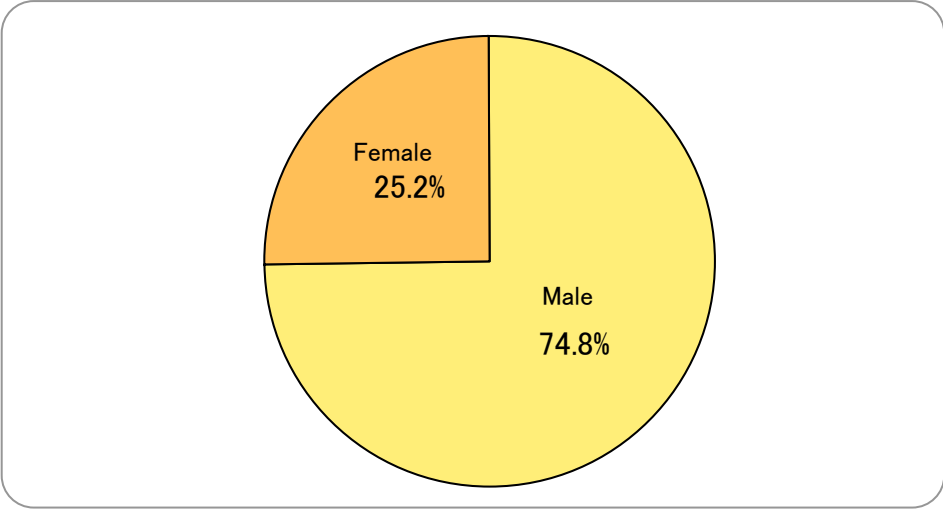


◆ Assets in Custody (million yen)

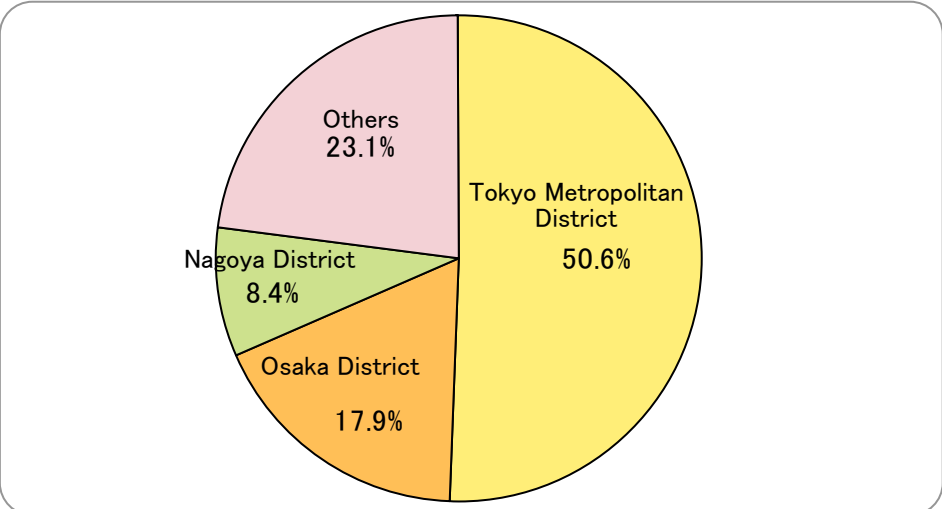


Customer Portfolio of Monex, Inc. (as of September 30, 2008)

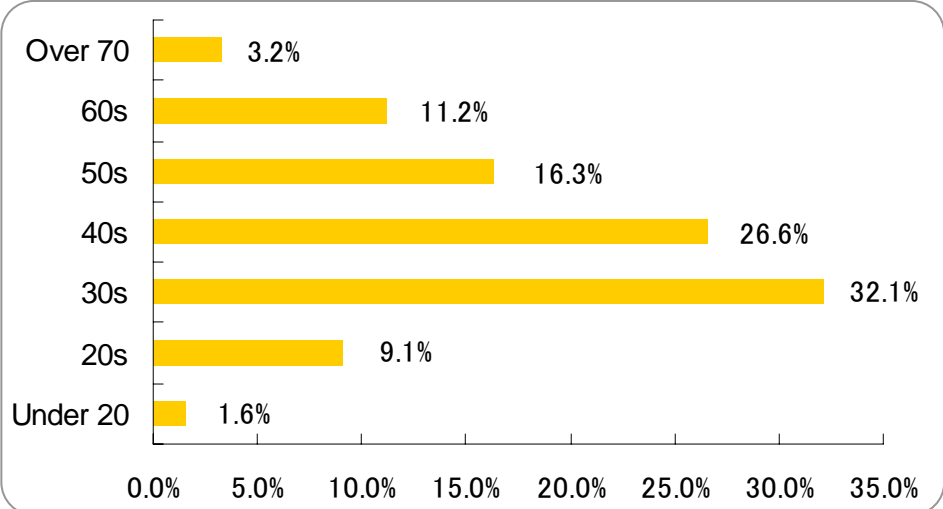
Sex



District



Age



Occupation

