

## **Monex Beans Holdings, Inc.**

### **Consolidated Financial Summary under Japanese GAAP for the third quarter of the fiscal year ending March 31, 2008 (April 1, 2007-December 31, 2007)**

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the third quarter of the fiscal year ending March 31, 2008. If there is any discrepancy between a statement in English and a statement in Japanese, the Japanese statement shall always control.

#### **Forward Looking Statement**

This report contains forward-looking statements that are based on our current expectations, assumptions, estimates and projections about our industry and us. These forward-looking statements are subject to various risks and uncertainties. Generally, these forward-looking statements can be identified by the use of terms such as “may”, “will”, “expect”, “anticipate”, “estimate”, “plan” or other similar words. These statements discuss future expectations, identify strategies, contain projections of results of operations or of our financial condition or state other “forward-looking” information. Our operations are subject to risks, uncertainties and other factors that could cause our actual results to differ materially from those contained in any forward-looking statement.

#### **Accounting Principles**

The financial information included in this report is based on our un-audited consolidated financial statements for the third quarter of the fiscal year ending March 31, 2008. All of those financial statements have been prepared based on accounting principles generally accepted in Japan. Please note there are significant differences between Japanese GAAP and U.S. GAAP and we have not prepared a reconciliation to show what our results or financial position would be under U.S. GAAP.

Monex Beans Holdings, Inc. / January 2008

# Consolidated Financial Summary

## For the third quarter of the fiscal year ending March 31, 2008

	Million Yen
<b>Operating results (from Apr. 1, 2007 to Dec. 31, 2007):</b>	
Operating revenues .....	¥ 23,725
Net operating revenues .....	20,869
Selling, general and administrative expenses .....	10,584
Operating income .....	10,285
Other expenses, net .....	305
Income before income taxes and minority interests prior to distribution of gain in silent partnership	9,980
Distribution of gain in silent partnership .....	60
Income before income taxes and minority interests .....	10,040
Income taxes .....	4,267
Minority interests .....	15
Net income .....	¥ 5,758
	Million Yen
<b>Financial Position (as of Dec. 31, 2007):</b>	
Total assets .....	¥ 365,962
Net assets .....	44,932
	Yen
<b>Per share amounts (from Apr. 1, 2007 to Dec. 31, 2007):</b>	
Net income .....	¥ 2,455.79
Net assets .....	19,104.06

Notes

Net income per share is computed by dividing net income by the weighted average number of common shares outstanding for the term and net assets per share is computed by dividing net assets by the number of common shares outstanding at the end of the term.

## Consolidated Balance Sheet

### As of December 31, 2007

Assets	Million Yen	%
Current assets:		
Cash and deposits .....	¥ 31,521	
Cash segregated for customers and others.....	92,656	
Money held in trust.....	35,172	
Trading assets .....	6,266	
Operating investment securities.....	1,234	
Margin transaction assets.....	125,514	
Payments on securities subscribed .....	482	
Short-term guarantee money deposited .....	5,616	
Short-term loans receivables .....	35,057	
Accrued revenues .....	2,798	
Deferred tax assets.....	95	
Other.....	15,846	
Allowance for doubtful receivables.....	(79)	
	352,178	96.2
Property and equipment, at cost:		
Buildings .....	290	
Furniture and fixtures .....	101	
Accumulated depreciation .....	(82)	
	309	0.1
Intangible assets, net of amortization:		
Software.....	829	
Other.....	77	
	906	0.2
Investment and others:		
Investment securities .....	11,854	
Long-term guarantee deposits .....	697	
Other.....	85	
Allowance for doubtful receivables.....	(67)	
	12,569	3.5
<b>Total assets</b>	<b>¥ 365,962</b>	<b>100.0</b>

## Consolidated Balance Sheet (Continued)

### As of December 31, 2007

Liabilities and Net Assets	Million Yen	%
Current liabilities:		
Trading liabilities.....	¥ 6,291	
Margin transaction liabilities.....	11,297	
Loans payable secured by securities.....	75,108	
Deposits received.....	53,096	
Guarantee money received.....	89,671	
Short-term borrowings.....	24,100	
Bonds.....	11,400	
Income taxes payables.....	1,421	
Accrued employees' bonuses.....	39	
Accrued directors' bonuses.....	116	
Allowance for point services.....	629	
Other.....	1,542	
	274,710	75.1
Non-current liabilities:		
Long-term debt.....	42,500	
Long-term deposits received.....	1,313	
Deferred tax liabilities.....	80	
	43,893	12.0
Statutory reserve:		
Reserve for securities transactions.....	2,417	
Reserve for commodities transactions.....	10	
	2,427	0.7
Net assets:		
Owners' equity		
Common stock.....	8,800	2.4
Authorized - 8,800,000 shares		
Issued - 2,344,687 shares		
Capital surplus.....	15,155	4.1
Retained earnings.....	20,164	5.5
	44,119	12.0
Valuation and translation adjustments.....	674	0.2
Minority interests.....	139	0.0
	44,932	12.2
<b>Total assets and liabilities</b>	<b>¥ 365,962</b>	<b>100.0</b>

## Consolidated Statements of Income

### For the third quarter of the fiscal year ending March 31, 2008

	Million Yen	%
Operating revenues:		
Commission revenues.....	¥ 16,532	
Net gain on trading account.....	150	
Net gain on operating investments .....	(34)	
Financial income .....	6,874	
Other operating revenues.....	203	
	23,725	100.0
Financial expenses.....	2,856	12.0
Net operating revenues	20,869	88.0
Selling, general and administrative expenses	10,584	44.6
Operating income	10,285	43.4
Other income (expenses):		
Other financial income .....	54	
Provision for securities transactions .....	(235)	
Loss on sale of investment securities .....	(24)	
Write-off of investment securities .....	(7)	
Equity in earnings.....	(86)	
Other, net .....	(7)	
	(305)	(1.3)
Income before income taxes and minority interests prior to distribution of gain in silent partnership	9,980	42.1
Distribution of gain in silent partnership	60	0.2
Income before income taxes and minority interests.....	10,040	42.3
Income taxes:		
Current.....	4,084	17.2
Deferred.....	183	0.8
Minority interests.....	15	0.0
Net Income	¥ 5,758	24.3
Per share amounts		
Net Income .....	¥ 2,455.79	

**Consolidated Statements of Changes in Net Assets**  
**For the third quarter of the fiscal year ending March 31, 2008**

	Millions of Yen				
	Owner's equity				
	Common stock	Capital surplus	Retained earnings	Treasury stocks	Total owners' equity
Balance at March 31, 2007.....	¥ 8,800	¥ 15,155	¥ 23,310	¥(0)	¥ 47,265
Net income .....	-	-	5,758	-	5,758
Cash dividends paid .....	-	-	(8,910)	-	(8,910)
Acquisition of treasury stocks.....	-	-	-	(0)	(0)
Change in scope of consolidation .....	-	-	6	-	6
Net changes in items other than Shareholders' Equity .....	-	-	-	-	-
Balance at December 31, 2007.....	¥ 8,800	¥ 15,155	¥ 20,164	¥ (0)	¥ 44,119

	Millions of Yen		
	Valuation and translation adjustments	Minority interests	Total net assets
Balance at March 31, 2007.....	¥ 223	¥ 74	¥ 47,562
Net income .....	-	-	5,758
Cash dividends paid .....	-	-	(8,910)
Acquisition of treasury stocks.....	-	-	(0)
Change in scope of consolidation .....	-	5	11
Net changes in items other than Shareholders' Equity .....	451	60	511
Balance at December 31, 2007.....	¥ 674	¥ 139	¥ 44,932

# Consolidated Statements of Cash Flows

## For the third quarter of the fiscal year ending March 31, 2008

	Million Yen
<b>Cash flows from operating activities:</b>	
Income before income taxes and minority interests.....	¥ 10,040
Depreciation.....	191
Allowance for doubtful receivables.....	(39)
Allowance for point services.....	(77)
Loss on sale of investment securities.....	24
Decrease in accrued employees' bonuses.....	(65)
Decrease in accrued directors' bonuses.....	(73)
Interest income and dividend income.....	(6,928)
Interest expense.....	2,856
Decrease in cash segregated for customers and others.....	2,046
Increase in money held in trust.....	(35,000)
Decrease in segregated cash included in cash and deposits.....	24,531
Decrease in time deposit as a collateral.....	20
Decrease in trading assets.....	168
Decrease in margin transaction liabilities, net of increase in margin transaction assets.....	(13,894)
Increase in operating investment securities.....	(52)
Increase in loans payable secured by securities and in loans receivable secured by securities.....	22,172
Decrease in payments on securities subscribed.....	541
Increase in short-term loans.....	(5,027)
Decrease in short-term guarantee money deposits.....	553
Increase in deposits received.....	4,357
Increase in guarantee money received.....	13,483
Other, net.....	(2,215)
Sub total.....	17,612
Interest and dividend received.....	6,438
Interest paid.....	(2,508)
Income taxes paid.....	(5,471)
Net cash provided by operating activities.....	16,071
<b>Cash flows from investing activities:</b>	
Purchases of securities.....	(10,450)
Redemption of securities.....	200
Purchases of property and equipment.....	(77)
Purchases of intangible assets.....	(883)
Purchases of investment securities.....	(6,080)
Proceeds from sales and redemption of investment Securities.....	420
Payment for purchase of investments in affiliates.....	(1,950)
Payment for long-term guarantee deposits.....	(314)
Acquisition of controlling interests in subsidiary.....	34
Other, net.....	42
Net cash used in investing activities.....	(19,058)
<b>Cash flows from financing activities:</b>	
Decrease in short-term borrowings.....	(5,650)
Increase in bonds.....	27,548
Decrease in bonds.....	(16,200)
Dividends paid.....	(8,819)
Net cash used in financing activities.....	(3,121)
Foreign currency translation adjustments on cash and cash equivalents.....	0
Net decrease in cash and cash equivalents.....	(6,108)
Cash and cash equivalents of newly consolidated subsidiaries.....	447
Cash and cash equivalents at beginning of term.....	37,132
Cash and cash equivalents at end of term.....	¥31,471