

Monex Beans Holdings, Inc.

Consolidated Financial Summary under Japanese GAAP for the first half of the fiscal year ending March 31, 2008 (April 1, 2007-September 30, 2007)

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the first half 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 first half 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. / October 2007

Consolidated Financial Summary

For the first half of the fiscal year ending March 31, 2008

	Million Yen
Operating results (from Apr. 1, 2007 to Sep. 30, 2007):	
Operating revenues	¥ 15,746
Net operating revenues	13,931
Selling, general and administrative expenses	7,112
Operating income	6,819
Other expenses, net	184
Income before income taxes and minority interests prior to distribution of gain in silent partnership	6,635
Distribution of gain in silent partnership	33
Income before income taxes and minority interests	6,668
Income taxes	2,813
Minority interests	(-)
Net income	¥ 3,855
Financial Position (as of Sep. 30, 2007):	
Total assets	¥ 336,840
Net assets	44,638
Per share amounts (from Apr. 1, 2007 to Sep. 30, 2007):	
Net income	¥ 1,644.34
Net assets	19,004.77

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 September 30, 2007

Assets	Million Yen	%
Current assets:		
Cash and deposits	¥ 22,212	
Cash segregated for customers and others.....	77,068	
Money held in trust.....	27,000	
Trading assets	4,912	
Operating investment securities.....	1,206	
Margin transaction assets.....	139,349	
Payments on securities subscribed	3,961	
Short-term guarantee money deposited	5,750	
Short-term loans receivables	35,025	
Accrued revenues	2,583	
Deferred tax assets.....	546	
Other.....	4,820	
Allowance for doubtful receivables.....	(90)	
	324,342	96.3
Property and equipment, at cost:		
Buildings	170	
Furniture and fixtures	77	
Accumulated depreciation	(74)	
	173	0.0
Intangible assets, net of amortization:		
Software.....	810	
Other.....	63	
	873	0.3
Investment and others:		
Investment securities	10,733	
Long-term guarantee deposits	688	
Other.....	93	
Allowance for doubtful receivables.....	(62)	
	11,452	3.4
Total assets	¥ 336,840	100.0

Consolidated Balance Sheet (Continued)

As of September 30, 2007

Liabilities and Net Assets	Million Yen	%
Current liabilities:		
Trading liabilities.....	¥ 4,474	
Margin transaction liabilities.....	19,014	
Loans payable secured by securities.....	59,739	
Deposits received.....	46,745	
Guarantee money received.....	71,704	
Short-term borrowings.....	24,100	
Bonds.....	15,500	
Income taxes payables.....	2,791	
Accrued employees' bonuses.....	80	
Accrued directors' bonuses.....	85	
Allowance for point services.....	673	
Other.....	1,012	
	245,917	73.0
Non-current liabilities:		
Long-term debt.....	42,500	
Long-term deposits received.....	1,341	
Deferred tax liabilities.....	91	
	43,932	13.0
Statutory reserve:		
Reserve for securities transactions.....	2,343	
Reserve for commodities transactions.....	10	
	2,353	0.7
Net assets:		
Owners' equity		
Common stock.....	8,800	2.6
Authorized - 8,800,000 shares		
Issued - 2,344,687 shares		
Capital surplus.....	15,155	4.5
Retained earnings.....	20,371	6.1
	44,326	13.2
Valuation and translation adjustments.....	234	0.1
Minority interests.....	78	0.0
	44,638	13.3
Total assets and liabilities	¥ 336,840	100.0

Consolidated Statements of Income

For the first half of the fiscal year ending March 31, 2008

	Million Yen	%
Operating revenues:		
Commission revenues.....	¥ 11,177	
Net gain on trading account.....	42	
Net gain on operating investments	(14)	
Financial income	4,427	
Other operating revenues.....	114	
	15,746	100.0
Financial expenses.....	1,815	11.5
Net operating revenues	13,931	88.5
Selling, general and administrative expenses	7,112	45.2
Operating income	6,819	43.3
Other income (expenses):		
Other financial income	50	
Provision for securities transactions	(160)	
Loss on sale of investment securities	(2)	
Write-off of investment securities	(7)	
Other, net	(65)	
	(184)	(1.2)
Income before income taxes and minority interests prior to distribution of gain in silent partnership	6,635	42.1
Distribution of gain in silent partnership	33	0.2
Income before income taxes and minority interests.....	6,668	42.3
Income taxes:		
Current.....	2,768	17.5
Deferred.....	45	0.3
Minority interests.....	(-)	(0.0)
Net Income	¥ 3,855	24.5
Per share amounts		
Net Income	¥ 1,644.34	

Consolidated Statements of Changes in Net Assets
For the first half 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	-	-	3,855	-	3,855
Cash dividends paid	-	-	(6,800)	-	(6,800)
Acquisition of treasury stocks.....	-	-	-	(0)	(0)
Increase in net unrealized holding gains on securities	-	-	-	-	-
Change in scope of consolidation	-	-	6	-	6
Increase in minority interests	-	-	-	-	-
Balance at September 30, 2007.....	¥ 8,800	¥ 15,155	¥ 20,371	¥ (0)	¥ 44,326

	Millions of Yen		
	Valuation and translation adjustments	Minority interests	Total net assets
Balance at March 31, 2007.....	¥ 223	¥ 74	¥ 47,562
Net income	-	-	3,855
Cash dividends paid	-	-	(6,800)
Acquisition of treasury stocks.....	-	-	(0)
Increase in net unrealized holding gains on securities	11	-	11
Change in scope of consolidation	-	4	10
Increase in minority interests	-	(-)	(-)
Balance at September 30, 2007.....	¥ 234	¥ 78	¥ 44,638

Consolidated Statements of Cash Flows

For the first half of the fiscal year ending March 31, 2008

	Million Yen
Cash flows from operating activities:	
Income before income taxes and minority interests	¥ 6,669
Depreciation	118
Allowance for doubtful receivables	(32)
Allowance for point services	(34)
Loss on sale of investment securities	2
Decrease in accrued employees' bonuses.....	(23)
Decrease in accrued directors' bonuses.....	(104)
Interest income and dividend income.....	(4,477)
Interest expense	1,815
Decrease in cash segregated for customers and others.....	17,031
Increase in money held in trust	(27,000)
Decrease in segregated cash included in cash and deposits ...	24,531
Decrease in time deposit as a collateral	20
Increase in trading assets.....	(330)
Decrease in margin liabilities, net of increase in margin transaction assets.....	(20,011)
Increase in operating investment securities.....	(24)
Increase in loans payable secured by securities and in loans receivable secured by securities.....	6,584
Increase in payments on securities subscribed	(2,939)
Increase in short-term loans	(4,995)
Decrease in short-term guarantee money deposits	419
Decrease in deposits received	(1,995)
Decrease in guarantee money received	(4,484)
Other, net.....	(1,810)
Sub total	(11,069)
Interest and dividend received.....	4,286
Interest paid.....	(1,808)
Income taxes paid.....	(2,415)
Net cash provided by operating activities	(11,006)
Cash flows from investing activities:	
Purchases of property and equipment	(38)
Purchases of intangible assets	(744)
Purchases of investment securities	(6,044)
Proceeds from sales and redemption of investment securities.....	97
Payment for purchase of investments in affiliates.....	(450)
Payment for long-term guarantee deposits.....	(305)
Other, net.....	39
Net cash used in investing activities	(7,445)
Cash flows from financing activities:	
Decrease in short-term borrowings	(5,650)
Increase in bonds.....	15,459
Dividends paid	(6,776)
Net cash used in financing activities	3,033
Foreign currency translation adjustments on cash and cash equivalents.....	0
Net decrease in cash and cash equivalents	(15,418)
Cash and cash equivalents of newly consolidated subsidiaries	448
Cash and cash equivalents at beginning of term	37,132
Cash and cash equivalents at end of term.....	¥22,162