

Monex Beans Holdings, Inc.

Consolidated Financial Summary under Japanese GAAP for the first half of the fiscal year ending March 31, 2006 (April 1, 2005–September 30, 2005)

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, 2006. 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, 2006. 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 2005

Consolidated Financial Summary

For the first half of the fiscal year ending March 31, 2006

	Million Yen
Operating Results (from Apr. 1, 2005 to Sep. 30, 2005):	
Operating Revenues	¥ 15,197
Net Operating Revenues	14,481
Selling, General and Administrative Expenses	5,651
Operating Income.....	8,830
Other Expenses, net	1,018
Income Before Income Taxes and Minority Interests	7,812
Income Taxes	3,397
Minority Interests.....	(10)
Net Income.....	¥ 4,425
	Million Yen
Financial Position (as of Sep. 30, 2005):	
Total assets	¥ 287,115
Shareholders' equity.....	32,360
	Yen
Per Share Amounts (from Apr. 1, 2005 to Sep. 30, 2005):	
Net income	¥ 1,887.35
Shareholders' equity.....	13,801.53

Notes

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

Consolidated Balance Sheet As of September 30, 2005

Assets	Million Yen	%
Current assets:		
Cash and deposits	¥ 33,519	
Cash segregated for customers and others.....	83,765	
Trading assets	248	
Margin transaction assets.....	157,448	
Payments on securities subscribed	1,921	
Short-term guarantee money deposited	3,168	
Accrued revenues	1,989	
Deferred tax assets.....	508	
Other	2,479	
Allowance for doubtful receivables.....	(2)	
	285,043	99.3
Property and equipment, at cost:		
Buildings	105	
Furniture and fixtures	269	
Accumulated depreciation	(282)	
	92	0.0
Intangible assets, net of amortization:		
Goodwill	71	
Software.....	21	
Other	10	
	102	0.0
Investment and others:		
Investment securities	1,505	
Long-term guarantee deposits	326	
Deferred tax assets.....	46	
Other	392	
Allowance for doubtful receivables.....	(391)	
	1,878	0.7
	¥ 287,115	100.0

Liabilities and Shareholders' Equity	Million Yen	%
Current Liabilities:		
Trading liabilities.....	¥ 96	
Margin transaction liabilities.....	63,016	
Loans payable secured by securities.....	27,514	
Deposits received.....	55,491	
Guarantee money received.....	59,472	
Short-term borrowings.....	41,000	
Income taxed payable.....	2,821	
Accrued employees' bonuses.....	137	
Allowance for point service.....	465	
Other.....	3,286	
	253,298	88.2
Statutory Reserve:		
Reserve for securities transactions.....	1,433	
Reserve for commodities transactions.....	15	
	1,448	0.5
Minority Interests.....	9	0.0
Shareholders' Equity:		
Common stock.....	8,800	3.1
Authorized - 8,800,000 shares		
Issued - 2,344,687 shares		
Capital surplus.....	15,155	5.3
Retained earnings.....	8,406	2.9
Net unrealized holding gains (losses) on securities, net of taxes.....	(1)	(0.0)
	32,360	11.3
	¥ 287,115	100.0

Consolidated Statement of Income

For the first half of the fiscal year ending March 31, 2006

	Million Yen	%
Operating Revenues:		
Commission revenues.....	¥ 12,116	
Net gain on trading account.....	44	
Financial income	2,918	
Other operating revenues.....	119	
	15,197	100.0
Financial expenses.....	716	4.7
Net Operating Revenues	14,481	95.3
Selling, general and administrative expenses	5,651	37.2
Operating Income	8,830	58.1
Other Income (Expenses):		
Provision for securities transactions.....	(367)	
Provision for commodities transactions	(8)	
Gain from sales of fixed assets.....	50	
Gain from sales of investment securities.....	99	
Loss on disposal of fixed assets.....	(19)	
Expenses resulting from the merger of two subsidiaries	(537)	
Other, net	(236)	
	(1,018)	(6.7)
Income before income taxes and minority interests.....	7,812	51.4
Income taxes:		
Current.....	2,960	19.5
Deferred.....	437	2.8
Minority interests.....	(10)	(0.0)
Net Income	¥ 4,425	29.1
Per share amounts		
	Thousands of Yen	
Net Income	¥ 1,887.35	

Consolidated Statement of Shareholders' Equity As of September 30, 2005

	Million Yen
Common stock	
Balance as of March 31, 2005	¥ 8,800
Balance as of September 30, 2005.....	¥ 8,800
Capital surplus	
Balance as of March 31, 2005	¥ 15,155
Balance as of September 30, 2005.....	¥ 15,155
Retained Earnings	
Balance as of March 31, 2005	¥ 5,804
Increase:	
Net income.....	4,425
Decrease:	
Dividends paid.....	1,172
Bonuses paid to directors.....	47
Others.....	604
Balance as of September 30, 2005.....	¥ 8,406
Net unrealized holding gains (losses) on securities, net of taxes	
Balance as of March 31, 2005	¥ 53
Decrease	54
Balance as of September 30, 2005.....	(¥ 1)

Consolidated Statement of Cash Flows

For the first half of the fiscal year ending March 31, 2006

	Million Yen
Cash flows from operating activities:	
Income before income taxes and minority interests	¥ 7,812
Depreciation	44
Provision for allowance for doubtful receivables.....	180
Provision for allowance for point services	76
Decrease in accrued employees' bonuses.....	(22)
Decrease in severance and retirement benefits for employees	(79)
Interest income and dividend income	(2,931)
Interest expense.....	715
Gain on sales of intangible assets.....	(50)
Increase in cash segregated for customers and others	(21,946)
Increase in separated deposits	(18,812)
Increase in trading assets	66
Increase in margin transaction assets, net of increase in margin transaction liabilities.....	(49,835)
Decrease in loans receivable secured by securities and in loans payable secured by securities.....	20,915
Decrease in short term guarantee money deposits	4,826
Increase in deposits received.....	27,967
Increase in guarantee money received	9,507
Payment for directors' bonuses	(47)
Other, net	(2,442)
Sub total.....	(24,056)
Interest and dividends received	2,549
Interest paid	(798)
Income taxes paid	(2,199)
Net cash used in operating activities	(24,504)
Cash flows from investing activities:	
Purchases of property and equipment.....	(15)
Purchases of intangible assets.....	(7)
Proceeds from transfer of intangible assets	50
Purchases of investment securities	(875)
Proceeds from sales of investments securities.....	149
Payment for long-term guarantee deposits	(16)
Proceeds from long-term guarantee deposits.....	85
Other, net	(4)
Net cash used in investing activities.....	(633)
Cash flows from financing activities:	
Increase in short-term borrowings.....	15,000
Dividends paid.....	(1,162)
Payment for treasury stocks	0
Net cash provided by financing activities	13,838
Net decrease in cash and cash equivalents.....	(11,299)
Cash and cash equivalents at beginning of term	26,005
Cash and cash equivalents at end of term	¥ 14,706