

Monex Beans Holdings, Inc.

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

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the first quarter 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 quarter 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. / July 2005

Consolidated Financial Summary

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

	Million Yen
Operating Results (from Apr. 1, 2005 to Jun. 30, 2005):	
Operating Revenues	¥ 6,151
Net Operating Revenues	5,775
Selling, General and Administrative Expenses	2,782
Operating Income.....	2,993
Other Expenses, net	565
Income Before Income Taxes and Minority Interests	2,428
Income Taxes and Adjustments.....	999
Minority Interests.....	(4)
Net Income.....	¥ 1,433
Financial Position (as of Jun. 30, 2005):	
Total assets	¥ 240,523
Shareholders' equity.....	29,420
Per Share Amounts (from Apr. 1, 2005 to Jun. 30, 2005):	
Net income	¥ 611.57
Shareholders' equity.....	12,547.77

Notes

Net income per share is computed by dividing net income by the weighted average number of common shares outstanding for the term and 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 June 30, 2005

Assets	Million Yen	%
Current assets:		
Cash and deposits	¥ 26,785	
Cash segregated for customers and others.....	65,731	
Trading assets	193	
Margin transactions assets	134,766	
Payments on securities subscribed	334	
Short-term guarantee money deposited	7,449	
Accrued income.....	1,357	
Deferred tax assets.....	322	
Others	2,445	
Allowance for doubtful receivables.....	(178)	
	239,204	99.5
Property and equipment, at cost:		
Buildings	93	
Furniture and fixtures	268	
Accumulated depreciation	(276)	
	85	0.0
Intangible assets, net of amortization:		
Goodwill	76	
Software.....	23	
Others	10	
	109	0.0
Investment and others:		
Investment securities	763	
Long-term guarantee deposits	342	
Deferred tax assets.....	19	
Others	36	
Allowance for doubtful receivables.....	(35)	
	1,125	0.5
	¥ 240,523	100.0

Liabilities and Shareholders' Equity	Million Yen	%
Current Liabilities:		
Trading liabilities.....	¥ 142	
Margin transactions liabilities	70,128	
Loans payable secured by securities.....	23,684	
Deposits received.....	39,866	
Received margin.....	51,377	
Short-term borrowings.....	21,500	
Income tax payable.....	199	
Accrued employees' bonuses.....	45	
Reserve for point service	484	
Others	2,455	
	209,880	87.3
Statutory Reserve:		
Reserve for securities transactions	1,196	
Reserve for commodities transactions.....	12	
	1,208	0.5
Minority Interests	15	0.0
Shareholders' Equity:		
Common stock.....	8,800	3.7
Authorized - 8,800,000 shares		
Issued - 2,344,687 shares		
Capital surplus.....	15,154	6.3
Retained earnings	5,415	2.2
Net unrealized holding gains on securities, net of taxes.....	51	0.0
Treasury stock, at cost - 0.46 share.....	(0)	(0.0)
	29,420	12.2
	¥ 240,523	100.0

Consolidated Statements of Operations

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

	Million Yen	%
Operating Revenues:		
Commission revenues.....	¥ 4,754	
Net gain on trading assets.....	23	
Financial income	1,299	
Other operating revenues.....	75	
	6,151	100.0
Financial expenses.....	376	
Net Operating Revenues	5,775	93.9
Selling, general and administrative expenses	2,782	45.2
Operating Income	2,993	48.7
Other Incomes (Expenses):		
Provision for securities transactions.....	(131)	
Provision for commodities transactions	(4)	
Gain from sales of fixed assets.....	50	
Loss on disposal of fixed assets.....	(19)	
Expenses resulting from the merger of two subsidiaries	(467)	
Others, net	6	
	(565)	(9.2)
Income before income taxes and adjustments ...	2,428	39.5
Income taxes and adjustments	999	16.2
Minority interests.....	(4)	(0.0)
Net Income	¥ 1,433	23.3
 Per share amounts		
	Thousands of Yen	
Net Income	¥ 3,001.49	

Consolidated Statements of Retained Earnings

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

	Million Yen
Capital surplus	
Balance at March 31, 2005	¥ 15,154
Balance at June 30, 2005	15,154
Earned surplus	
Balance at March 31, 2005	¥ 5,804
Increase in earned surplus:	
Net income.....	1,433
Decrease in earned surplus:	
Dividends paid.....	1,172
Bonuses paid to directors.....	47
Others.....	603
Balance at June 30, 2005	¥ 5,415

Consolidated Statements 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	¥ 2,428
Depreciation	24
Amortization of goodwill	6
Decrease in accrued employees' bonuses	(114)
Provision for reserve for point service	96
Decrease in severance and retirement benefits for employees	(79)
Interest income and dividend income	(1,312)
Interest expense	376
Gain from sales of fixed assets	(50)
Loss from disposal of fixed assets	19
Increase in cash segregated for customers and others .	(3,843)
Decrease in trading assets	161
Increase in margin transaction assets and liabilities	(20,042)
Decrease in loans receivable secured by securities and in loans payable secured by securities...	17,101
Decrease in short term guarantee money deposits.....	545
Increase in deposits received	12,341
Increase in received margins	1,412
Others, net	(1,111)
Sub total	7,958
Interest and dividend received.....	1,030
Interest paid	(254)
Income taxes paid.....	(2,308)
Net cash used in operating activities	6,426
Cash flows from investing activities:	
Purchases of property and equipment	(1)
Purchases of intangible fixed assets	(4)
Proceeds from sales of intangible fixed assets	50
Payment for long-term guarantee deposits	(16)
Others, net	(1)
Net cash used in investing activities.....	26
Cash flows from financing activities:	
Decrease in short-term borrowings	(4,500)
Dividends paid	(1,172)
Net cash provided by financing activities.....	(5,672)
Net increase in cash and cash equivalents	780
Cash and cash equivalents at beginning of term.....	26,004
Cash and cash equivalents at end of term	¥ 26,784