

Monex Beans Holdings, Inc.

Consolidated Financial Summary under Japanese GAAP for the fiscal year ended March 31, 2005 (April 1, 2004–March 31, 2005)

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the fiscal year ended March 31, 2005. 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 fiscal year ended March 31, 2005. 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. / April 2005

Consolidated Financial Highlights

For the fiscal year ended March 31, 2005

	Million Yen
Operating Results (from Apr. 1, 2004 to Mar. 31, 2005):	
Operating Revenues	¥ 21,716
Net Operating Revenues	20,690
Selling, general and administrative expenses	11,424
Operating Income.....	9,266
Other Income	39
Other Expenses	671
Income Before Income Taxes.....	8,634
Income Taxes and Adjustments.....	1,555
Minority interests	(0)
Net Income.....	¥ 7,079
Financial Position (as of Mar. 31, 2005):	
Total assets	¥ 232,091
Shareholders' equity.....	29,811
Per Share Amounts (from Apr. 1, 2004 to Mar. 31, 2005):	
Net income	¥ 3,001.49
Shareholders' equity.....	12,694.66

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 Sheets As of March 31, 2005

Assets	Million Yen	%
Current assets:		
Cash and deposits	¥ 26,004	
Cash segregated for customers and others.....	61,887	
Trading assets:	246	
Trading securities and others	246	
Derivative assets	0	
Receivables related to margin transactions:	130,817	
Loans receivable from customers for margin transactions.....	125,264	
Cash deposits as collateral for securities borrowed from securities finance company:	5,552	
Cash paid for subscription	292	
Short-term guarantee money deposited	7,993	
Accrued income	1,091	
Deferred tax assets.....	496	
Others	2,063	
Allowance for doubtful receivables.....	(177)	
	230,717	99.4
Non-current assets		
Tangible fixed assets.....	98	
Intangible fixed assets	138	
Investments and others:	1,136	
Investment securities	766	
Long-term guarantee deposits	326	
Deferred tax assets.....	43	
Others investments	36	
Allowance for doubtful accounts.....	(35)	
	1,373	0.6
	¥ 232,091	100.0

Liabilities and Shareholders' Equity	Million Yen	%
Current Liabilities:		
Trading liabilities:.....	¥ 125	
Trading securities and others	125	
Derivative liabilities	0	
Payables related to margin transactions:	86,220	
Loans from securities finance companies for margin transactions	67,990	
Proceeds of securities sold for margin transactions	18,229	
Payables on collateralized securities transactions:.....	6,584	
Cash deposits as collateral for securities loaned	6,584	
Deposits received.....	27,524	
Cash deposits received from customers.....	49,965	
Short-term borrowings.....	26,000	
Income tax payable.....	2,214	
Accrued bonuses.....	159	
Other current liabilities.....	2,391	
	201,187	86.7
Statutory Reserve:		
Reserve for securities transactions	1,065	
Reserve for commodities transactions.....	7	
	1,072	0.5
	202,260	87.2
Minority Interests:		
Minority Interests	19	0.0
Shareholders' Equity:		
Common stock.....	8,800	3.8
Capital surplus.....	15,154	6.5
Earned surplus	5,804	2.5
Net unrealized gain on investments.....	52	0.0
Treasury stock	(0)	(0.0)
	29,811	12.8
	¥ 232,091	100.0

Consolidated Statements of Operations For the fiscal year ended March 31, 2005

	Million Yen	%
Operating Revenues:		
Commission revenues.....	¥ 17,931	
Brokerage commissions.....	15,362	
Underwriting & selling commissions.....	259	
Subscription & distribution commissions..	294	
Other commissions	2,014	
Net gain on trading assets.....	152	
Financial income	3,457	
Other service revenues	174	
	21,716	100.0
Financial expenses.....	1,025	
Net Operating Revenue	20,690	95.3
Selling, general and administrative expenses	11,424	52.6
Operating Income	9,266	42.7
Other Incomes:	39	0.2
Other Expenses:	671	3.1
Inauguration expenses	87	
Provision for directors' retirement benefits ...	72	
Loss on disposal of fixed assets.....	11	
Provision for securities transactions	455	
Provision for commodities transactions	7	
Other expenses.....	38	
Income before income taxes and adjustments ...	8,634	39.8
Income taxes.....	2,131	9.8
Income taxes adjustments.....	(576)	(2.7)
Minority interests.....	(0)	(0.0)
Net Income	¥ 7,079	32.6
 Per share amounts		
	Thousands of Yen	
Net Income	¥ 3,001.49	

Consolidated Statements of Retained Earnings For the fiscal year ended March 31, 2005

	Million Yen
Capital surplus	
Balance at March 31, 2004	¥ 10,011
Increase in capital surplus	
Stock option exercised	123
Due to share transfer	5,020
Balance at March 31, 2005	15,154
 Earned surplus	
Balance at March 31, 2004	(¥ 1,215)
Increase in earned surplus:	
Net income	7,079
Decrease in earned surplus:	
Bonuses to directors	(60)
Balance at March 31, 2005	¥ 5,804

Consolidated Statements of Cash Flows

For the fiscal year ended March 31, 2005

Million Yen

Cash flows from operating activities:	
Income before income taxes and others	¥ 8,634
Depreciation	141
Amortization of goodwill	95
Stock issuance costs	1
Provision for doubtful accounts	177
Provision for employees' bonuses	(153)
Provision for retirement benefits	(13)
Interest income and dividends received.....	(3,467)
Interest expense	1,026
Increase in cash segregated for customers and others .	(17,811)
Increase in trading assets	(32)
Increase in margin transaction assets and liabilities	(34,609)
Decrease in loans receivable secured by securities and in loans payable secured by securities...	1,457
Increase in short term guarantee	(4,427)
Increase in deposits received from customers	12,476
Increase in received margins	17,334
Payment for directors' bonuses	(60)
Others	1,056
Sub total	<u>(18,175)</u>
Interest and dividend received.....	3,264
Interest paid	(1,051)
Income taxes paid.....	<u>(24)</u>
Net cash provided by operating activities	<u>(15,987)</u>
Cash flows from investing activities:	
Purchases of tangible fixed assets	(35)
Purchases of intangible fixed assets	(103)
Purchases of investment securities	(80)
Proceeds from sales of related company' securities	19
Payment for long term guarantee.....	(145)
Proceeds from long term guarantee	95
Others	11
Net cash used in investing activities.....	<u>(237)</u>
Cash flows from financing activities:	
Increase in short-term borrowings.....	26,000
Proceeds from common stock issuance.....	<u>245</u>
Net cash provided by financing activities.....	<u>26,245</u>
Effect of exchange rate changes on cash and cash equivalents	-
Net increase in cash and cash equivalents	10,020
Cash and cash equivalents at beginning of term.....	<u>15,984</u>
Cash and cash equivalents at end of term.....	<u>¥ 26,004</u>