



Monex Group, Inc.

Consolidated Financial Summary under IFRS for the fiscal year ending March 31, 2015 (April 1, 2014 - March 31, 2015)

This is an English translation of Japanese report of the consolidated financial summary under IFRS for the fiscal year ending March 31, 2015. If there is any discrepancy between a statement in English and a statement in Japanese, the Japanese statement shall always control. All financial information presented in million yen is has been rounded to the nearest million.

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 ending March 31, 2015. All of those financial statements have been prepared based on IFRS.

The consolidated statement of financial position and the consolidated statement of cash flows are restated by the application of Amendments to IAS 32.

Monex Group, Inc. / April 2015

Consolidated Financial Summary

For the fiscal year ending March 31, 2015

(in million yen)	
Operating results (from Apr. 1, 2014 to Mar. 31, 2015):	
Total revenue.....	¥ 51,267
Total expenses.....	45,152
income before income taxes	6,115
Income tax expense.....	2,621
Net income	¥ 3,494
Net income attributable to :	
Owners of the Company.....	¥ 3,494
Non-controlling interests.....	—
(in million yen)	
Financial Position (as of Mar. 31, 2015):	
Total assets.....	¥ 1,055,242
Equity attributable to owners of the Company.....	86,932
(in yen)	
Earnings per share attributable to owners of the Company (from Apr. 1, 2014 to Mar. 31, 2015):	¥ 12.15

Notes

Net income attributable to owners per share is computed by dividing net income attributable to owners by the weighted average number of common shares outstanding for the period.

Consolidated Statements of Income

	(in million yen)	
	For the fiscal year ending March 31, 2014	For the fiscal year ending March 31, 2015
Revenue:		
Commission received	¥ 33,542	¥ 30,079
Net trading income	8,011	6,242
Financial revenue	12,583	13,987
Other operating revenue	587	667
Total operating revenue	54,722	50,975
Other financial revenue	2,305	82
Other revenue	59	210
Equity in earnings of affiliates	0	—
Total revenue	57,086	51,267
Expenses:		
Financial expenses	4,672	5,766
Selling, general and administrative expenses.	34,981	37,143
Other financial expenses	99	272
Other expenses	439	1,970
Equity in losses of affiliates	—	2
Total expenses	40,191	45,152
Income before income taxes	16,895	6,115
Income tax expense.....	6,539	2,621
Net income	¥ 10,356	¥ 3,494
Net income attributable to :		
Owners of the Company.....	¥ 10,354	¥ 3,494
Non-controlling interests.....	2	—
Earnings per share attributable to owners of the Company :		
	(in yen)	(in yen)
Basic earnings per share.....	¥ 35.76	¥ 12.15
Diluted earnings per share.....	—	—

Consolidated Statements of Comprehensive Income

	(in million yen)	
	For the fiscal year ending March 31, 2014	For the fiscal year ending March 31, 2015
Net income	¥ 10,356	¥ 3,494
Other comprehensive income:		
Items that may be reclassified subsequently to profit or loss:		
Foreign currency translation adjustment in foreign operations	2,349	4,117
Valuation difference on available-for-sale financial assets	(1,960)	740
Changes in fair value of hedging items	(143)	245
Accumulated other comprehensive income for equity method investments	23	(5)
Other comprehensive income after income taxes	268	5,097
Total comprehensive income	¥ 10,624	¥ 8,591
Total comprehensive income attributable to :		
Owners of the Company	¥ 10,622	¥ 8,591
Non-controlling interests	2	—

Consolidated Statements of Financial Position

	(in million yen)	
	As of March 31, 2014	As of March 31, 2015
Assets:		
Cash and cash equivalents.....	¥ 85,442	¥ 68,540
Cash segregated as deposits	426,719	525,567
Trading securities and other	2,458	4,148
Derivative assets.....	11,326	13,432
Investments in securities	8,390	8,176
Margin transaction assets	178,230	175,637
Loans secured by securities.....	152,382	159,969
Other financial assets	28,990	46,003
Property and equipment	1,579	2,408
Intangible assets	41,558	48,807
Equity method investments	861	1,136
Deferred tax assets	247	20
Other assets	1,089	1,398
Total assets	939,270	1,055,242
Liabilities and Equity:		
Liabilities:		
Derivative liabilities	9,047	12,159
Margin transaction liabilities.....	36,308	46,125
Loans payables secured by securities.....	183,765	195,521
Deposits received	287,385	368,656
Guarantee deposits received.....	167,039	184,850
Bonds and loans payables	159,125	150,418
Other financial liabilities.....	4,280	4,958
Provisions	156	158
Income tax payables.....	5,629	230
Deferred tax liabilities.....	3,810	3,732
Other liabilities.....	2,026	1,504
Total liabilities	858,569	968,310
Equity:		
Common stock	10,394	10,394
Additional paid-in capital.....	40,510	40,510
Retained earnings	22,856	23,991
Other components of equity	6,941	12,038
Equity attributable to owners of the Company	80,701	86,932
Total equity	80,701	86,932
Total liabilities and equity	¥ 939,270	¥ 1,055,242

Consolidated Statements of Cash Flows

	(in million yen)	
	For the fiscal year ending March 31, 2014	For the fiscal year ending March 31, 2015
Cash flows from operating activities:		
Income before income taxes	¥ 16,895	¥6,115
Depreciation and amortization.....	3,441	3,942
Loss on business restructuring.....	—	1,702
Gain on sales on investments in subsidiaries.....	—	(100)
Financial revenue and financial expenses.....	(10,117)	(8,031)
Decrease/increase in derivative assets and liabilities.....	(2,110)	1,311
Decrease/increase in assets/liabilities for margin transaction.....	(32,180)	12,410
Decrease/increase in loans/loans payables secured by securities.....	8,886	4,987
Decrease/increase in cash segregated as deposits.....	(62,900)	(68,275)
Decrease/increase in deposits received and guarantee deposits received.....	68,210	66,080
Decrease/increase in short-term loans receivable.....	(1,032)	(2,720)
Other, net.....	(1,119)	(16,945)
Sub total	(12,026)	475
Interest and dividends income received.....	11,928	13,864
Interest expenses paid.....	(4,069)	(5,459)
Income taxes paid.....	(4,088)	(9,129)
Net cash provided by (used in) operating activities	(8,256)	(249)
Cash flows from investing activities:		
Proceeds from withdrawal of time deposits.....	100	—
Purchase of investments in securities.....	(12,771)	(6,235)
Proceeds from sales and redemption of securities.....	23,458	7,159
Purchase of property and equipment.....	(765)	(1,233)
Purchase of intangible assets.....	(4,026)	(8,301)
Proceeds from sales of subsidiaries.....	—	249
Other, net.....	(36)	(241)
Net cash provided by (used in) investing activities	5,960	(8,602)
Cash flows from financing activities:		
Net increase/decrease in short-term loans payables.....	(14,403)	(39,331)
Proceeds from long-term loans payables.....	87,516	32,221
Repayment and redemption of long-term loans payables.....	(27,500)	(2,500)
Purchase of non-controlling interests.....	(47)	—
Purchase of treasury stock.....	(5,514)	—
Cash dividends paid.....	(4,053)	(2,358)
Net cash provided by (used in) financing activities	35,998	(11,968)
Net increase/decrease in cash and cash equivalents	33,703	(20,819)
Cash and cash equivalents at the beginning of period	50,140	84,855
Effect of exchange rate change on cash and cash equivalents	1,012	2,300
Cash and cash equivalents at the end of period	¥ 84,855	¥ 66,337