Monex Group, Inc.

Consolidated Financial Summary under Japanese GAAP for the third quarter of the fiscal year ending March 31, 2011 (April 1, 2010-December 31, 2010)

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the third quarter of the fiscal year ending March 31, 2011. 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 third quarter of the fiscal year ending March 31, 2011. 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 Group, Inc. / January 2011

Consolidated Financial Summary For the third quarter of the fiscal year ending March 31, 2011

	Million Yen
Operating results (from Apr. 1, 2010 to Dec. 31, 2010):	
Operating revenues	¥ 18,502
Net operating revenues	16,228
Selling, general and administrative expenses	13,338
Operating income	2,890
Other, net	(439)
Income before income taxes and minority interests prior	
to distribution of gain in silent partnership	2,451
Distribution of gain in silent partnership	29
Income before income taxes and minority interests	2,422
Income taxes	,
Income before minority interests	1,902
Minority interests	
Net Income	¥ 1,899
	Million Yen
Financial Position (as of Dec. 31, 2010):	
Total assets	¥358,922
Net assets	71,062
	Yen
Per share amounts (from Apr. 1, 2010 to Dec. 31, 2010):	
Net income	¥ 624.72
Net assets	22,200.48

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 December 31, 2010

Assets	Million Yen	%
Current assets:		
Cash and deposits	¥ 29,332	
Cash segregated for customers and others	127,107	
Money held in trust	39,342	
Trading assets	13,990	
Operating investment securities	1,020	
Margin transaction assets	98,823	
Payments on securities subscribed	393	
Short-term guarantee money deposited	10,538	
Short-term loans receivables	7,526	
Accrued revenues	2,753	
Deferred tax assets	2,400	
Other	6,921	
Allowance for doubtful receivables	(99)	
	340,046	94.7
Property and equipment, at cost:	·	
Buildings	324	
Furniture and fixtures	1,139	
Accumulated depreciation	(763)	
1 <u> </u>	700	0.2
Intangible assets, net of amortization:		
Software	1,562	
Goodwill	8,795	
Other	353	
—	10,710	3.0
Investment and others:	·	
Investment securities	6,022	
Long-term guarantee deposits	944	
Other	547	
Allowance for doubtful receivables	(47)	
	7,466	2.1
Total assets	¥ 358,922	100.0

Consolidated Balance Sheet (Continued) As of December 31, 2010

Current liabilities:Trading liabilities:	Liabilities and Net Assets	Million Yen	%
Margin transaction liabilities $31,246$ Loans payable secured by securities $19,704$ Deposits received $92,166$ Guarantee money received $86,713$ Short-term borrowings $36,700$ Bonds $9,500$ Income taxes payables 436 Accrued employees' bonuses 37 Accrued directors' bonuses 5 Allowance for point services 160 Other $2,696$ Uter $2,696$ Non-current liabilities: $2,500$ Long-term debt $2,500$ Long-term debt $2,500$ Long-term debt $1,167$ Statutory reserve: $1,251$ Reserve for financial products transaction $1,251$ Liabilities $1,251$ Owners' equity 0 Common stock $10,394$ Long-term det armings $42,163$ Itsued - 2,991,120 shares $42,163$ Lagital surplus $42,163$ Net assets: 104 Owners' equity $70,867$ Capital surplus 104 Owners' interests 91 Outor and translation adjustments 104 Outor 91 Outor 19.8	Current liabilities:		
Margin transaction liabilities $31,246$ Loans payable secured by securities $19,704$ Deposits received $92,166$ Guarantee money received $86,713$ Short-term borrowings $36,700$ Bonds $9,500$ Income taxes payables 436 Accrued employees' bonuses 37 Accrued directors' bonuses 5 Allowance for point services 160 Other $2,696$ Uter $2,696$ Non-current liabilities: $2,500$ Long-term debt $2,500$ Long-term debt $2,500$ Long-term debt $1,167$ Statutory reserve: $1,251$ Reserve for financial products transaction $1,251$ Liabilities $1,251$ Owners' equity $0,394$ Common stock $10,394$ Long-term det arnings $12,163$ Ital 11.8 Retained earnings $42,163$ Ital 104 0.0 91 0.0 $71,062$ 19.8	Trading liabilities	¥ 3,579	
Loans payable secured by securities19,704Deposits received92,166Guarantee money received86,713Short-term borrowings36,700Bonds9,500Income taxes payables436Accrued employees' bonuses37Accrued directors' bonuses5Allowance for point services160Other2,696Non-current liabilities:2,500Long-term debt2,500Long-term debt2,500Long-term debt1,167Statutory reserve:1,251Reserve for financial products transaction1,251Liabilities1,251Owners' equity10,3942.9Authorized - 8,800,000 shares18,3105.1Issued - 2,991,120 shares18,3105.1Capital surplus42,16311.8Retained earnings1040.0Minority interests910.071,06219.8		-	
Deposits received	Loans payable secured by securities		
Guarantee money received $86,713$ Short-term borrowings $36,700$ Bonds $9,500$ Income taxes payables 436 Accrued employees' bonuses 37 Accrued directors' bonuses 5 Allowance for point services 160 Other $2,696$ 282,942 78.8 Non-current liabilities: $2,500$ Long-term debt $1,167$ Statutory reserve: Reserve for financial products transaction Liabilities $1,251$ Owners' equity 0.3 Net assets: 0 Owners' equity $10,394$ 2.9 Authorized - $8,800,000$ shares $18,310$ 5.1 Issued - $2,991,120$ shares $42,163$ 11.8 Retained earnings $18,310$ 5.1 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0			
Short-term borrowings	*	,	
Bonds	· ·		
Income taxes payables436Accrued employees' bonuses37Accrued directors' bonuses5Allowance for point services160Other2,696282,94278.8Non-current liabilities:2,500Long-term debt2,500Long-term debt1,1673,6671.0Statutory reserve:1,251Reserve for financial products transaction1,251Liabilities1,251Owners' equity10,394Common stock10,394Layed - 8,800,000 shares18,310Issued - 2,991,120 shares18,310Capital surplus42,163Capital surplus42,163Nation and translation adjustments1040.0910.071,06219.8	•	-	
Accrued employees' bonuses 37 Accrued directors' bonuses 5 Allowance for point services 160 Other $2,696$ 282,942 78.8 Non-current liabilities: $2,500$ Long-term debt $2,500$ Long-term debt $2,500$ Long-term deposits received $1,167$ Statutory reserve: $3,667$ Reserve for financial products transaction $1,251$ Liabilities $1,251$ Owners' equity $10,394$ 2.9 Authorized - $8,800,000$ shares $10,394$ 2.9 Authorized - $8,800,000$ shares $18,310$ 5.1 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0		-	
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$\begin{array}{c c} \text{Long-term debt} & 2,500 \\ \text{Long-term deposits received} & 1,167 \\ \hline & 3,667 & 1.0 \\ \hline & 1,251 & 0.3 \\ \hline & 1,$	NY		
Long-term deposits received $1,167$ Statutory reserve: Reserve for financial products transaction Liabilities $1,251$ $1,251$ 0.3 Net assets: Owners' equity Common stock $10,394$ 2.9 Authorized - $8,800,000$ shares Issued - $2,991,120$ shares Capital surplus $42,163$ 11.8 Retained earningsRetained earnings $10,394$ 5.1 70,867 19.7 Valuation and translation adjustments 104 0.0 9191 0.0 71,062 19.8		2 500	
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Statutory reserve: Reserve for financial products transaction LiabilitiesLiabilities $1,251$ Liabilities $1,251$ 0.3 $1,251$ Net assets: Owners' equity Common stock $10,394$ Common stock $10,394$ Authorized - $8,800,000$ shares Issued - $2,991,120$ shares Capital surplus $42,163$ Retained earnings $18,310$ 5.1 $70,867$ Valuation and translation adjustments 104 0.0 91 0.0 $71,062$ 19.8	Long-term deposits received		
Reserve for financial products transaction Liabilities	—	3,667	1.0
Liabilities $1,251$ Net assets: $1,251$ Owners' equity $10,394$ Common stock $10,394$ Authorized - 8,800,000 shares $10,394$ Issued - 2,991,120 shares $42,163$ Capital surplus $42,163$ Retained earnings $18,310$ Valuation and translation adjustments 104 Minority interests 91 0.0 $71,062$	Statutory reserve:		
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Net assets: Owners' equity Common stock $10,394$ 2.9 Authorized - $8,800,000$ shares Issued - $2,991,120$ shares Capital surplus $42,163$ 11.8 Retained earnings $18,310$ 5.1 70,867 19.7 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0 71,062 19.8	Liabilities	1,251	
Owners' equity 10,394 2.9 Authorized - 8,800,000 shares 10,394 2.9 Authorized - 2,991,120 shares 42,163 11.8 Capital surplus 42,163 11.8 Retained earnings 18,310 5.1 70,867 19.7 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0 71,062 19.8		1,251	0.3
Owners' equity 10,394 2.9 Authorized - 8,800,000 shares 10,394 2.9 Authorized - 2,991,120 shares 42,163 11.8 Capital surplus 42,163 11.8 Retained earnings 18,310 5.1 70,867 19.7 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0 71,062 19.8	Net assets:		
Common stock	Owners' equity		
Authorized - 8,800,000 shares Issued - 2,991,120 shares Capital surplus		10.394	2.9
Issued - 2,991,120 shares 42,163 11.8 Capital surplus 18,310 5.1 Retained earnings 70,867 19.7 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0 71,062 19.8		-)	
Capital surplus 42,163 11.8 Retained earnings 18,310 5.1 70,867 19.7 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0 71,062 19.8			
Retained earnings 18,310 5.1 70,867 19.7 Valuation and translation adjustments 104 0.0 Minority interests 91 0.0 71,062 19.8		42,163	11.8
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Valuation and translation adjustments 104 0.0 Minority interests 91 0.0 71,062 19.8			
Minority interests 91 0.0 71,062 19.8	Valuation and translation adjustments		
71,062 19.8		- • ·	0.0
	Total assets and liabilities	¥ 358,922	100.0

Consolidated Statements of Income For the third quarter of the fiscal year ending March 31, 2011

	Million Yen	%
Operating revenues:		
Commission revenues	¥ 9,105	
Net gain on trading account	3,567	
Net gain on operating investments	35	
Financial income	5,694	
Other operating revenues	101	
	18,502	100.0
Financial expenses	2,274	12.3
Net operating revenues	16,228	87.7
Selling, general and administrative expenses	13,338	72.1
Operating income	2,890	15.6
Other income (expenses): Reversal of reserve for financial products transaction liabilities	632	
Other, net	(1,071) (439)	(2.4)
Income before income taxes and minority interests prior to distribution of gain in silent partnership Distribution of gain in silent partnership	2,451 29	13.2 0.2
Income before income taxes and minority		
interests	2,422	13.1
Income taxes:		
Current	419	2.3
Deferred	101	0.5
Income before minority interests	1,902	10.3
Minority interests	3	0.0
Net income	¥ 1,899	10.3
Per share amounts	Yen	
Net income	¥ 624.72	