Monex Group, Inc.

Consolidated Financial Summary under Japanese GAAP for the fiscal year ended March 31, 2010 (April 1, 2009-March 31, 2010)

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the fiscal year ended March 31, 2010. 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, 2010. 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. / April 2010

## Consolidated Financial Summary For the fiscal year ended March 31, 2010

	Million Yen
Operating results (from Apr. 1, 2009 to Mar. 31, 2010):	
Operating revenues	¥ 22,499
Net operating revenues	19,922
Selling, general and administrative expenses	15,460
Operating income	4,462
Other incomes, net	(602)
Income before income taxes and minority interests prior	
to distribution of gain in silent partnership	3,860
Distribution of gain in silent partnership	(137)
Income before income taxes and minority interests	3,997
Income taxes	233
Minority interests	(12)
Net Income	¥ 3,776
	Million Yen
Financial Position (as of Mar. 31, 2010):	
Total assets	¥ 374,689
Net assets	66,310
	Yen
Per share amounts (from Apr. 1, 2009 to Mar. 31, 2010):	
Net income	¥ 1,527.41
Net assets	22,139.55

#### 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 March 31, 2010

Assets	Million Yen	%
Current assets:		
Cash and deposits	¥ 31,697	
Cash segregated for customers and others	127,742	
Money held in trust	34,543	
Trading assets	7,910	
Operating investment securities	1,059	
Margin transaction assets	115,927	
Payments on securities subscribed	685	
Short-term guarantee money deposited	8,066	
Short-term loans receivables	18,121	
Accrued revenues	2,670	
Deferred tax assets	1,284	
Other	4,234	
Allowance for doubtful receivables	(64)	
	353,874	94.4
Property and equipment, at cost:		
Buildings	366	
Furniture and fixtures	993	
Accumulated depreciation	(723)	
	636	0.2
Intangible assets, net of amortization:		
Software	1,558	
Goodwill	8,014	
Other	374	
	9,946	2.7
Investment and others:	·	
Investment securities	7,405	
Long-term guarantee deposits	1,257	
Other	1,608	
Allowance for doubtful receivables	(37)	
	10,233	2.7
Total assets	¥ 374,689	100.0

## Consolidated Balance Sheet (Continued) As of March 31, 2010

Liabilities and Net Assets	Million Yen	%
Current liabilities:		
Trading liabilities	¥ 2,854	
Margin transaction liabilities	43,678	
Loans payable secured by securities	35,109	
Deposits received	70,584	
Guarantee money received	101,338	
Short-term borrowings	33,950	
Bonds	9,500	
Income taxes payables	420	
Accrued employees' bonuses	156	
Accrued directors' bonuses	40	
Allowance for point services	195	
Other	2,467	
	300,291	80.1
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Non-current liabilities:	<b>5</b> 000	
Long-term debt	5,000	
Long-term deposits received	1,205	1.7
<del>-</del>	6,205	1.7
Statutory reserve:		
Reserve for financial products transaction		
Liabilities	1,883	
	1,883	0.5
Net assets:		
Owners' equity		
Common stock	8,800	2.3
Authorized - 8,800,000 shares	0,000	2.3
Issued - 2,318,118 shares		
Capital surplus	38,999	10.4
Retained earnings	18,206	4.9
	66,005	17.6
Valuation and translation adjustments	217	0.1
Minority interests	88	0.0
	66,310	17.7
Total assets and liabilities	¥ 374,689	100.0

## Consolidated Statements of Income For the fiscal year ended March 31, 2010

	Million Yen	%
Operating revenues:		
Commission revenues	¥ 13,021	
Net gain on trading account	3,415	
Net gain on operating investments	(117)	
Financial income	6,008	
Other operating revenues	172	
	22,499	100.0
Financial expenses	2,577	11.5
Net operating revenues	19,922	88.5
Selling, general and administrative expenses	15,460	68.7
Operating income	4,462	19.8
Other income (expenses): Reversal of reserve for financial products transaction liabilities	310	
Other, net	(912) (602)	(2.7)
Income before income taxes and minority interests prior to distribution of gain in silent partnership	3,860	17.2
Distribution of gain in silent partnership	(137)	(0.6)
Income before income taxes and minority		
interests	3,997	17.8
Income taxes:		
Current	1,209	5.4
Deferred	(976)	(4.3)
Minority interests	(12)	(0.1)
Net income	¥ 3,776	16.8
Per share amounts	Yen	
Net income	¥ 1,527.41	

# **Consolidated Statements of Cash Flows For the fiscal year ended March 31, 2010**

Net cash provided by operating activities: Income before income taxes and minority interests.  Income before income taxes and minority interests.  Section of the provision of investment securities.  Loss on redemption of investment securities.  Loss on retirement of noncurrent assets.  181  Amortization of goodwill.  Decrease in allowance for doubtful accounts.  Decrease in provision for bonuses.  75  Decrease in provision for bonuses.  602  Decrease in provision for pint card certificates.  (612)  Decrease in reserve for financial products transaction liabilities.  (62)  Decrease in reserve for financial products transaction liabilities.  (62)  Decrease in cash segregated as deposits.  (63)  Decrease in cash segregated as deposits.  (64)  Net decrease in money held in trust.  (74,76)  Net decrease in money held in trust.  (74)  Decrease in trading products-assets.  (75)  Increase in investment securities for sale.  (75)  Increase in loans/borrowings secured by securities.  Increase in consultities for margin transaction.  (75)  Increase in short-term loans receivable.  Decrease in short-term guarantee deposits.  Decrease in short-term guarantee deposits.  Decrease in short-term guarantee deposits received.  Soborer net.  Other, net.  Cash flows used in investing activities.  Purchase of short-term investment securities.  Purchase of short-term investment securities.  Purchase of investments in subsidiaries.  Purchase of investments in subsidiaries.  (12)  Poccease in for guarantee deposits.  20)  Purchase of investments in subsidiaries.  (12)  Purchas		Million Yen
Depreciation and amortization   968		
Loss on redemption of investment securities		¥ 3,997
Loss on retirement of noncurrent assets		968
Amortization of goodwill.         270           Decrease in allowance for doubtful accounts.         (408)           Decrease in provision for bonuses.         75           Decrease in provision for directors' bonuses.         40           Increase in provision for point card certificates.         (62)           Decrease in reserve for financial products transaction liabilities.         (3099)           Interest and dividends income         (6,168)           Interest expenses.         2,578           Decrease in cash segregated as deposits         (2,476)           Net decrease in money held in trust.         1,003           Decrease in investment securities for sale.         43           Decrease in investment securities for sale.         43           Increase in investment securities for sale.         43           Decrease in investment securities for margin transaction         (32,208)           Increase in cash paid for subscription         (54)           Decrease in short-term guarantee deposits         444           Decrease in short-term guarantee deposits         444           Decrease in deposits and guarantee deposits received         8,605           Decrease in deposits and guarantee deposits received         8,605           Decrease in consumption taxes receivable/payable.         50		· -
Decrease in allowance for doubtful accounts		_
Decrease in provision for bonuses	<u> </u>	
Decrease in provision for directors' bonuses.   40		
Increase in provision for point card certificates		
Decrease in reserve for financial products transaction liabilities		
Interest and dividends income   (6,168)     Interest expenses   2,578     Decrease in cash segregated as deposits   (2,476)     Net decrease in money held in trust   1,003     Decrease in investment securities for sale   43     Increase in investment securities for sale   43     Increase in loans/borrowings secured by securities   10,310     Increase in cash paid for subscription   (54)     Decrease in short-term loans receivable   2,659     Increase in short-term guarantee deposits   4,442     Decrease in deposits and guarantee deposits received   8,605     Decrease in deposits and guarantee deposits received   8,605     Decrease in consumption taxes receivable/payable   50     Other, net   (1,507)     Sub total   (7,648)     Interest and dividends income received   (2,601)     Income taxes paid   (411)     Net cash provided by operating activities   (2,601)     Purchase of short-term investment securities   (36,984)     Proceeds from redemption of securities   (36,984)     Purchase of property, plant and equipment   (81)     Purchase of investment securities   (65)     Porceeds from sales and redemption of investment securities   (756     Payments for guarantee deposits   (20)     Purchase of investments securities   (756     Payments for guarantee deposits   (20)     Purchase of investments in subsidiaries   (20)     Other, net   (20)     Other, net   (20)		
Interest expenses   2,578     Decrease in cash segregated as deposits   (2,476     Net decrease in money held in trust   1,003     Decrease in trading products-assets   282     Increase in investment securities for sale   43     Decrease in assets/liabilities for margin transaction   (32,208     Increase in loans/borrowings secured by securities   10,310     Increase in cash paid for subscription   (54     Decrease in short-term loans receivable   2,659     Increase in short-term guarantee deposits   4,442     Decrease in short-term guarantee deposits   4,605     Decrease in deposits and guarantee deposits received   8,605     Decrease in consumption taxes receivable/payable   50     Other, net   (1,507)     Sub total   (7,648)     Interest and dividends income received   5,462     Interest expenses paid   (411)     Net cash provided by operating activities   (5,198)     Cash flows used in investing activities:     Purchase of short-term investment securities   (36,984)     Proceeds from redemption of securities   (36,984)     Proceeds from redemption of securities   (36,984)     Purchase of investment securities   (36,984)     Purchase of investments in subsidiaries   (36,9		
Decrease in cash segregated as deposits	Interest and dividends income	
Net decrease in money held in trust         1,003           Decrease in trading products-assets         282           Increase in investment securities for sale         43           Decrease in assets/liabilities for margin transaction         (32,208)           Increase in loans/borrowings secured by securities         10,310           Increase in cash paid for subscription         (54)           Decrease in short-term loans receivable         2,659           Increase in short-term guarantee deposits         4,442           Decrease in deposits and guarantee deposits received         8,605           Decrease in consumption taxes receivable/payable         50           Other, net         (1,507)           Sub total         (7,648)           Interest and dividends income received         5,462           Interest expenses paid         (2,601)           Income taxes paid         (411)           Net cash provided by operating activities         (5,198)           Cash flows used in investing activities:         (2,601)           Purchase of short-term investment securities         (36,984)           Proceeds from redemption of securities         (36,984)           Purchase of investment securities         (65)           Porceeds from sales and redemption of investment securities         (76	1	
Decrease in trading products-assets   43     Increase in investment securities for sale   43     Decrease in assets/liabilities for margin transaction   (32,208)     Increase in loans/borrowings secured by securities   10,310     Increase in cash paid for subscription   (54)     Decrease in short-term loans receivable   2,659     Increase in short-term guarantee deposits   4,442     Decrease in short-term guarantee deposits received   8,605     Decrease in consumption taxes receivable/payable   50     Other, net   (1,507)     Sub total   (7,648)     Interest and dividends income received   5,462     Interest expenses paid   (2,601)     Income taxes paid   (411)     Net cash provided by operating activities   (5,198)    Cash flows used in investing activities:     Purchase of short-term investment securities   (36,984)     Proceeds from redemption of securities   (31)     Purchase of intangible assets(liabilities)   (916)     Purchase of intangible assets(liabilities)   (916)     Purchase of investment securities   (20)     Purchase of investment securities   (20)     Purchase of investments in subsidiaries   (217)     Purchase of investments in subsidiaries   (217)     Purchase of investments in subsidiaries   (217)     Purchase of investments in subsidiaries resulting in change in scope of consolidation.   (217)     Purchase of investments in subsidiaries resulting in change in scope of consolidation.   (217)     Other, net   (218)   (218)     Cash flows used in financing activities   (210)     Cash flows used in financing activities   (210)     Purchase of treasury stock   (101)     Net increase in short-term loans payable   (10,200)     Proceeds from issuance of bonds   (18,800)     Increase of long-term debts   (2,500)		
Increase in investment securities for sale	Net decrease in money held in trust	1,003
Decrease in assets/liabilities for margin transaction		282
Increase in loans/borrowings secured by securities		
Increase in cash paid for subscription	Decrease in assets/liabilities for margin transaction	(32,208)
Decrease in short-term loans receivable 2,659 Increase in short-term guarantee deposits 4,442 Decrease in deposits and guarantee deposits received 8,605 Decrease in consumption taxes receivable/payable 50 Other, net (1,507) Sub total	Increase in loans/borrowings secured by securities	10,310
Increase in short-term guarantee deposits   4,442     Decrease in deposits and guarantee deposits received   8,605     Decrease in consumption taxes receivable/payable   50     Other, net	Increase in cash paid for subscription	(54)
Decrease in deposits and guarantee deposits received 50 Decrease in consumption taxes receivable/payable 50 Other, net (1,507) Sub total (7,648) Interest and dividends income received 5,462 Interest expenses paid (2,601) Income taxes paid (411) Net cash provided by operating activities (5,198)  Cash flows used in investing activities: Purchase of short-term investment securities (36,984) Proceeds from redemption of securities (31) Purchase of intangible assets(liabilities) (916) Purchase of investment securities (65) Proceeds from sales and redemption of investment securities (65) Proceeds from sales and redemption of investment securities (756) Payments for guarantee deposits (127) Proceeds from collection of guarantee deposits (127) Purchase of investments in subsidiaries resulting in change in scope of consolidation (17) Other, net 713 Net cash used in investing activities: Purchase of treasury stock (101) Net increase in short-term loans payable (10,200) Proceeds from issuance of bonds (18,800) Increase of long-term debts (2,500)	Decrease in short-term loans receivable	2,659
Decrease in consumption taxes receivable/payable	Increase in short-term guarantee deposits	4,442
Other, net	Decrease in deposits and guarantee deposits received	8,605
Sub total	Decrease in consumption taxes receivable/payable	50
Interest and dividends income received	Other, net	(1,507)
Interest and dividends income received	Sub total	(7.648)
Interest expenses paid (2,601) Income taxes paid (411) Net cash provided by operating activities (5,198)  Cash flows used in investing activities: Purchase of short-term investment securities (36,984) Proceeds from redemption of securities (81) Purchase of property, plant and equipment (81) Purchase of intangible assets(liabilities) (916) Purchase of investment securities (65) Proceeds from sales and redemption of investment securities (65) Proceeds from sales and redemption of investment securities (756) Payments for guarantee deposits (127) Proceeds from collection of guarantee deposits (177) Purchase of investments in subsidiaries (177) Purchase of investments in subsidiaries resulting in change in scope of consolidation (177) Other, net (178) Net cash used in investing activities (179) Cash flows used in financing activities: Purchase of treasury stock (101) Net increase in short-term loans payable (10,200) Proceeds from issuance of bonds (18,800) Increase of long-term debts (2,500)		·
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Purchase of short-term investment securities	Cash flows used in investing activities:	
Proceeds from redemption of securities 37,081 Purchase of property, plant and equipment (81) Purchase of intangible assets(liabilities) (916) Purchase of investment securities (65) Proceeds from sales and redemption of investment securities (756) Payments for guarantee deposits (127) Proceeds from collection of guarantee deposits (127) Proceeds from collection of guarantee deposits (127) Purchase of investments in subsidiaries (17) Purchase of investments in subsidiaries resulting in change in scope of consolidation (17) Other, net (17) Net cash used in investing activities (17) Cash flows used in financing activities: Purchase of treasury stock (101) Net increase in short-term loans payable (10,200) Proceeds from issuance of bonds (18,800) Increase of long-term debts (2,500)		(36,984)
Purchase of property, plant and equipment (81) Purchase of intangible assets(liabilities) (916) Purchase of investment securities (65) Proceeds from sales and redemption of investment securities (756) Payments for guarantee deposits (127) Proceeds from collection of guarantee deposits (127) Proceeds from collection of guarantee deposits (127) Purchase of investments in subsidiaries (17) Purchase of investments in subsidiaries resulting in change in scope of consolidation (17) Other, net (17) Purchase of investing activities (17)  Cash flows used in financing activities (10) Purchase of treasury stock (101) Net increase in short-term loans payable (10,200) Proceeds from issuance of bonds (18,800) Increase of long-term debts (2,500)		
Purchase of intangible assets(liabilities) (916) Purchase of investment securities (65) Proceeds from sales and redemption of investment securities 756 Payments for guarantee deposits (127) Proceeds from collection of guarantee deposits 20 Purchase of investments in subsidiaries (17) Purchase of investments in subsidiaries resulting in change in scope of consolidation. Other, net 713 Net cash used in investing activities 4,201  Cash flows used in financing activities: Purchase of treasury stock (101) Net increase in short-term loans payable (10,200) Proceeds from issuance of bonds 18,973 Redemption of bonds (18,800) Increase of long-term debts 2,500		
Purchase of investment securities	Purchase of intangible assets(liabilities)	, ,
Proceeds from sales and redemption of investment securities		, ,
Payments for guarantee deposits		
Purchase of investments in subsidiaries resulting in change in scope of consolidation	Payments for guarantee deposits	(127)
Purchase of investments in subsidiaries resulting in change in scope of consolidation		
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Other, net713Net cash used in investing activities4,201Cash flows used in financing activities:(101)Purchase of treasury stock(10,200)Net increase in short-term loans payable(10,200)Proceeds from issuance of bonds18,973Redemption of bonds(18,800)Increase of long-term debts2,500		3,821
Net cash used in investing activities:  Cash flows used in financing activities:  Purchase of treasury stock (101)  Net increase in short-term loans payable (10,200)  Proceeds from issuance of bonds 18,973  Redemption of bonds (18,800)  Increase of long-term debts 2,500		713
Cash flows used in financing activities:  Purchase of treasury stock		
Purchase of treasury stock(101)Net increase in short-term loans payable(10,200)Proceeds from issuance of bonds18,973Redemption of bonds(18,800)Increase of long-term debts2,500	<del>-</del>	
Net increase in short-term loans payable(10,200)Proceeds from issuance of bonds18,973Redemption of bonds(18,800)Increase of long-term debts2,500		(101)
Proceeds from issuance of bonds 18,973 Redemption of bonds (18,800) Increase of long-term debts 2,500		
Redemption of bonds		
Increase of long-term debts		
	Cash dividends paid	(1,398)
Net cash used in financing activities (9,026)	Net cash used in financing activities	
Effect of exchange rate change on cash and cash equivalents		<u> </u>
Net decrease in cash and cash equivalents	Net decrease in cash and cash equivalents	
Cash and cash equivalents at beginning of period	Cash and cash equivalents at beginning of period	
Cash and cash equivalents at end of period ¥29 306	Cash and cash equivalents at end of period	¥ 29,306