

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
Financial Position (as of Mar. 31, 2010):	
Total assets	¥ 374,689
Net assets	66,310
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
Non-current liabilities:		
Long-term debt.....	5,000	
Long-term deposits received.....	1,205	
	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		
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

	Million Yen
Net cash provided by operating activities:	
Income before income taxes and minority interests.....	¥ 3,997
Depreciation and amortization	968
Loss on redemption of investment securities	41
Loss on retirement of noncurrent assets.....	181
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	(309)
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 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:	
Purchase of short-term investment securities.....	(36,984)
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.....	20
Purchase of investments in subsidiaries.....	(17)
Purchase of investments in subsidiaries resulting in change in scope of consolidation.....	3,821
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
Cash dividends paid	(1,398)
Net cash used in financing activities.....	(9,026)
Effect of exchange rate change on cash and cash equivalents.....	(2)
Net decrease in cash and cash equivalents	(10,025)
Cash and cash equivalents at beginning of period.....	39,331
Cash and cash equivalents at end of period.....	¥ 29,306