

## **Monex Group, Inc.**

### **Consolidated Financial Summary under Japanese GAAP for the first half of the fiscal year ending March 31, 2009 (April 1, 2008-September 30, 2008)**

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the first half of the fiscal year ending March 31, 2009. 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 first half of the fiscal year ending March 31, 2009. 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. / October 2008

## Consolidated Financial Summary

### For the first half of the fiscal year ending March 31, 2009

	Million Yen
<b>Operating results (from Apr. 1, 2008 to Sep. 30, 2008):</b>	
Operating revenues .....	¥ 13,952
Net operating revenues .....	11,847
Selling, general and administrative expenses .....	7,849
Operating income .....	3,998
Other expenses, net .....	1,967
Income before income taxes and minority interests prior to distribution of gain in silent partnership	2,031
Distribution of gain in silent partnership .....	2
Income before income taxes and minority interests .....	2,029
Income taxes .....	1,816
Minority interests .....	(31)
Net income .....	¥ 244
	Million Yen
<b>Financial Position (as of Sep. 30, 2008):</b>	
Total assets .....	¥ 284,866
Net assets .....	43,090
	Yen
<b>Per share amounts (from Apr. 1, 2008 to Sep. 30, 2008):</b>	
Net income .....	¥ 105.69
Net assets .....	18,539.45

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 September 30, 2008

Assets	Million Yen	%
Current assets:		
Cash and deposits .....	¥ 50,618	
Cash segregated for customers and others.....	70,169	
Money held in trust.....	36,339	
Trading assets .....	12,431	
Operating investment securities.....	1,064	
Margin transaction assets.....	80,663	
Payments on securities subscribed .....	414	
Short-term guarantee money deposited .....	2,294	
Short-term loans receivables .....	10,024	
Accrued revenues .....	2,176	
Deferred tax assets.....	298	
Other.....	4,713	
Allowance for doubtful receivables.....	(55)	
	271,148	95.2
Property and equipment, at cost:		
Buildings .....	308	
Furniture and fixtures .....	490	
Accumulated depreciation .....	(162)	
	636	0.2
Intangible assets, net of amortization:		
Software.....	1,137	
Goodwill.....	1,678	
Other.....	195	
	3,010	1.0
Investment and others:		
Investment securities .....	9,347	
Long-term guarantee deposits .....	687	
Other.....	84	
Allowance for doubtful receivables.....	(46)	
	10,072	3.6
<b>Total assets</b>	<b>¥ 284,866</b>	<b>100.0</b>

## Consolidated Balance Sheet (Continued)

### As of September 30, 2008

Liabilities and Net Assets	Million Yen	%
Current liabilities:		
Trading liabilities.....	¥ 6,661	
Margin transaction liabilities.....	17,137	
Loans payable secured by securities.....	26,611	
Deposits received.....	42,522	
Guarantee money received.....	69,097	
Short-term borrowings.....	57,900	
Bonds.....	15,000	
Income taxes payables.....	1,853	
Accrued employees' bonuses.....	40	
Accrued directors' bonuses.....	2	
Allowance for point services.....	279	
Other.....	1,637	
	238,739	83.8
Non-current liabilities:		
Long-term deposits received.....	1,286	
Deferred tax liabilities.....	216	
	1,502	0.5
Statutory reserve:		
Reserve for financial products transaction Liabilities.....	1,535	
	1,535	0.6
Net assets:		
Owners' equity		
Common stock.....	8,800	3.1
Authorized - 8,800,000 shares		
Issued - 2,344,687 shares		
Capital surplus.....	15,155	5.3
Retained earnings.....	20,510	7.2
Treasury stocks.....	(2,010)	(0.7)
	42,455	14.9
Valuation and translation adjustments.....	365	0.1
Minority interests.....	270	0.1
	43,090	15.1
<b>Total assets and liabilities</b>	<b>¥ 284,866</b>	<b>100.0</b>

## Consolidated Statements of Income

### For the first half of the fiscal year ending March 31, 2008

	Million Yen	%
Operating revenues:		
Commission revenues.....	¥ 8,112	
Net gain on trading account.....	350	
Net gain on operating investments .....	11	
Financial income .....	5,377	
Other operating revenues.....	102	
	13,952	100.0
Financial expenses.....	2,105	15.1
Net operating revenues	11,847	84.9
Selling, general and administrative expenses	7,849	56.2
Operating income	3,998	28.7
Other income (expenses):		
Reversal of reserve for financial products transaction liabilities.....	953	
Reversal of reserve for commodity Transaction liabilities .....	10	
Other financial income .....	59	
Equity in earnings.....	(20)	
Write-off of investment securities .....	(2,939)	
Other, net .....	(30)	
	(1,967)	(14.1)
Income before income taxes and minority interests prior to distribution of gain in silent partnership	2,031	14.6
Distribution of gain in silent partnership	2	0.1
Income before income taxes and minority interests.....	2,029	14.5
Income taxes:		
Current.....	1,785	12.8
Deferred.....	31	0.2
Minority interests.....	(31)	(0.2)
Net Income	¥ 244	1.7
Per share amounts	Yen	
Net Income .....	¥ 105.69	