

## **Monex Group, Inc.**

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

This is an English translation of Japanese report of the consolidated financial summary under Japanese GAAP for the first quarter 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 quarter 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. / July 2008

# Consolidated Financial Summary

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

	Million Yen
<b>Operating results (from Apr. 1, 2008 to Jun. 30, 2008):</b>	
Operating revenues .....	¥ 7,371
Net operating revenues .....	5,988
Selling, general and administrative expenses .....	3,934
Operating income .....	2,054
Other incomes, net .....	1,027
Income before income taxes and minority interests prior to distribution of gain in silent partnership	3,081
Distribution of loss in silent partnership .....	6
Income before income taxes and minority interests .....	3,075
Income taxes .....	931
Minority interests .....	(9)
Net income .....	¥ 2,153
<b>Financial Position (as of Jun. 30, 2008):</b>	
Total assets .....	¥ 364,766
Net assets .....	45,474
<b>Per share amounts (from Apr. 1, 2008 to Jun. 30, 2008):</b>	
Net income .....	¥ 932.02
Net assets .....	19,561.46

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 June 30, 2008

Assets	Million Yen	%
Current assets:		
Cash and deposits .....	¥ 47,176	
Cash segregated for customers and others.....	85,332	
Money held in trust.....	36,136	
Trading assets .....	6,772	
Operating investment securities.....	1,218	
Margin transaction assets.....	108,361	
Payments on securities subscribed .....	854	
Short-term guarantee money deposited .....	4,727	
Short-term loans receivables .....	49,041	
Accrued revenues .....	2,662	
Deferred tax assets.....	118	
Other.....	6,879	
Allowance for doubtful receivables.....	(63)	
	349,213	95.7
Property and equipment, at cost:		
Buildings .....	300	
Furniture and fixtures .....	175	
Accumulated depreciation .....	(129)	
	346	0.1
Intangible assets, net of amortization:		
Software.....	1,077	
Goodwill.....	777	
Other.....	86	
	1,940	0.5
Investment and others:		
Investment securities .....	12,562	
Long-term guarantee deposits .....	683	
Other.....	76	
Allowance for doubtful receivables.....	(54)	
	13,267	3.7
<b>Total assets</b>	<b>¥ 364,766</b>	<b>100.0</b>

## Consolidated Balance Sheet (Continued)

### As of June 30, 2008

Liabilities and Net Assets	Million Yen	%
Current liabilities:		
Trading liabilities.....	¥ 4,971	
Margin transaction liabilities.....	44,724	
Loans payable secured by securities.....	58,696	
Deposits received.....	49,133	
Guarantee money received.....	85,567	
Short-term borrowings.....	63,100	
Bonds.....	6,000	
Income taxes payables.....	901	
Accrued employees' bonuses.....	34	
Accrued directors' bonuses.....	34	
Allowance for point services.....	361	
Other.....	2,071	
	315,592	86.5
Non-current liabilities:		
Long-term debt.....	500	
Long-term deposits received.....	1,289	
Deferred tax liabilities.....	366	
	2,155	0.6
Statutory reserve:		
Reserve for financial products transaction liabilities.....	1,535	
Reserve for commodities transactions.....	10	
	1,545	0.4
Net assets:		
Owners' equity		
Common stock.....	8,800	2.4
Authorized - 8,800,000 shares		
Issued - 2,344,687 shares		
Capital surplus.....	15,155	4.2
Retained earnings.....	22,418	6.2
Treasury stocks.....	(2,010)	(0.6)
	44,363	12.2
Valuation and translation adjustments.....	818	0.2
Minority interests.....	293	0.1
	45,474	12.5
<b>Total assets and liabilities</b>	<b>¥ 364,766</b>	<b>100.0</b>

## Consolidated Statements of Income

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

	Million Yen	%
Operating revenues:		
Commission revenues.....	¥ 4,566	
Net gain on trading account.....	195	
Net gain on operating investments .....	10	
Financial income .....	2,543	
Other operating revenues.....	57	
	7,371	100.0
Financial expenses.....	1,383	18.8
Net operating revenues	5,988	81.2
Selling, general and administrative expenses	3,934	53.4
Operating income	2,054	27.9
Other income (expenses):		
Reversal of reserve for financial products transaction liabilities.....	953	
Other financial income .....	55	
Equity in earnings.....	(3)	
Other, net .....	22	
	1,027	13.9
Income before income taxes and minority interests prior to distribution of gain in silent partnership	3,081	41.8
Distribution of gain in silent partnership	(6)	(0.1)
Income before income taxes and minority interests.....	3,075	41.7
Income taxes:		
Current.....	864	11.7
Deferred.....	67	0.9
Minority interests.....	(9)	(0.1)
Net Income	¥ 2,153	29.2
Per share amounts	Yen	
Net Income .....	¥ 932.02	