

Consolidated Financial Summary under Japanese GAAP
For the Three Months Ended June 30, 2005

Date: July 22, 2005
 Company name (code number): Matsui Securities Co., Ltd. (8628)
 Head Office: Hanzomon First Bldg 6F, 1-4, Kojimachi, Chiyoda-ku, Tokyo, 102-8516 Japan
 Stock exchange listing: Tokyo
 Representative: Michio Matsui: President and Chief Executive Officer
 Date of board meeting approving the account settlement: July 22, 2005
 Application of US GAAP: None

Note: All figures in the financial statements are rounded off to the nearest millionth.

Consolidated financial summary for the three months ended June 30, 2005

(1) Operating results

	Operating revenues		Net operating revenues		Operating income		Ordinary income	
	(Millions of Yen)	(Yr/Yr % change)	(Millions of Yen)	(Yr/Yr % change)	(Millions of Yen)	(Yr/Yr % change)	(Millions of Yen)	(Yr/Yr % change)
Three months ended June 30, 2005	9,693	(- 6.9)	9,073	(- 7.5)	5,646	(- 15.0)	5,655	(- 14.2)
Three months ended June 30, 2004	10,407	(167.2)	9,804	(172.4)	6,642	(325.3)	6,588	(319.0)
Year ended March 31, 2005	36,918	(47.5)	34,623	(45.9)	22,607	(58.3)	22,571	(61.0)

	Net income	Earnings/share	Fully diluted earnings/share	Earnings/shareholders' equity	Ordinary income/total assets
	(Millions of Yen) (Yr/Yr % change)	(Yen)	(Yen)	(%)	(%)
Three months ended June 30, 2005	3,224 (- 14.6)	12.06	10.74	26.1	3.2
Three months ended June 30, 2004	3,775 (398.9)	42.43	37.77	37.8	5.0
Year ended March 31, 2005	12,645 (73.7)	140.98	125.56	28.5	3.8

- Note:
- Investment gain and loss on equity :None
 - Average number of shares outstanding

Three months ended Jun.30, 2005	267,239,739 shares
Three months ended Jun.30, 2004	88,961,403 shares
Year ended Mar. 31, 2005	88,989,029 shares
 - Change in accounting policies: None
 - The % change indicated for Operating revenues, Net operating revenues, Operating income, Ordinary income and Net income is the change by the three months ended June 30, 2004 and 2005.
 - The Company split its stock in three-for-one on May 17, 2005. The per share data of the first quarter for the year ended March 31, 2006 are calculated under the assumption that the stock split has been carried out at the beginning of the fiscal year ended March 31, 2006. The per share data of the year ended March 31, 2005 are calculated without such assumption.

(2) Financial position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity/share
	(Millions of Yen)	(Millions of Yen)	(%)	(Yen)
Three months ended June 30, 2005	708,651	49,226	6.9	184.16
Three months ended June 30, 2004	563,251	40,856	7.3	459.25
Year ended March 31, 2005	703,456	49,715	7.1	557.20

- Note:
- Number of shares outstanding

As of Jun. 30, 2005	267,294,180 shares
As of Jun. 30, 2004	88,962,566 shares
As of Mar. 31, 2005	89,045,096 shares

(3) Scope of consolidation and equity method

Consolidated subsidiaries: 1 company

Affiliates applicable of equity method: None

(4) Change in scope of consolidation and equity method application: None

Forecast of business results

The business results of securities brokerage companies depend on the market situation considerably, which makes it difficult to forecast the future business results. Accordingly, the Company does not issue such forecast while it discloses its quarterly business results promptly instead of such forecasts.

Notice to readers:

The accompanying consolidated financial statements of the Company are prepared on the basis of accounting principles generally accepted in Japan, which are different in certain respects as to application and disclosure requirements of International Financial Reporting Standards.

Consolidated Balance Sheets

(Millions of Yen)

Item	June 30, 2004	June 30, 2005	March 31, 2005
(Assets)			
Current assets			
Cash and bank deposits	23,925	54,297	61,251
Cash segregated as deposits	209,002	242,003	223,003
Cash in trust	5,900	10,200	9,000
Trading assets	120	12	107
Net receivables arising from pre-settlement date trades	67	248	923
Margin account assets:	314,340	382,398	389,358
Loans receivable from customers	308,324	376,759	384,484
Cash deposited as collateral for securities borrowed from securities finance companies	6,016	5,638	4,875
Receivable on collateralized securities transactions:	-	1,493	1,610
Cash deposits collateral for securities borrowed	-	1,493	1,610
Receivables from customers and others	16	30	133
Advance paid for subscription	4	-	-
Short-term guarantee deposits	1,261	6,421	6,795
Suspense account for securities to deliver	-	0	-
Others	3,304	5,322	5,260
Allowance for doubtful accounts	(239)	(167)	(171)
Total current assets	557,699	702,258	697,270
Fixed assets			
Tangible fixed assets	1,117	1,150	1,155
Intangible assets	1,959	2,416	2,253
Software	1,900	2,379	2,215
Others	59	37	39
Investments and others	2,476	2,828	2,777
Investment securities	1,479	1,642	1,680
Others	1,100	1,242	1,128
Allowance for doubtful accounts	(104)	(57)	(31)
Total fixed assets	5,552	6,394	6,185
Total assets	563,251	708,651	703,456

(Millions of Yen)

Item	June 30, 2004	June 30, 2005	March 31, 2005
(Liabilities)			
Current liabilities			
Trading assets	102		0
Margin account liabilities:	85,774	92,886	142,920
Loans from securities finance companies	54,364	56,493	103,384
Proceeds of securities sold on customers' account	31,411	36,393	39,535
Payables on collateralized securities transactions:	40,826	85,840	73,780
Cash deposits as collateral for securities loaned	40,826	85,840	73,780
Deposits received	90,691	123,322	106,567
Guarantee money received	134,281	147,427	137,467
Suspense account for undelivered securities	17	2	1
Short-term borrowings	46,177	113,746	93,829
Commercial paper	3,000	2,000	1,000
Bond due within one year	500		
Accrued income taxes	2,442	1,946	6,342
Accrued bonuses	49	44	301
Others	1,421	1,679	2,202
Total current liabilities	405,280	568,892	564,409
Long-term liabilities			
Bond	40,000	40,000	40,000
Convertible bond	40,000	39,800	40,000
Long-term borrowings	35,449	8,453	7,203
Reserve for directors' retirement bonuses	241	241	241
Others	0	0	0
Total long-term liabilities	115,689	88,493	87,443
Statutory reserves			
Reserve for securities transactions	1,426	2,040	1,888
Total Statutory reserves	1,426	2,040	1,888
Total liabilities	522,395	659,425	653,740
(Shareholders' equity)			
Common stock	11,463	11,569	11,469
Capital surplus	9,312	9,417	9,317
Earned surplus	19,867	28,070	28,737
Net unrealized gain (loss) on Investment securities, net of taxes	232	191	213
Treasury stock	(18)	(21)	(21)
Total shareholders' equity	40,856	49,226	49,715
Total liabilities and shareholders' equity	563,251	708,651	703,456

Consolidated Statements of Income

(Millions of Yen)

Item	Three months ended June 30, 2004	Three months ended June 30, 2005	Year ended March 31, 2005
Operating revenues			
Commissions	7,990	6,718	27,083
Net gain (loss) on trading	13	(31)	(88)
Interest and dividend income	2,403	3,005	9,923
Total operating revenues	10,407	9,693	36,918
Interest expenses	603	620	2,295
Net operating revenues	9,804	9,073	34,623
Selling, general and administrative expenses	3,162	3,427	12,016
Transaction related expenses	926	981	3,339
Employees' compensation and benefits	522	501	1,927
Occupancy and rental	67	72	273
Data processing and office supplies	1,329	1,497	5,373
Depreciation	175	237	754
Duties and taxes other than income taxes	56	58	195
Provision of allowance for doubtful accounts	48	21	
Others	38	58	154
Operating income	6,642	5,646	22,607
Non-operating income	42	34	73
Non-operating expenses	96	25	108
Ordinary income	6,588	5,655	22,571
Special profits	42		49
Special losses	165	184	653
Income before income taxes	6,465	5,471	21,967
Income taxes – current	2,375	1,914	9,487
Income taxes – deferred	315	333	(164)
Net income	3,775	3,224	12,645

Summary of Quarterly Consolidated Statements of Income

(Millions of Yen)

Item	1Q of the	2Q of the	3Q of the	4Q of the	Total for the	1Q for the
	year ended Mar. 31, 2005 '04. 4. 1 '04. 6.30'	year ended Mar. 31, 2005 '04. 7. 1 '04. 9.30'	year ended Mar. 31, 2005 '04.10. 1 '04.12.31'	year ended Mar. 31, 2005 '05. 1. 1 '05. 3.31'	year ended Mar. 31, 2005 '04. 4. 1 '05. 3.31'	year ended Mar. 31, 2006 '05. 4. 1 '05. 6.30'
Operating revenues	10,407	8,536	7,989	9,986	36,918	9,693
Commissions	7,990	6,116	5,531	7,446	27,083	6,718
Net gain (loss) on trading	13	(2)	(7)	(92)	(88)	(31)
Interest and dividend income	2,403	2,421	2,466	2,633	9,923	3,005
Interest expenses	603	534	626	532	2,295	620
Net operating revenues	9,804	8,001	7,363	9,454	34,623	9,073
Selling, general and administrative expenses	3,162	2,683	2,950	3,221	12,016	3,427
Transaction related expenses	926	753	770	890	3,339	981
Employees' compensation and benefits	522	399	489	517	1,927	501
Occupancy and rental	67	67	69	70	273	72
Data processing and office supplies	1,329	1,248	1,348	1,449	5,373	1,497
Depreciation	175	182	191	207	754	237
Duties and taxes other than income taxes	56	47	40	51	195	58
Provision of allowance for doubtful accounts	48	(48)	-	-	-	21
Others	38	35	44	37	154	58
Operating income	6,642	5,319	4,412	6,233	22,607	5,646
Non-operating income and expenses	(55)	12	22	(15)	(35)	9
Ordinary income	6,588	5,330	4,435	6,218	22,571	5,655
Special profits and losses	(123)	(112)	(146)	(223)	(604)	(184)
Income before income taxes	6,465	5,218	4,289	5,995	21,967	5,471
Income taxes-current	2,375	2,449	1,741	2,922	9,487	1,914
Income taxes-deferred	315	(190)	70	(359)	(164)	333
Net income	3,775	2,959	2,478	3,433	12,645	3,224