

Consolidated Financial Summary under Japanese GAAP
For the Six Months Ended September 30, 2005

Date: October 24, 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: October 24, 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 six months ended September 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)
Six months ended Sep. 30, 2005	22,463	(18.6)	21,067	(18.3)	14,019	(17.2)	14,026	(17.7)
Six months ended Sep. 30, 2004	18,942	(88.0)	17,805	(87.7)	11,961	(139.7)	11,918	(140.4)
Year ended Mar. 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)	(%)	(%)
Six months ended Sep. 30, 2005	7,839 (16.4)	29.31	26.13	30.1	3.7
Six months ended Sep. 30, 2004	6,733 (168.5)	75.68	67.39	32.5	4.5
Year ended Mar. 31, 2005	12,645 (73.7)	140.98	125.56	28.5	3.8

Note: 1. Investment gain and loss on equity method :None
 2. Average number of shares outstanding
 Six months ended Sep.30, 2005 267,481,993 shares
 Six months ended Sep.30, 2004 88,967,520 shares
 Year ended Mar. 31, 2005 88,989,029 shares
 3. Change in accounting policies: None
 4. The % change indicated for Operating revenues, Net operating revenues, Operating income, Ordinary income and Net income is the change by the six months ended September 30, 2004 and 2005.
 5. Refer to the next page. *Ref.1

(2) Financial position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity/share
	(Millions of Yen)	(Millions of Yen)	(%)	(Yen)
Six months ended Sep. 30, 2005	813,944	54,285	6.7	202.57
Six months ended Sep. 30, 2004	559,653	43,692	7.8	491.06
Year ended March 31, 2005	703,456	49,715	7.1	557.20

Note: 1. Number of shares outstanding
 As of Sep. 30, 2005 267,985,503 shares
 As of Sep. 30, 2004 88,974,634 shares
 As of Mar. 31, 2005 89,045,096 shares
 2. Refer to the next page. *Ref.2

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalent at end of period
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
Six months ended Sep. 30, 2005	10,189	- 983	8,852	79,309
Six months ended Sep. 30, 2004	5,065	- 505	11,483	45,787
Year ended Mar. 31, 2005	- 25,019	- 1,026	57,552	61,251

(4) Scope of consolidation and equity method

Consolidated subsidiaries: 1 company

Affiliates applicable of equity method: None

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

*Ref.1 (1) Operating results Note: 5

The Company split its stock three-for-one on May 17, 2005. Per share data of the second quarter for the year ended March 31, 2006 are calculated under the assumption that the Company split its stock at the beginning of the fiscal year ended March 31, 2006. Per share data of the year ended March 31, 2005 are calculated without such assumption. In the case of the Company split its stock at the beginning of the former fiscal year, per share data of each end of periods are as shown below.

Per share data calculated under the assumption that the Company split its stock at the beginning of the fiscal year ended March 31, 2005

	Earnings/share	Fully diluted earnings/share
	(Yen)	(Yen)
Six months ended Sep.30, 2004	25.23	22.46
Year ended Mar.31, 2005	46.99	41.85

*Ref.2 (2) Financial position Note: 2

The Company split its stock three-for-one on May 17, 2005. Per share data of the second quarter for the year ended March 31, 2006 are calculated under the assumption that the Company split its stock at the beginning of the fiscal year ended March 31, 2006. Per share data of the year ended March 31, 2005 are calculated without such assumption. In the case of the Company split its stock at the beginning of the former fiscal year, per share data of each end of periods are as shown below.

Per share data calculated under the assumption that the Company split its stock at the beginning of the fiscal year ended March 31, 2005

	Shareholder's equity/share
	(Yen)
Six months ended Sep.30, 2004	163.69
Year ended Mar.31, 2005	185.73

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	September 30, 2004	September 30, 2005	March 31, 2005
(Assets)			
Current assets			
Cash and bank deposits	45,787	79,309	61,251
Cash segregated as deposits	181,003	307,004	223,003
Cash in trust	5,700	1,500	9,000
Trading assets	976	10	107
Net receivables arising from pre-settlement date trades	-	652	923
Margin account assets:	314,471	399,520	389,358
Loans receivable from customers	309,941	381,785	384,484
Cash deposited as collateral for securities borrowed from securities finance companies	4,531	17,735	4,875
Receivable on collateralized securities transactions:	107	2,654	1,610
Cash deposits collateral for securities borrowed	107	2,654	1,610
Receivables from customers and others	152	188	133
Advance paid for subscription	76	-	-
Short-term guarantee deposits	2,088	9,975	6,795
Suspense account for securities to deliver	-	18	-
Others	3,964	6,286	5,260
Allowance for doubtful accounts	(170)	(183)	(171)
Total current assets	554,155	806,933	697,270
Fixed assets			
Tangible fixed assets	1,152	1,155	1,155
Intangible assets	1,892	2,710	2,253
Software	1,835	2,675	2,215
Others	57	35	39
Investments and others	2,453	3,146	2,777
Investment securities	1,322	2,013	1,680
Others	1,150	1,182	1,128
Allowance for doubtful accounts	(18)	(49)	(31)
Total fixed assets	5,498	7,012	6,185
Total assets	559,653	813,944	703,456

(Millions of Yen)

Item	September 30, 2004	September 30, 2005	March 31, 2005
(Liabilities)			
Current liabilities			
Trading assets	325	-	0
Net payables arising from pre-settlement date trades	526	-	
Margin account liabilities:	105,586	143,598	142,920
Loans from securities finance companies	77,741	73,513	103,384
Proceeds of securities sold on customers' account	27,845	70,085	39,535
Payables on collateralized securities transactions:			
Cash deposits as collateral for securities loaned	53,410	67,241	73,780
Deposits received	82,426	166,094	106,567
Guarantee money received	129,434	177,638	137,467
Suspense account for undelivered securities	28	4	1
Short-term borrowings	21,877	100,718	93,829
Commercial paper	1,000	2,000	1,000
Bond due within one year	500	10,000	
Accrued income taxes	4,931	5,900	6,342
Accrued bonuses	93	83	301
Others	1,435	2,322	2,202
Total current liabilities	401,572	675,599	564,409
Long-term liabilities			
Bond	40,000	30,000	40,000
Convertible bond	40,000	39,800	40,000
Long-term borrowings	32,593	11,725	7,203
Reserve for directors' retirement bonuses	241	235	241
Others	0	0	0
Total long-term liabilities	112,834	81,761	87,443
Statutory reserves			
Reserve for securities transactions	1,555	2,299	1,888
Total Statutory reserves	1,555	2,299	1,888
Total liabilities	515,961	759,659	653,740
(Shareholders' equity)			
Common stock	11,464	11,681	11,469
Capital surplus	9,313	9,529	9,317
Earned surplus	22,826	32,685	28,737
Net unrealized gain (loss) on Investment securities, net of taxes	109	412	213
Treasury stock	(19)	(21)	(21)
Total shareholders' equity	43,692	54,285	49,715
Total liabilities and shareholders' equity	559,653	813,944	703,456

Consolidated Statements of Income

(Millions of Yen)

Item	Six months ended September 30, 2004	Six months ended September 30, 2005	Year ended March 31, 2005
Operating revenues			
Commissions	14,106	16,242	27,083
Net gain (loss) on trading	12	(89)	(88)
Interest and dividend income	4,824	6,309	9,923
Total operating revenues	18,942	22,463	36,918
Interest expenses	1,137	1,396	2,295
Net operating revenues	17,805	21,067	34,623
Selling, general and administrative expenses	5,844	7,048	12,016
Transaction related expenses	1,680	2,080	3,339
Employees' compensation and benefits	921	886	1,927
Occupancy and rental	134	152	273
Data processing and office supplies	2,577	3,156	5,373
Depreciation	356	489	754
Duties and taxes other than income taxes	103	138	195
Provision of allowance for doubtful accounts	-	29	
Others	73	117	154
Operating income	11,961	14,019	22,607
Non-operating income	56	39	73
Non-operating expenses	99	32	108
Ordinary income	11,918	14,026	22,571
Special profits	62	-	49
Special losses	298	444	653
Income before income taxes	11,683	13,582	21,967
Income taxes – current	4,824	5,813	9,487
Income taxes – deferred	125	(70)	(164)
Net income	6,733	7,839	12,645

Summary of Quarterly Consolidated Statements of Income

(Millions of Yen)

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

(Millions of Yen)

Item	1Q for the year ended Mar. 31, 2006 '05. 4. 1 '05. 6.30	2Q for the year ended Mar. 31, 2006 '05. 7. 1 '05. 9.30	Total for the six months ended Sep. 30, 2005 '05. 4. 1 '05. 9.30
Operating revenues	9,693	12,770	22,463
Commissions	6,718	9,524	16,242
Net gain (loss) on trading	(31)	(58)	(89)
Interest and dividend income	3,005	3,304	6,309
Interest expenses	620	776	1,396
Net operating revenues	9,073	11,994	21,067
Selling, general and administrative expenses	3,427	3,621	7,048
Transaction related expenses	981	1,099	2,080
Employees' compensation and benefits	501	384	886
Occupancy and rental	72	80	152
Data processing and office supplies	1,497	1,659	3,156
Depreciation	237	252	489
Duties and taxes other than income taxes	58	80	138
Provision of allowance for doubtful accounts	21	8	29
Others	58	59	117
Operating income	5,646	8,373	14,019
Non-operating income and expenses	9	(2)	7
Ordinary income	5,655	8,371	14,026
Special profits and losses	(184)	(260)	(444)
Income before income taxes	5,471	8,111	13,582
Income taxes-current	1,914	3,898	5,813
Income taxes-deferred	333	(403)	(70)
Net income	3,224	4,615	7,839