

Consolidated Financial Summary under Japanese GAAP

For the Year Ended March 31, 2007

Date: April 27, 2007
 Company name (code number): Matsui Securities Co., Ltd. (8628)
 Stock exchange listing: Tokyo
 (URL <http://www.matsui.co.jp/ir/en/index.html>)
 Representative: Michio Matsui: President and Chief Executive Officer
 Contact: Shinichi Uzawa: Chief Financial Officer
 Planned date of ordinary general meeting of shareholders: June 24, 2007
 Planned date of dividends payment: June 25, 2007
 Planned date of filing of annual securities report: June 25, 2007

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

1. Consolidated financial summary for the year ended March 31, 2007

(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)
Year ended March 31, 2007	43,691	(-23.4)	40,708	(-24.8)	22,547	(-39.3)	22,720	(-38.7)
Year ended March 31, 2006	57,072	(54.6)	54,150	(56.4)	37,116	(64.2)	37,062	(64.2)

	Net income	Earnings/ share	Fully diluted earnings/ share	Return on equity	Ordinary income/ total assets	Operating income/ Operating revenues
	(Millions of Yen)	(Yen)	(Yen)	(%)	(%)	(%)
Year ended March 31, 2007	13,444 (-34.9)	50.02	44.73	18.8	2.4	51.6
Year ended March 31, 2006	20,650 (63.3)	77.11	68.78	35.2	4.2	65.0

Investment gain and loss on equity method: Year ended March 31, 2007 None Year ended March 31, 2006 None

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets /share
	(Millions of Yen)	(Millions of Yen)	(%)	(Yen)
As of Mar. 31, 2007	839,475	75,281	9.0	279.70
As of Mar. 31, 2006	1,067,210	67,645	6.3	252.17

Net assets - new-share purchase rights - minority interests:

As of Mar. 31, 2007 75,281 million yen As of Mar. 31, 2006 — million yen

(3) Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalent at the end of period
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)
Year ended March 31, 2007	-30,991	-1,074	5,499	75,837
Year ended March 31, 2006	-30,650	-949	72,750	102,403

2. Dividends

	Dividends per share			Annual total	Dividends payout ratio	Dividends per net assets
	Interim	End of terms	Annual			
	(Yen)	(Yen)	(Yen)	(Millions of Yen)	(%)	(%)
Year ended March 31, 2006	—	23.09	23.09	6,194	29.9	10.5
Year ended March 31, 2007	—	23.00	23.00	6,190	46.0	8.6
Year ended March 31, 2008	undecided	undecided	undecided		undecided	

3. 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 monthly business information instead of such forecasts.

4. Other information

(1) Changes in scope of consolidation: None

(2) Changes in accounting principles, procedures and reclassifications for the consolidated financial statements (such changes to be noted in "Significant change in accounting policies for the consolidated financial statements")

① Changes due to amendment to accounting standards: Yes

② Changes due to other changes than above: Yes

(3) Number of shares outstanding (common shares)

① Number of shares outstanding including treasury stocks

As of Mar. 31, 2007 269,182,502 shares As of Mar. 31, 2006 268,281,485 shares

② Number of treasury stocks

As of Mar. 31, 2007 31,836 shares As of Mar. 31, 2006 31,426 shares

(Reference)

1. Non-Consolidated financial summary for the year ended March 31, 2007

(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)
Year ended March 31, 2007	43,691	(-23.4)	40,708	(-24.8)	22,544	(-39.3)	22,709	(-38.7)
Year ended March 31, 2006	57,072	(54.6)	54,150	(56.4)	37,113	(64.2)	37,052	(64.2)

	Net income		Earnings/share	Fully diluted earnings/share
	(Millions of Yen)	(Yr/Yr % change)	(Yen)	(Yen)
Year ended March 31, 2007	13,449	(-34.9)	50.04	44.75
Year ended March 31, 2006	20,644	(63.4)	77.08	68.76

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets /share
	(Millions of Yen)	(Millions of Yen)	(%)	(Yen)
As of Mar. 31, 2007	839,414	75,222	9.0	279.48
As of Mar. 31, 2006	1,067,143	67,581	6.3	251.93

Net assets - new-share purchase rights - minority interests:

As of Mar. 31, 2007 75,222 million yen As of Mar. 31, 2006 — million yen

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

Item	March 31, 2006		March 31, 2007		Increase/ Decrease
	Millions of Yen		Millions of Yen		Millions of Yen
(Assets)					
I Current Assets					
Cash and bank deposits		102,403		16,137	
Cash segregated as deposits		322,005		268,026	
Cash in trust		1,000		75,700	
Trading assets		—		1	
Net receivables arising from pre-settlement date trades		705		174	
Margin account assets:		610,279		433,446	
Loans receivable from customers	606,561		430,420		
Cash deposited as collateral for securities borrowed from securities finance companies	3,719		3,026		
Receivables on collateralized securities transactions:		1,747		1,508	
Cash deposits collateral for securities borrowed	1,747		1,508		
Receivables from customers and others		17		34	
Advance paid for subscription		66		—	
Short-term guarantee deposits		13,066		28,436	
Prepaid expenses		190		183	
Accrued income		5,050		5,564	
Deferred income taxes		1,116		503	
Others		2,793		2,620	
Allowance for doubtful accounts		(391)		(281)	
Total current assets		1,060,045		832,051	(227,994)
II Fixed assets					
1 Tangible fixed assets		1,111		1,043	(68)
Buildings	406		377		
Equipment and instruments	237		231		
Land	468		435		
2 Intangible assets		2,779		2,949	170
Software	2,748		2,926		
Others	31		23		
3 Investments and others		3,275		3,433	158
Investment securities	1,934		1,882		
Investment in partnership	3		3		
Long-term loans receivable	283		205		
Long-term guarantee deposits	225		264		
Long-term prepaid expenses	9		7		
Deferred income taxes	1,032		1,204		
Others	551		496		
Allowance for doubtful accounts	(760)		(628)		
Total fixed assets		7,165		7,424	260
Total assets		1,067,210		839,475	(227,735)

Item	March 31, 2006		March 31, 2007		Increase/ Decrease
	Millions of Yen		Millions of Yen		Millions of Yen
(Liabilities)					
I Current liabilities					
Margin account liabilities:		218,035		79,476	
Loans from securities finance companies	178,733		47,081		
Proceeds of securities sold on customers' account	39,302		32,396		
Payables on collateralized securities transactions:		153,120		86,038	
Cash deposits as collateral for securities loaned	153,120		86,038		
Deposits received		155,473		146,842	
Guarantee money received		196,235		171,506	
Suspense account for undelivered securities		8		—	
Short-term borrowings		118,650		157,093	
Commercial paper		—		1,000	
Bond due within one year		20,000		—	
Deferred revenue		100		78	
Accounts payable		827		126	
Accrued expenses		2,120		2,080	
Accrued income taxes		12,141		4,917	
Accrued bonuses		383		82	
Others		0		0	
Total current liabilities		877,091		649,238	(227,853)
II Long-term liabilities					
Bond		40,000		40,000	
Convertible bond		39,800		39,800	
Long-term borrowings		39,643		31,550	
Reserve for retirement bonuses for directors and auditors		235		206	
Others		0		0	
Total long-term liabilities		119,678		111,556	(8,122)
III Statutory reserves					
Reserve for securities transactions		2,795		3,399	
Total statutory reserves		2,795		3,399	604
Total liabilities		999,565		764,194	(235,371)
(Shareholders' equity)					
I Common Stock		11,750		—	—
II Capital surplus		9,598		—	—
III Earned surplus		45,497		—	—
IV Net unrealized gain (loss) on investment securities, net of taxes		822		—	—
V Treasury Stock		(22)		—	—
Total shareholders' equity		67,645		—	—
Total liabilities and shareholders' equity		1,067,210		—	—

Item	March 31, 2006		March 31, 2007		Increase/ Decrease
	Millions of Yen		Millions of Yen		Millions of Yen
(Net assets)					
I Shareholders' equity		—		11,922	
Common stock		—		9,770	
Capital surplus		—		52,747	
Earned surplus		—		(22)	
Treasury stock		—			
Total shareholders' equity		—		74,417	—
II Valuation and translation adjustments					
Net unrealized gain (loss) on investment securities, net of taxes		—		865	
Total valuation and translation adjustments		—		865	—
Total net assets		—		75,281	—
Total liabilities and net assets		—		839,475	—

Consolidated Statements of Income

Item	Year ended March 31, 2006		Year ended March 31, 2007		Increase/ Decrease
	Millions of Yen		Millions of Yen		Millions of Yen
I Operating revenues					
Commissions		42,477		26,936	
Brokerage commissions	39,182		24,386		
Underwriting and selling commissions	164		58		
Subscription and distribution commissions	23		24		
Others	3,108		2,468		
Net gain (loss) on trading		(244)		(73)	
Interest and dividend income		14,839		16,828	
Total operating revenues		57,072		43,691	(13,381)
II Interest expenses		2,922		2,984	62
Net Operating revenues		54,150		40,708	(13,443)
III Selling, general and administrative expenses		17,034		18,160	1,126
Transaction related expenses	5,000		5,182		
Employees' compensation and benefits	1,979		1,998		
Occupancy and rental	324		409		
Data processing and office supplies	7,173		8,848		
Depreciation	1,050		1,252		
Duties and taxes other than income taxes	353		284		
Provision of allowance for doubtful accounts	949		—		
Others	206		186		
Operating income		37,116		22,547	(14,569)
IV Non-operating income		175		196	21
Compensation income for damages	122		96		
Dividend income	—		63		
Others	53		38		
V Non-operating expenses		230		24	(206)
Bond issuing costs	83		—		
Commissions on syndicated loans	109		4		
Others	37		20		
Ordinary income		37,062		22,720	(14,342)

Item	Year ended March 31, 2006		Year ended March 31, 2007		Increase/ Decrease
	Millions of Yen		Millions of Yen		Millions of Yen
VI Special profits					
Gain on sales of investment securities	189		332		
Reversal of allowance for doubtful accounts	—		200		
Total special profits		189		532	342
VII Special losses					
Loss on sales and disposals of property and equipment	87		22		
Loss on impairment of fixed assets	6		—		
Provision for statutory reserves	907		604		
Devaluation loss on telephone subscription rights	—		0		
Devaluation loss on investment securities	—		51		
Devaluation loss on corporate golf membership and resort membership	31		—		
Total special losses		1,031		677	(354)
Income before income taxes		36,220		22,575	(13,646)
Income taxes - current	16,746		8,720		
Income taxes - deferred	(1,176)	15,570	411	9,130	(6,439)
Net income		20,650		13,444	(7,206)

Summary of Quarterly Consolidated Statements of Income

(Millions of Yen)

Item	1Q of the year ended Mar. 31, 2006 (^{'05. 4. 1} ^{'05. 6.30})	2Q of the year ended Mar. 31, 2006 (^{'05. 7. 1} ^{'05. 9.30})	3Q of the year ended Mar. 31, 2006 (^{'05.10. 1} ^{'05.12.31})	4Q of the year ended Mar. 31, 2006 (^{'06.1. 1} ^{'06.3.31})	Total for the year ended Mar. 31, 2006 (^{'05. 4. 1} ^{'06. 3.31})
Operating revenues	9,693	12,770	16,379	18,230	57,072
Commissions	6,718	9,524	13,060	13,175	42,477
Net gain (loss) on trading	(31)	(58)	(700)	544	(244)
Interest and dividend income	3,005	3,304	4,019	4,511	14,839
Interest expenses	620	776	795	731	2,922
Net operating revenues	9,073	11,994	15,584	17,499	54,150
Selling, general and administrative expenses	3,427	3,621	4,311	5,676	17,034
Transaction related expenses	981	1,099	1,322	1,598	5,000
Employees' compensation and benefits	501	384	470	624	1,979
Occupancy and rental	72	80	85	86	324
Data processing and office supplies	1,497	1,659	1,991	2,027	7,173
Depreciation	237	252	273	288	1,050
Duties and taxes other than income taxes	58	80	94	120	353
Provision of allowance for doubtful accounts	21	8	17	903	949
Others	58	59	60	29	206
Operating income	5,646	8,373	11,274	11,823	37,116
Non-operating income and expenses	9	(2)	(98)	37	(54)
Ordinary income	5,655	8,371	11,176	11,860	37,062
Special profits and losses	(184)	(260)	(97)	(301)	(842)
Income before income taxes	5,471	8,111	11,079	11,559	36,220
Income taxes-current	1,914	3,898	4,874	6,059	16,746
Income taxes-deferred	333	(403)	(130)	(977)	(1,176)
Net income	3,224	4,615	6,334	6,477	20,650

(Millions of Yen)

Item	1Q for the year ended Mar. 31, 2007 (^{'06. 4. 1} ^{'06. 6.30})	2Q for the year ended Mar. 31, 2007 (^{'06. 7. 1} ^{'06. 9.30})	3Q of the year ended Mar. 31, 2007 (^{'06.10. 1} ^{'06.12.31})	4Q of the year ended Mar. 31, 2007 (^{'07.1. 1} ^{'07.3.31})	Total for the year ended Mar. 31, 2007 (^{'06. 4. 1} ^{'07. 3.31})
Operating revenues	11,820	9,805	10,000	12,066	43,691
Commissions	7,524	5,989	5,520	7,902	26,936
Net gain (loss) on trading	(1)	(76)	2	2	(73)
Interest and dividend income	4,297	3,891	4,478	4,162	16,828
Interest expenses	700	771	689	823	2,984
Net operating revenues	11,120	9,033	9,311	11,243	40,708
Selling, general and administrative expenses	4,666	4,426	4,547	4,520	18,160
Transaction related expenses	1,368	1,306	1,258	1,250	5,182
Employees' compensation and benefits	452	499	555	493	1,998
Occupancy and rental	90	93	110	117	409
Data processing and office supplies	2,309	2,094	2,209	2,236	8,848
Depreciation	288	305	321	339	1,252
Duties and taxes other than income taxes	80	72	66	67	284
Provision of allowance for doubtful accounts	—	—	—	—	—
Others	80	58	29	19	186
Operating income	6,454	4,607	4,764	6,722	22,547
Non-operating income and expenses	53	93	7	20	172
Ordinary income	6,507	4,700	4,770	6,742	22,720
Special profits and losses	(117)	33	107	(168)	(145)
Income before income taxes	6,390	4,733	4,877	6,574	22,575
Income taxes-current	1,806	2,110	1,908	2,896	8,720
Income taxes-deferred	780	(155)	106	(320)	411
Net income	3,804	2,778	2,864	3,999	13,444