

May 26, 2010

Matsui Securities Co., Ltd.

Notice Regarding Cancellation of the Convertible Bonds

TOKYO, May 26, 2010 – Matsui Securities Co., Ltd. (“the Company”) hereby gives notice of a cancellation of the Convertible Bonds due 2011 of the Company (the “Bonds”), purchased in May 2010, as set out below in accordance with the terms and conditions of the Bonds.

(1) Amount to be cancelled:	JPY10,930,000,000 in total principal amount of the Bonds
(2) Date of cancellation:	June 17, 2010 (scheduled)
(3) Principal outstanding amount after cancellation:	JPY15,576,000,000
(4) Impact on financial results of the Company:	JPY82 million of gains on cancellation of the Bonds will be recorded in the fiscal year ending March 2011

(Reference) Major Contents of the Bonds

Date of issue:	November 17, 2003
Total issue amount:	JPY40,000,000,000
Principal outstanding amount before cancellation:	JPY26,506,000,000 (as of April 30, 2010)
Maturity date:	March 31, 2011
Interest rate:	Zero coupon
Conversion price:	JPY1,179.8

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