

# CONSOLIDATED FINANCIAL INFORMATION

For First Six Months (April 1 – Sep 30, 2009)  
of Financial Year Ending March 31, 2010

*KYOKUTO SECURITIES CO., LTD.*

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October 28, 2009

**CONSOLIDATED RESULTS FOR FIRST SIX MONTHS (APR-SEPT 2009) OF  
FINANCIAL YEAR ENDING MARCH 31, 2010 (SUMMARY)**

Name of company: **Kyokuto Securities Co., Ltd.**

Listed Stock Exchange: Tokyo Stock Exchange

Stock code number: 8706

URL: <http://www.kyokuto-sec.co.jp>

Company's representative: Hiroyuki KIKUCHI, President and Chief Executive Officer

Contact person: Masao TAKAMORI, Senior Executive Officer TEL: (03) 3666-5431

Scheduled date of commencement of payment of dividends: November 27, 2009

Scheduled date of filing of quarterly securities report: November 12, 2009

**1. Consolidated Results for First Six Months (Apr. 1 – Sept. 30, 2009) of Financial Year 2009****(1) Consolidated Business Results**

(Millions of yen with fractions less than a million yen discarded)

	<b>Six months ended Sept. 30, 2009</b>	<b>Six months ended Sept. 30, 2008</b>
Operating income	6,056 ( 54.1 )	3,930 ( - )
Net operating income	5,953 ( 56.1 )	3,814 ( - )
Operating profit	3,310 ( 297.8 )	832 ( - )
Ordinary profit	3,459 ( 256.2 )	971 ( - )
Net profit	2,172 ( 258.9 )	605 ( - )
Earnings per share	68.11 yen	18.94 yen
Earnings per share (diluted)	—	—

Note: The percentage figures in the parenthesis are increase/decrease from the period of the previous financial year.

**(2) Consolidated Financial Condition**

	<b>Sept. 30, 2009</b>	<b>Mar. 31, 2009</b>
Total assets (Millions of yen)	51,973	50,055
Net assets (Millions of yen)	30,394	28,725
Shareholders' equity ratio	58.5%	56.8%
Net assets per share	952.86 yen	890.69 yen

Note: Shareholders' equity:

September 30, 2009: 30,394 million yen.      March 31, 2009: 28,411 million yen.

**2. Matters Concerning Dividends**

(Record date)	Dividends per share				
	End of 1 <sup>st</sup> Qr.	End of 2 <sup>nd</sup> Qr.	End of 3 <sup>rd</sup> Qr.	End of FY	Annual Total
FY2008	—	10.00 yen	—	10.00 yen	20.00 yen
FY2009	—	17.00 yen	—	—	—
FY2009 (Forecast)	—	—	—	—	—

Note: The Company does not disclose forecast of dividends.

**3. Forecast of Consolidated Business Results for Financial Year Ending March 31, 2010**

**(Year from April 1, 2009 to March 31, 2010)**

The Company does not disclose forecast of business results. Please see page 6 for further information.

**4. Other**

**(1) Changes in important subsidiary companies (i.e., changes in scope of consolidation)**

No company was added to or removed from the scope of full/partial consolidation.

**(2) Adoption of simplified accounting methods and application of any accounting treatments peculiar to preparation of quarterly consolidated financial statements**

The Company has not adopted simplified accounting methods nor applied any accounting treatments peculiar to preparation of quarterly consolidated financial statements.

**(3) Changes in accounting principles, procedures or itemization (i.e., those stated as material changes in important policies for preparation of consolidated quarterly financial statements)**

**(a) Any changes caused by amendments to accounting standards:** None.

**(b) Any changes other than (a):** None.

**(4) Number of shares outstanding (common stock)**

**(a) Number of shares outstanding (including treasury shares)**

September 30, 2009: 32,779,000	March 31, 2009: 32,779,000
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**(b) Number of treasury shares**

September 30, 2009: 880,644	March 31, 2009: 880,644
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**(c) Average number of shares outstanding**

April 1--September 30, 2009: 31,898,356	April 1--September 30, 2008: 31,968,191
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**(Notes)**

As stated in 3. above the Company does not disclose forecast of business results, and accordingly does not disclose forecast of dividends. Instead, the Company will disclose, concurrently with disclosure of preliminary business results, the expected amount of dividends by around tenth business day following the end of each financial year or second quarter, both of which are record dates for dividends payment.

## **BUSINESS RESULTS**

### **1. Business Results**

During the first six months (i.e., the period of six months from April 1 to September 30, 2009. Hereinafter called the “period”), the Japanese economy continued to be stagnant in terms of a number of factors—consumer spending, housing investment, private investment and so forth. Nonetheless, there seemed to be a dim light as some began seeing a bottom coming for the economy, thanks mainly to an upturn in exports reflecting notable decline in inventories worldwide and improvements in the global economy, as well as increasing public investment due to expanding government spending.

The stock market kept rising from the beginning of the period and continued to be strong against the background of growing expectations of a bottoming out of the economy, with Nikkei 225 stock average recovering the 10,000 mark. In the domestic bond market, the long-term interest rate sharply rose toward the end of the first quarter due to concerns over massive issuance of government bonds to fuel the economy. However, the rate kept declining thereafter, reflecting improvement of the supply-demand situation in the government bond market and concerns over possible deflationary pressures in Japan. In the currency market, the Japanese yen reversed its upward trend and started softening against other currencies for a short period of time in the first quarter, against the background of easing concerns over global financial systems and slowing pace of deterioration of the world’s economy. Nonetheless, the basic trend for the six months was weakening US dollar, reflecting the surging US government deficit and low interest rates.

In this environment, we kept endeavoring to offer “in-season financial products” based on our “Face to Face” business model, in response to customers’ varied needs. In addition, we strived to promote our investment banking business. These efforts resulted in good performance for the six months. Income from equity-related business jumped, thanks to robust sales of foreign convertible bonds to customers. Also, gains on bond trading turned to be strong due chiefly to bettering position value, reflecting the recovering stock price and softening Japanese yen. Income from these activities more than covered the lackluster investment banking business and decreasing net interest income.

The group’s consolidated earnings for the period sharply grew from the corresponding previous period, with operating income increasing 54.1% to 6,056 million yen, net operating income expanding 56.1% to 5,953 million yen, ordinary profit surging 256.2% to 3,459 million yen, and net profit jumping 258.9% to 2,172 million yen.

Details of the period’s results are as follows:

#### **(1) Commission Revenue**

The total commission revenue for the period decreased 29.7% to 885 million yen from the previous corresponding period, as shown in below:

##### **(a) Brokerage commissions**

We earned 457 million yen (down 5.0%) as brokerage commissions on equity securities. As a result, total amount of brokerage commissions including those on fixed-income securities reached 462 million yen (down 5.0%).

##### **(b) Fees for underwriting, selling and sales solicitation to professional investors**

We earned no fees (13 million yen for the corresponding previous period) for underwriting, selling and sales solicitation to professional investors, reflecting very inactive primary market.

##### **(c) Fees for handling of offering, selling and sales solicitation to professional investors**

Fees for handling of offering, selling and sales solicitation to professional investors rose 2.4% to 191 million yen, due to an increase in sales volume of investment trusts.

##### **(d) Other fees**

Other fees consisting mainly of fees pertaining to investment banking business shrank 59.7% to 231 million yen.

#### **(2) Gains/Loss on Trading**

Gains on trading in equity-related securities surged to 2,093 million yen (up 695.0%), thanks to

robust sales of foreign convertible bonds to customers, while gains on bond trading rose 71.0% to 2,636 million yen, reflecting recovery of sales of foreign currency-denominated fixed-income securities and bettering position value as compared with the previous six months. Subtracting loss of 66 million yen (gains of 92 million yen for the corresponding previous period) on other trading, the total gains jumped 145.7% to 4,662 million yen.

**(3) Gains/Loss on Private Equity and Other Securities**

Our consolidated subsidiary company, the FE Invest, Co., Ltd. recorded a loss of 20 million yen (a gain of 106 million yen for the corresponding previous period) on private equity and other securities.

**(4) Interest and Dividend Income**

The period's net interest and dividend income amounted to 314 million yen (down 35.5%).

**(5) Other Operating Income**

Other operating income consisting mostly of rent on real estate and fees earned by our two consolidated subsidiaries totaled 111 million yen (up 80.7%).

**(6) Operating Expenses**

Operating expenses for the period decreased 11.4% to 2,642 million yen, reflecting our cost-cutting effort.

**(7) Non-operating Income/Expenses**

Non-operating income for the period consisting mainly of dividends on investment securities totaled 165 million yen (down 23.2%), while non-operating expense amounted to 16 million yen (down 77.9%). As a result, net non-operating profit amounted to 148 million yen (up 7.1%).

**(8) Extraordinary Profits/Loss**

We realized extraordinary profit of 12 million yen (down 97.3%), most of which came from liquidation of financial instruments trading liability reserve. The amount of extraordinary loss, on the other hand, amounted to 881 million yen (up 230.7%), reflecting impairment loss of 819 million yen on private equity and other securities. Consequently, we recorded a net extraordinary loss of 868 million yen (a net gain of 204 million yen for the corresponding previous period).

**2. Financial Condition**

**(1) Assets**

The total assets as of September 30, 2009 increased 1,917 million yen to 51,973 million yen from 50,055 million yen as of March 31, 2009. Current assets increased 1,838 million yen to 41,073 million yen from 39,235 million yen, reflecting an increase in assets pertaining to margin transactions which rose 2,315 million yen to 5,962 million yen from 3,646 million yen, and a decrease in private equity and other securities which shrank 839 million yen to 8,722 million yen from 9,561 million yen. Fixed assets rose 79 million yen to 10,899 million yen from 10,820 million yen, due to an increase in investment securities which grew 157 million yen to 7,541 million yen from 7,384 million yen.

**(2) Liabilities**

The total liabilities as of September 30, 2009 increased 248 million yen to 21,578 million yen from 21,330 million yen as of March 31, 2009. Current liabilities rose 1,093 million yen to 18,280 million yen from 17,187 million yen, reflecting an increase in liabilities pertaining to margin transactions which rose 513 million yen to 2,039 million yen from 1,525 million yen and an increase in accrued income taxes which climbed 499 million yen to 548 million yen from 49 million yen. Fixed liabilities shrank 834 million yen to 3,272 million yen from 4,106 million yen, due mainly to a decrease in long-term borrowings which diminished 764 million yen to 2,250 million yen from 3,014 million yen.

### **(3) Net Assets**

Net assets as of September 30, 2009 grew 1,669 million yen to 30,394 million yen from 28,725 million yen as of March 31, 2009, thanks to an increase in retained earnings which rose 1,853 million yen to 21,050 million yen from 19,196 million yen.

### **3. Forecast of Consolidated Business Results**

(Reason for being unable to disclose forecast of business results)

The Kyokuto group's operating income consists mainly of commission revenue and gain/loss on principal trading, and substantial part of its income comes from business activities in the equity and fixed income securities markets. The amount of income we earned from our business in the equity market accounted for 31.3% (20.9% as commissions and 10.4% as gains on trading) and 19.8% (17.8% as commissions and 2.0% as gains on trading) of net operating income in the financial years ended March 2009 and 2008, respectively. Similarly, 27.8% and 43.2% of net operating income in the two financial years, respectively were derived from our business activity in the bond market. While we have endeavored to make our revenue structure resilient to market changes by diversifying revenue sources such as those from investment banking business, our operating income is still susceptible to trends of the securities markets, and thus may fluctuate unexpectedly, depending on the market situation. In addition, we have, while adhering to a business model of face-to-face consultation, offered varied financial products in response to the evolving needs of customers. In this course of business, we at times take relatively heavy positions of foreign currency-denominated fixed-income securities, exposing ourselves to risk of recording large amount of unrealized gains or loss that may be caused by unexpected, sudden changes in foreign exchange markets.

Movement of securities markets and foreign exchange markets is influenced by various factors, including, among others, overseas and/or domestic political or economic developments, corporate performance, interest rates, fiscal policy changes and so forth. Accordingly, in order to predict the group's future business results, we need to grasp future movements of the markets by properly foreseeing these factors—that can hardly be done. In addition, as for investment banking business, it is almost impossible for us to predict every future business opportunity. We believe that disclosing earnings forecast in such circumstance where there is a high probability that the forecast sharply deviates from the actual outcome due to many uncertain factors may well result in sending a wrong message to the market, thereby causing adverse influence on investment judgment of investors and shareholders to the ultimate detriment of fair price discovery.

For the reasons mentioned in the above, we refrain from disclosing earnings forecast and instead, we will endeavor to disclose actual business results as early as possible. We will disclose preliminary consolidated results by around tenth business day following the end of each financial year or quarter, by which business result figures are expected to be available.

### **4. Other**

- (1) During the period, no company was added to or removed from the scope of full consolidation and partial consolidation under the equity method.
- (2) The Company has not adopted simplified accounting methods nor applied any accounting treatments peculiar to preparation of quarterly consolidated financial statements.
- (3) There has been no change in accounting principles, procedures or itemization with respect to preparation of quarterly consolidated financial statements.

## 5. Quarterly Consolidated Financial Statements

## (1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	September 30, 2009	March 31, 2009 (Summary)
<b>Assets</b>		
<b>Current assets:</b>		
Cash and bank deposits	7,909	5,098
Segregated cash and statutory deposits	7,202	5,157
Trading assets	9,717	14,377
Securities inventory, etc.	9,702	14,377
Derivative contracts	14	—
Net receivables pertaining to contracts to be settled	712	—
Private equity and other securities	8,722	9,561
Assets pertaining to margin transactions	5,962	3,646
Loans to customers on margin transactions	4,519	2,345
Cash collateral to finance companies for securities borrowed	1,442	1,300
Other current assets	847	1,396
Provision for doubtful debts	—0	—2
<b>Total current assets</b>	<b>41,073</b>	<b>39,235</b>
<b>Fixed assets:</b>		
Tangible fixed assets	2,406	2,438
Intangible fixed assets	69	78
Investments and other assets	8,423	8,303
Investment securities	7,541	7,384
Other	968	1,005
Provision for doubtful debts	—86	—86
<b>Total fixed assets</b>	<b>10,899</b>	<b>10,820</b>
<b>Total Assets</b>	<b>51,973</b>	<b>50,055</b>
<b>Liabilities</b>		
<b>Current liabilities:</b>		
Trading liabilities	258	645
Short positions of securities, etc.	258	645
Net payables pertaining to contracts to be settled	—	235
Liabilities pertaining to margin transactions	2,039	1,525
Borrowings for margin transactions	757	478
Cash collateral for borrowed securities sold short	1,281	1,047
Borrowings against securities pledged	99	504
Borrowings through <i>Gensaki</i> transactions	99	504
Payables to customers and others	5,823	4,083
Short-term borrowings	8,092	8,557
Accrued income taxes	548	49
Accrued bonuses to employees	318	101
Other current liabilities	1,099	1,485
<b>Total current liabilities</b>	<b>18,280</b>	<b>17,187</b>

	September 30, 2009	March 31, 2009 (Summary)
<b>Fixed liabilities</b>		
Long-term borrowings	2,250	3,014
Provision for retirement/severance benefits to employees	396	453
Other fixed liabilities	625	638
<b>Total fixed liabilities</b>	<b>3,272</b>	<b>4,106</b>
<b>Statutory reserve</b>		
Financial instruments trading liability reserve	25	36
<b>Total statutory reserve</b>	<b>25</b>	<b>36</b>
<b>Total liabilities</b>	<b>21,578</b>	<b>21,330</b>
<b>Net Assets</b>		
<b>Shareholders' equity</b>		
Capital stock	5,251	5,251
Capital surplus	4,774	4,774
Retained earnings	21,050	19,196
Treasury stock	-866	-866
<b>Total shareholders' equity</b>	<b>30,210</b>	<b>28,356</b>
<b>Unrealized gains on other securities</b>	<b>184</b>	<b>54</b>
<b>Minority interest</b>	<b>-</b>	<b>313</b>
<b>Total net assets</b>	<b>30,394</b>	<b>28,725</b>
<b>Total liabilities and net assets</b>	<b>51,973</b>	<b>50,055</b>



## (2) Consolidated Income Statement (For Six Months Ended September 30, 2009)

(Millions of yen)

	6 months ended Sept. 30, 2008	6 months ended Sept. 30, 2009
<b>Operating income</b>		
<b>Commissions and fees</b>	<b>1,260</b>	<b>885</b>
Brokerage commissions	486	462
Fees for underwriting and selling	13	—
Fees for underwriting, selling and sales solicitation to professional investors	—	—
Fees for handling of offering and selling	187	—
Fees for handling of offering, selling and sales solicitation to professional investors	—	191
Other fees	572	231
<b>Gains or loss on trading</b>	<b>1,897</b>	<b>4,662</b>
<b>Net gains or loss on private equity and other securities</b>	<b>106</b>	<b>—20</b>
<b>Interest and dividend income</b>	<b>604</b>	<b>418</b>
<b>Other operating income</b>	<b>61</b>	<b>111</b>
<b>Total operating income</b>	<b>3,930</b>	<b>6,056</b>
<b>Financial expenses</b>	<b>115</b>	<b>103</b>
<b>Net operating income</b>	<b>3,814</b>	<b>5,953</b>
<b>Operating Expenses</b>		
Transaction-related expenses	446	320
Personnel expenses	1,713	1,635
Real estate-related expenses	326	266
Data processing and office supplies	297	266
Depreciation and amortization	51	45
Miscellaneous taxes and dues	35	54
Other	111	54
<b>Total operating expenses</b>	<b>2,982</b>	<b>2,642</b>
<b>Operating Profit</b>	<b>832</b>	<b>3,310</b>
<b>Non-operating income</b>		
Dividends received	151	55
Foreign tax credit	—	57
Other	64	52
<b>Total non-operating income</b>	<b>215</b>	<b>165</b>
<b>Non-operating expenses</b>		
Loss on investments in TK ( <i>Tokumei Kumiai</i> )	—	13
Loss on investments in limited partnerships	67	—
Other	9	3
<b>Total non-operating expenses</b>	<b>76</b>	<b>16</b>
<b>Ordinary profit</b>	<b>971</b>	<b>3,459</b>
<b>Extraordinary profit</b>		
Liquidation of financial instruments trading liability reserve	454	10
Other	16	1
<b>Total extraordinary profit</b>	<b>471</b>	<b>12</b>
<b>Extraordinary loss</b>		
Loss on valuation of private equity and other securities	—	819
Loss on valuation of investment securities	236	48
Other	30	13
<b>Total extraordinary loss</b>	<b>266</b>	<b>881</b>
<b>Net profits before taxes</b>	<b>1,175</b>	<b>2,590</b>
<b>Corporate tax, inhabitant tax and business tax</b>	<b>373</b>	<b>526</b>
<b>Adjustments for corporate tax, etc.</b>	<b>197</b>	<b>205</b>
<b>Total corporate tax, etc.</b>	<b>571</b>	<b>731</b>
<b>Minority interests</b>	<b>—0</b>	<b>—313</b>
<b>Net profit</b>	<b>605</b>	<b>2,172</b>

**(3) Note on going concern**  
Not applicable.

**(4) Note on substantial change in shareholders' equity**  
Not applicable.

## [Referential Data]

## Referential Date on Consolidated Business Results for First Six Months Ended September 30, 2009

## (1) Commissions and fees earned

## (a) Commissions and fees by sources

(Millions of yen)

	6 months ended Sept. 30, 2008	6 months ended Sept. 30, 2009	Change		Year ended Mar. 31, 2009
				%	
Brokerage commissions	486	462	-24	-5.0	972
(Equities)	(481)	(457)	(-24)	(-5.0)	(964)
(Bonds)	(0)	(0)	(0)	(49.4)	(1)
Fees for underwriting, selling and sales solicitation to professional investors	13	-	-13	-	15
(Equities)	(13)	(-)	(-13)	(-)	(15)
(Bonds)	(-)	(-)	(-)	(-)	(-)
Fees for handling of offering, selling and sales solicitation to professional investors	187	191	4	2.4	273
Other fees	572	231	-341	-59.7	724
Total	1,260	885	-374	-29.7	1,986

## (b) Commissions and fees by instruments

(Millions of yen)

	6 months ended Sept. 30, 2008	6 months ended Sept. 30, 2009	Change		Year ended Mar. 31, 2009
				%	
Equities	499	462	-36	-7.3	987
Bonds	20	1	-19	-94.8	23
Beneficiary securities	174	257	82	47.2	314
Other	566	164	-401	-70.9	661
Total	1,260	885	-374	-29.7	1,986

## (2) Gains/loss on trading

(Millions of yen)

	6 months ended Sept. 30, 2008	6 months ended Sept. 30, 2009	Change		Year ended Mar. 31, 2009
				%	
Equities, etc.	263	2,093	1,829	695.0	494
Bonds, etc.	1,541	2,636	1,094	71.0	1,293
Other	92	-66	-159	-	-161
Total	1,897	4,662	2,764	145.7	1,627

## [Referential Data]

## Referential Date on Business Results for First Six Months Ended September 30, 2009

## (1) Volume/value of equity trading (except trading in derivatives)

(Million shares/Millions of yen)

	6 months ended Sept. 30, 2008		6 months ended Sept. 30, 2009		Change %		Year ended Mar. 31, 2009	
	Number of shares	Trade value	Number of shares	Trade value	Number of shares	Trade value	Number of shares	Trade value
Total	1,268	1,115,739	1,951	794,354	53.9	-28.8	3,006	1,937,748
(Agency)	(132)	(120,085)	(271)	(101,636)	(105.3)	(-15.4)	(367)	(264,870)
(Principal)	(1,136)	(995,653)	(1,680)	(692,718)	(47.9)	(-30.4)	(2,639)	(1,672,878)
(Agency)/Total (%)	10.4%	10.8%	13.9%	12.8%			12.2%	13.7%
Total/TSE volume (%)	0.23 %	0.17%	0.31 %	0.20%			0.27%	0.18%
Brokerage commission per share	3.62 yen		1.59 yen				2.56 yen	

## (2) Volume of underwriting, offering and selling

(Million shares/Millions of yen)

		6 months ended Sept. 30, 2008	6 months ended Sept. 30, 2009	Change %	Year ended Mar. 31, 2009
Underwriti	Equities (Number of shares)	0	—	—	0
	Equities (Yen volume)	542	—	—	584
	Bonds (Face value)	—	—	—	2,000
	CPs, foreign instruments, etc.	—	—	—	—
Offering/selling	Equities (Number of shares)	0	0	-93.4	0
	Equities (Yen volume)	14,843	1,537	-89.6	21,836
	Bonds (Yen volume at face value)	32,641	96	-99.7	35,831
	Beneficiary securities	20,481	24,883	21.5	36,770
	CPs, foreign instruments, etc.	8,647	1,267	-85.3	8,647

**(3) Net capital regulation ratio**

(Millions of yen)

		6 months ended Sept. 30, 2008	6 months ended Sept. 30, 2009	Year ended Mar. 31, 2009
Basic items	(A)	30,027	30,057	27,331
Complementary items	Appraisal difference (appraisal profit) of other securities, etc.	111	184	54
	Financial instruments trading liability reserve	36	25	36
	Provision for doubtful debts	0	0	2
	Total (B)	149	211	94
Deductible assets	(C)	13,209	10,548	12,036
Unfixed net capital (A) + (B) – (C)	(D)	16,967	19,720	15,389
Amount of risk correspondents	Market risk correspondence	1,988	1,301	1,350
	Trade party risk correspondence	2,709	2,940	2,689
	Basic risk correspondence	1,458	1,368	1,373
	Total (E)	6,156	5,610	5,413
Net capital regulation ratio	(D)/(E) × 100%	275.6%	351.5%	284.2%

**(4) Number of directors/auditors and employees**

	Sept. 30, 2008	Sept. 30, 2009	Mar. 31, 2009
Directors and auditors	9	9	9
Employees	273	265	261

[Referential Data]

## Consolidated Income Statement for Latest Five Quarters

(Millions of yen)

	Qr. ended Sept. 30, 2008	Qr. ended Dec. 31, 2008	Qr. ended Mar. 31, 2009	Qr. ended June 30, 2009	Qr. ended Sept. 30, 2009
I. Operating income	844	−117	1,148	3,447	2,609
1. Commissions and fees	571	339	385	507	378
2. Gains or loss on trading	50	−757	486	2,671	1,991
3. Gains on private equity and other securities	−19	22	−32	−1	−19
4. Interest and dividend income	217	233	237	185	232
5. Other operating income	25	43	71	83	27
II. Financial expenses	65	54	57	52	50
Net operating income	779	−171	1,091	3,394	2,559
III. Operating Expenses	1,474	1,276	1,474	1,315	1,327
1. Transaction-related expenses	223	189	162	148	171
2. Personnel expenses	832	679	910	822	812
3. Real estate-related expenses	165	160	145	133	132
4. Data processing and office supplies	153	160	143	127	138
5. Depreciation and amortization	25	28	26	22	22
6. Miscellaneous taxes and dues	5	22	39	31	22
7. Provision for doubtful debts	−	0	1	−	0
8. Other	67	35	44	28	26
Operating Profit	−695	−1,448	−382	2,078	1,231
IV. Non-operating income	31	35	141	81	88
V. Non-operating expenses	180	133	4	15	5
Ordinary profit	−843	−1,546	−246	2,144	1,314
VI. Extraordinary profit	6	13	28	13	−
VII. Extraordinary loss	106	426	41	313	568
Net profits before taxes	−942	−1,959	−259	1,844	745
Corporate tax, residential tax and business tax	−330	−326	19	9	516
Corporate tax, etc. for previous financial year	−	98	−	−	−
Adjustments for corporate tax, etc.	−33	209	−140	339	−133
Profit belonging to minority interest	−16	−11	−14	−131	−182
Net profit	−561	−1,929	−123	1,627	545