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2006 SEP -6 P 1:43

August 31, 2006

Office of International Corporate Finance
Division of Corporate Finance
Securities and Exchange Commission
450 Fifth Street, N.W.
Washington, D.C. 20549
U.S.A.



Re: Matsui Securities Co., Ltd. - 12g3-2(b) exemption
FILE NO. 82-5215

SUPPL

Dear Ladies and Gentlemen:

In connection with our exemption as a foreign private issuer pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934, we hereby furnish the Securities and Exchange Commission with the following information required by Rule 12g3-2(b):

1. Notice of Convocation of the 90th Ordinary General Meeting of Shareholders
2. Notice of Resolutions of the 90th Ordinary General Meeting of Shareholders
3. Public Notice of Settlement of Accounts for the 90th Fiscal Year
4. Explanatory Document on Business and Assets for the Year Ended March 31, 2006

If you have any further questions or requests for additional information please do not hesitate to contact Kumiko HAYASHI at 011-813-5216-0653 (telephone), 011-813-5216-8639 (facsimile) or k-hayashi@matsui.co.jp (E-mail).

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Very truly yours,
Matsui Securities Co., Ltd.
By
Name: Shinichi UZAWA
Title: Chief Financial Officer

大正7年創業以来、昔も今も個人のお客様とともに

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(Summary translation)

June 8, 2006

To: Shareholders

2006 SEP -6 P 1:43

OFFICE OF INTERNATIONAL
CORPORATE AFFAIRS

President and Chief Executive Officer
Michio Matsui
Matsui Securities Co., Ltd.
1-4, Kojimachi, Chiyoda-ku,
Tokyo, Japan

Notice of Convocation of the 90th Ordinary General Meeting of Shareholders

You are hereby notified that the 90th Ordinary General meeting of Shareholders of the Company will be held as set forth below and you are cordially invited to attend the meeting.

If you are unable to attend the meeting in person on the day of the meeting, we would appreciate your reviewing the reference materials enclosed herewith and sending us by return mail the enclosed proxy card indicating your approval or disapproval of the Agenda with your seal affixed thereon by no later than June 23, 2006 5:30 pm.

Description

1. Date and Time:
12:00 a.m. on Sunday, June 25, 2006
2. Place:
Palace Hotel 2F, Rose Room,
1-1-1, Marunouchi, Chiyoda-ku, Tokyo, Japan
3. Matters constituting the objects of the meeting:

Matters to be reported:

1. Report on the business report, the consolidated balance sheet (as of March 31,2006), the consolidated income statement for the 90th fiscal year (From April 1, 2005 through March 31, 2006) and the audit report of the independent accountants and the audit committee on such consolidated financial statements.
2. Report on the balance sheet (as of March 31,2006) and the income statement for the 90th fiscal year (From April 1, 2005 through March 31, 2006).

Matters to be resolved:

- Agendum No.1: Approval of the Proposed Appropriation of Retained Earnings for the 90th Fiscal Year (from April 1, 2005 through March 31, 2006)
- Agendum No.2: Amendments to the Articles of Incorporation
- Agendum No.3: Election of 10 Directors
- Agendum No.4: Election of 1 Auditor
- Agendum No.5: Election of 1 Substitute Auditor

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(Summary Translation)

2006 SEP -6 P 1:43

OFFICE OF INTERNATIONAL June 25, 2006
CORPORATE FINANCE

To: Shareholders

President and Chief Executive Officer
Michio Matsui
Matsui Securities Co., Ltd.
1-4, Kojimachi, Chiyoda-ku,
Tokyo, Japan

Notice of Resolutions of the 90th Ordinary General Meeting of Shareholders

You are hereby notified that the following matters were reported or resolved at the 90th Ordinary General Meeting of Shareholders held today.

Description

Reported Matters:

1. Report on the business report, the consolidated balance sheet (as of March 31, 2006), the consolidated income statement for the 90th fiscal year (From April 1, 2005 through March 31, 2006) and the audit report of the independent accountants and the audit committee on such consolidated financial statements.
2. Report on the balance sheet (as of March 31, 2006) and the income statement for the 90th fiscal year (From April 1, 2005 through March 31, 2006).

Resolved Matters:

Agendum No. 1: Approval of the Proposed Appropriation of Retained Earnings for the 90th Fiscal Year (from April 1, 2005 through March 31, 2006)

This proposal was resolved as originally submitted.

Agendum No. 2: Amendments to the Articles of Incorporation

This proposal was resolved as originally submitted.

Agendum No. 3: Election of 10 Directors

This proposal was resolved as originally submitted.

Mr. Michio Matsui and Mr. Ayumi Sato were re-elected to be Directors, and Mr. Norio Mutai, Mr. Toshimasa Sekine, Mr. Takashi Moribe, Mr. Kimihiro Mine, Akihiro Ichimura, Mr. Kunihiro Sato, Mr. Akira Warita and Mr. Shinichi Uzawa were newly elected to be Directors.

Agendum No. 4: Election of 1 Auditor

This proposal was resolved as originally submitted.

Mr. Yukihiro Yabuki was newly elected to be an Auditor.

Agendum No. 5: Election of 1 Substitute Auditor

This proposal was resolved as originally submitted.

June 26, 2006

Public Notice of Settlement of Accounts for the 90th Fiscal YearBalance Sheet

As of March 31, 2006

(Millions of Yen)

Assets	
Account Item	Amount
Current Assets	1,059,856
Cash and bank deposits	102,214
Cash segregated as deposits	322,005
Cash in Trust	1,000
Net receivables arising from pre-settlement date trades	705
Margin account assets:	610,279
Loans receivable from customers	606,561
Cash deposited as collateral for securities borrowed from securities finance companies	3,719
Receivables on collateralized securities transactions:	1,747
Cash deposits collateral for securities borrowed	1,747
Receivables from customers	17
Advance paid for subscription	66
Short-term guarantee deposits	13,066
Advance payments	10
Prepaid expenses	190
Accounts receivable	1
Accrued income	5,050
Deferred income taxes	1,115
Others	2,781
Allowance for doubtful accounts	(391)
Fixed Assets	7,287
Tangible fixed assets:	784
Buildings	356
Equipment and instruments	237
Land	191
Intangible assets:	2,779
Software	2,748
Telephone subscription rights	10
Others	21
Investments and others:	3,724
Investment securities	1,934
Shares of affiliated company	450
Investment in partnership	3
Long-term loans receivable	283
Long-term guarantee deposits	225
Long-term prepaid expenses	9
Deferred income taxes	1,031
Others	551
Allowance for doubtful accounts	(760)
Total Assets	1,067,143

(Millions of Yen)

Liabilities	
Account item	Amount
Current Liabilities	877,088
Margin account liabilities:	218,035
Loans from securities finance companies	178,733
Proceeds of securities sold on customers' accounts	39,302
Payables on collateralized securities transactions:	153,120
Cash deposits as collateral for securities loaned	153,120
Deposits received	155,472
Guarantee money received	196,235
Suspense account for undelivered securities	8
Short-term borrowings	118,650
Bond due within one year	20,000
Deferred revenue	99
Accounts payable	826
Accrued expenses	2,120
Accrued income taxes	12,140
Accrued bonuses	382
Others	0
Long-term Liabilities	119,678
Bond	40,000
Convertible bond	39,800
Long-term borrowings	39,643
Reserve for directors' retirement bonuses	235
Statutory reserves	2,795
Reserve for securities transactions	2,795
Total Liabilities	999,562
Shareholders' Equity	
Common stock	11,750
Capital Surplus	9,598
Additional paid-in capital	9,598
Earned Surplus	45,433
Earned surplus reserves	159
Voluntary reserves	4,250
Special purpose reserves	4,250
Inappropriate retained earnings	41,024
Net unrealized gain (loss) on investment securities, net of taxes	822
Treasury stock	(22)
Total Shareholders' Equity	67,581
Total Liabilities and Shareholders' Equity	1,067,143

The Statement of Income
(For the year ended March 31, 2006)

(Millions of Yen)

Account item	Amount	
Operating revenues		57,072
Commissions	42,477	
Net gain (loss) on trading	(244)	
Interest and dividend income	14,839	
Interest expenses		2,922
Net operating revenues		54,150
Selling, general and administrative expenses		17,037
Operating income		37,113
Non-operating income		168
Non-operating expenses		230
Ordinary income		37,052
Special profits		189
Gain on sales of investment securities	189	
Special losses		1,029
Loss on sales and disposals of property and equipment	87	
Loss on impairment of fixed assets	4	
Provision for statutory reserves	907	
Devaluation loss on corporate golf membership and resort membership	31	
Income before income taxes		36,212
Income taxes – Current	16,744	
Income taxes – Deferred	(1,176)	15,568
Net income		20,644
Inappropriate retained earnings at the beginning of period		20,380
Inappropriate retained earnings at the end of period		41,024

Notes

The accompanying financial statements have been prepared in accordance with the provision set forth in the Commercial Code of Japan, and in conformity with accounting principles and practices generally accepted in Japan, which are different in certain respects from the application and disclosure requirements of Internal Accounting Standards.

The financial statements are not intended to present the financial position and results of operations in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Japan.

The statement of balance sheet and the statement of income of the Company are prepared in accordance with "The Implementing Restrictions of Commercial Code (Department of Justice Ordinance No.22, 2002), "Cabinet Office Ordinance Concerning Securities Companies" (Prime Minister's Office Ordinance and Ministry of Finance Ordinance No.32, 1998) and "Uniform Accounting Standards of Securities Companies" (set by the board of directors of Japan Securities Dealers' Association, November 14, 1974).

Amounts presented are rounded off to the nearest millions.

[Significant accounting policies]

1. Valuation of securities and derivatives

(1) Securities and derivatives classified in trading assets:

Securities and derivatives classified in trading assets are valued at fair value.

(2) Securities not classified in trading assets

① Investment in a subsidiary company

Investment in a subsidiary company is stated at cost determined on a moving average method.

② Other securities

Other securities, such as available-for-sale securities, whose fair values are readily determinable, are stated at fair value with unrealized gains or losses included as a component of shareholders' equity, net of applicable income taxes. Other securities not publicly quoted are stated at cost determined on a moving average method.

2. Depreciation of fixed assets

(1) Tangible fixed assets

The Company applies straight-line method. Useful life for depreciation is 15 to 40 years for buildings and 4 to 10 years for equipment and instruments.

(2) Intangible fixed assets

Software for in-house use is depreciated under straight-line method based on internal estimated useful life (5 years or less). Intangible

assets other than software are depreciated by straight-line method.

3. Bond issuing cost

The entire bond issuing cost is expensed at the issuance.

4. Accounting policies for provisions

(1) Allowance for doubtful accounts

An allowance for doubtful accounts is provided for estimated uncollectible doubtful accounts for an amount specifically assessed plus an amount computed based on historical loss experience.

(2) Accrued bonuses

Estimated amount of employees' bonuses is accrued.

5. Reserves for Securities Transactions

For the possible customer losses by default of a securities company on securities transactions the Company provides Reserve for Securities Transactions based on the article 51 of the Securities Exchange Law and the article 35 of the "Cabinet Office Ordinance Concerning Securities Companies."

6. Accounting for lease transactions

Financial leases that do not transfer ownership to lessees are not capitalized and are accounted for in the same manner as operating leases ("non-capitalized finance leases").

7. Accounting for significant hedging transactions

The Company uses interest rate swap trading to limit exposures to fluctuations in interest rate.

8. Accounting of consumption taxes

National and local consumption taxes are separately recorded.

(Accounting Standard for Impairment of Fixed Assets)

The Company adopted "Accounting Standard for Impairment of Fixed Assets (Opinions on the establishment of Accounting for Impairment of Fixed Assets, Business Accounting Council, August 9, 2002)" and "Guideline for the Application of Accounting Standard for Impairment of Fixed Assets (Accounting Standard Board of Japan, October 31, 2003)" from this fiscal year. Accordingly, income before income taxes has decreased by 4 million yen. Accumulated loss on impairment of fixed assets has been directly deducted from each asset.

【Notes to the balance sheet】

1. Accumulated depreciation deducted from tangible fixed assets:
328 Millions yen
2. Besides the fixed assets accounted for on the balance sheet, the Company has computers and server systems obtained under non-capitalized finance leases.
3. Assets collateralized
The Company is offering no assets as collateral. Although the securities bought by customers using the money loaned from the Company's own fund, of which fair value amounted to 8,838 million yen are collateralized for the loans from securities finance companies, 80,029 million yen of the guarantee securities received from customers are collateralized for the loans from securities finance companies.
4. Fair values of securities received and deposited are as follows (excluding those listed in the previous note):
 - (1) Securities deposited (Millions of Yen)
 - ① Securities lent for customers' short position of margin trading 43,662
 - ② Collateralized securities for the loans from securities companies 183,998
 - ③ Securities loaned for consumption 172,627
 - ④ Long-term guarantee securities deposited 5,236
 - ⑤ Securities pledged as collateral for short-term guarantee 2,145
 - (2) Securities received (Millions of Yen)
 - ① Securities received for customers' long position of margin trading 601,123
 - ② Collateralized securities for borrowing securities from securities finance companies 3,786
 - ③ Securities borrowed for consumption 1,551
 - ④ Securities borrowed and deposited from customers 536,583
 - ⑤ Securities received as collateral for short-term guarantee 919
5. Outstanding new share purchase rights issues on this article 280-19 of the pre-revised Commercial Code

Date	Number of outstanding shares to be issued	Price of issuance	Issuing period
June 1, 2001	Common Stock 307,917 shares	44 Yen	From December 1, 2003 To January 31, 2007

6. By applying the Article 124-3 of the Japanese Commercial Code, the Company recognized 822 million yen of net, unrealized gain on investment securities.

【Notes to the statement of income】

1. Trading with a subsidiary company

Selling, general and administrative expenses: 32 Million Yen

2. Net income per share 77.08 Yen

Calculation basis of per share information is as follows:

Net income on the statements of income 20,644 Million Yen

Net income not attributed to the common stock - Million Yen

Net income attributed to the common stock 20,644 Million Yen

Average number of the common stock outstanding
267,808 thousand shares

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2006 SEP -6 P 1:43

(Summary Translation) OFFICE OF INTERNATIONAL
CORPORATE FINANCE

Explanatory Document on Business and Assets

(For the year ended March 31, 2006)

This statement has been prepared and made available for the purpose of public inspection at all business offices of the Company pursuant to Article 50 of the Securities and Exchange Law and Article 80 of the Financial Futures Trading Law.

Matsui Securities Co., Ltd.

I. Matters concerning Outline and Organization of the Company

1. Trade Name: Matsui Securities Co., Ltd.

2. Date of Registration and Registered Number

Securities Firm:

December 1, 1998 (Director General of Kanto Local Finance Bureau (show) No. 58)

Financial Futures Firm:

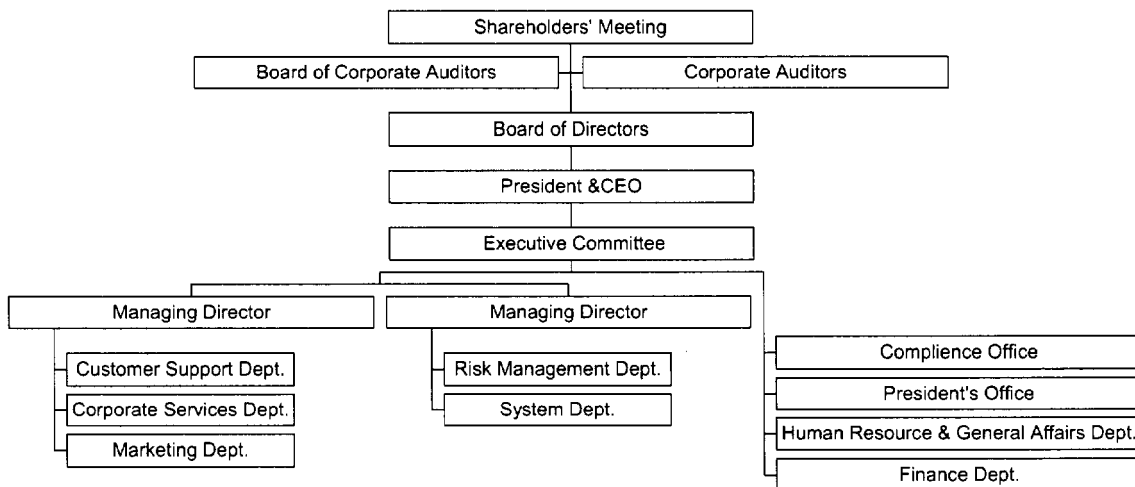
November 22, 2005 (Director General of Kanto Local Finance Bureau (kinsaki) No. 55)

3. Histories and Organization of the Company

(1) History of the Company

Translation omitted.

(2) Organization of the Company



4. Names of Major Shareholders, and Number of Shares held thereby

(Thousands of shares)

Chizuko Matsui	69,700	(26.06%)
Michio Matsui	31,096	(11.62%)
Shokosha Ltd.	24,391	(9.12%)
Maruroku Ltd.	10,692	(3.99%)
Japan Trustee Services Bank, Ltd. (Trust Account)	7,239	(2.70%)
The Master Trust Bank of Japan, Ltd. (Trust Account)	5,888	(2.20%)
Michitaro Matsui	4,390	(1.64%)
Chiaki Matsui	4,390	(1.64%)
Yuma Matsui	4,390	(1.64%)
Japan Securities Finance Co., Ltd.	3,895	(1.45%)

5. Names and Titles of Directors and Corporate Auditors

Michio Matsui	President and Chief Executive Officer
Yuichiro Kuki	Senior Managing Director
Akira Nakamura	Senior Managing Director
Yoshihiko Sugiyama	Director (General Manager of Risk Management Dept.)
Ayumi Sato	Director (General Manager of Customer Support Dept.)
Yukihiro Yabuki	Director (General Manager of Marketing Dept.)

Auditors:

Yoshinobu Isokawa	Standing Corporate Auditor
Kyosuke Moriya	Corporate Auditor
Kentaro Aoki	Corporate Auditor

Note: Three corporate auditors listed above are outside corporate auditors defined by the Article 18, Item 1 of "The Law Concerning the Exemption of the Commercial Code on the Corporate Audit"

6. Name and Location of Offices

Name	Address
Head Office	1-4, Kojimachi, Chiyoda-ku, Tokyo, Japan
Nihombashi Office	20-7 Nihombashi 1-chome, Chuo-ku, Tokyo, Japan
Sapporo Call Center	18-1 Minaminiho Nishi2-chome, Chuo-ku, Sapporo, Hokkaido, Japan

7. Business of the Company

- (1) Securities Business (Article 2, Item 8 of the Securities and Exchange Law)
Translation omitted.

(2) Auxiliary Business (Article 34, Item 1 of the Securities and Exchange Law)

Translation omitted.

(3) Other Business (Article 34, Items 2 and 4 of the Securities and Exchange Law)

Translation omitted.

8. Investor Protection Fund of which the Company is a member

The Japan Investor Protection Fund

9. Securities Dealers' Association of which the Company is a member

The Japan Securities Dealers' Association

10. Securities Exchanges of which the Company is a member

Tokyo Stock Exchange, Osaka Securities Exchange, Nagoya Stock Exchange, Fukuoka Stock Exchange, Sapporo Securities Exchange and Jasdaq Securities Exchange.

11. Financial Futures Associations and Financial Futures Exchanges of which the Company is a member

The Financial Futures Association of Japan

II. Matters concerning Status of Business

1. Outline of Business for the Year Ended March 31, 2006

- (1) Process and Results of Operations
Translation omitted.
- (2) Capital Investment and Financing
Translation omitted.
- (3) Matters to be Dealt with by the Company
Translation omitted.

2. Data Concerning Status of Business

- (1) Development of Operating Results, Etc.

(Millions of Yen)

	Year ended March 31, 2004	Year ended March 31, 2005	Year ended March 31, 2006
Common Stock	11,463	11,469	11,750
Shares outstanding	88,967 thousands of shares	89,055 thousands of shares	268,281 thousands of shares
Operating revenue	25,036	36,918	57,072
(Commissions)	20,206	27,083	42,477
((Brokerage))	18,933	25,182	39,182
((Underwriting and selling))	191	307	164
((Subscription and distribution))	36	29	23
((Others))	1,047	1,564	3,108
(Net trading gains)	30	(88)	(244)
((Stocks and others))	28	(94)	(253)
((Bonds and others))	—	—	—
((Financial Futures))	—	—	—
((Others))	2	6	9
(Net interest revenue)	4,800	9,923	14,839
Net operating revenues	23,738	34,623	54,150
Ordinary income	14,007	22,559	37,052
Net income	7,275	12,638	20,644

- (2) Status of Securities Business

1. Stock Trading Turnover

(Millions of Yen)

	Year ended March 31, 2004	Year ended March 31, 2005	Year ended March 31, 2006
Proprietary Trading	3,269	4,042	7,760
Brokerage	13,647,974	20,398,678	33,530,002
Total	13,651,243	20,402,719	33,537,762

2. Underwriting and Selling, Subscription and Distribution, and Private Offering
(Millions of Yen)

	Underwriting	Selling	Subscription	Distribution	Private Offering
Year ended March 31, 2004					
Stocks	4,094	4,094	1,706	—	—
Government Bonds	—	—	—	—	—
Municipal Bonds	—	—	—	—	—
Special Bonds	—	—	—	—	—
Corporate Bonds	—	—	—	—	—
Beneficiary Certificates	—	—	2,098	—	—
Year ended March 31, 2005					
Stocks	7,087	7,087	793	56	—
Government Bonds	—	—	—	—	—
Municipal Bonds	—	—	—	—	—
Special Bonds	—	—	—	—	—
Corporate Bonds	—	—	—	—	—
Beneficiary Certificates	—	—	3,160	—	—
Year ended March 31, 2006					
Stocks	4,042	4,042	987	0	—
Government Bonds	—	—	—	—	—
Municipal Bonds	—	—	—	—	—
Special Bonds	—	—	—	—	—
Corporate Bonds	—	—	—	—	—
Beneficiary Certificates	—	—	2,486	—	—

(3) Status of Other Business

Types of Business	Sales and Brokerage Volume		
	Year ended March 31, 2004	Year ended March 31, 2005	Year ended March 31, 2006
Insurance soliciting	Commissions revenue: 4 Million Yen	Commissions revenue: 0 Million Yen	Commissions revenue: 0 Million Yen
Retail dealing in foreign exchanges ※	Commissions revenue: 472 Million Yen	Commissions revenue: 461 Million Yen	Commissions revenue: 1,420 Million Yen
Advertisement agency	Commissions 18 Million Yen	Commissions 20 Million Yen	Commissions 28 Million Yen
Loan business	Interest Income 1 Million Yen	Interest Income 6 Million Yen	Interest Income 9 Million Yen

※Business on the financial futures.

(4) Status of Capital Adequacy Ratio

(Millions of Yen)

	As of March 31, 2004	As of March 31, 2005	As of March 31, 2006
Capital Adequacy Ratio (A/B)	436.1%	371.5%	346.0%
Equity capital after deducting certain fixed assets (A)	34,184	42,618	58,616
Risk (B)	7,837	11,471	16,938
Market risk	135	166	185
Counterparty risk	5,439	8,341	12,945
Basic risk	2,262	2,963	3,807

Note: Capital adequacy ratio is calculated with appropriated retained earnings being deducted from Tier I Capital.

(5) Number of Employees and Holders of Certificate of Commission Salesperson

	As of March 31, 2004	As of March 31, 2005	As of March 31, 2006
Employees	221	196	275
(Certified Commission Salesperson)	140	128	122
(Certified Commission Salesperson: Financial Futures)	—	—	110

III. Status of Properties

(1) Balance Sheets, Statements of Income and Statements of Appropriation of Retained Earnings

Balance Sheets

Item	March 31, 2005		March 31, 2006	
	Millions of Yen	%	Millions of Yen	%
(Assets)				
I Current Assets				
Cash and bank deposits	61,074		102,214	
Cash segregated as Deposits	223,003		322,005	
Cash in trust	9,000		1,000	
Trading assets	107		—	
Net receivables arising from pre-settlement date trades	923		705	
Margin account assets:	389,358		610,279	
Loans receivable from Customers	384,484		606,561	
Cash deposited as collateral for securities borrowed from securities finance companies	4,875		3,719	
Receivables on collateralized securities transactions:	1,610		1,747	
Cash deposits collateral for securities borrowed	1,610		1,747	
Receivables from customers:	133		17	
Receivables from customers	133		17	
Others	0		0	
Advances paid for subscription	—		66	
Short-term guarantee deposits	6,795		13,066	
Advances	0		10	
Prepaid expenses	182		190	
Accounts receivable	4		1	
Accrued income	3,431		5,050	
Deferred income taxes	613		1,115	
Others	1,029		2,781	
Allowance for doubtful accounts	(171)		(391)	
Total current assets	697,092	99.1	1,059,856	99.3
II Fixed assets				
1 Tangible fixed assets	821	0.1	784	0.1
Buildings	377		356	
Equipment and instruments	249		237	
Land	195		191	
2 Intangible assets	2,253	0.3	2,779	0.3
Software	2,215		2,748	
Telephone subscription rights	11		10	
Others	28		21	
3 Investments and others	3,227	0.5	3,724	0.3
Investment securities	1,680		1,934	
Shares of affiliate companies	450		450	
Investment in partnership	2		3	
Long-term loans receivable	30		283	
Long-term guarantee deposits	202		225	
Long-term prepaid expenses	13		9	
Deferred income taxes	776		1,031	
Others	104		551	
Allowance for doubtful accounts	(31)		(760)	
Total fixed assets	6,301	0.9	7,287	0.7
Total assets	703,393	100.0	1,067,143	100.0

Item	March 31, 2005		March 31, 2006	
	Millions of Yen	%	Millions of Yen	%
(Liabilities)				
I Current liabilities				
Trading assets		0		—
Margin account liabilities:		142,920		218,035
Loans from securities finance companies	103,384		178,733	
Proceeds of securities sold on customers' account	39,535		39,302	
Payables on collateralized securities transactions:		73,780		153,120
Cash deposits as collateral for securities loaned	73,780		153,120	
Deposits received:		106,566		155,472
Deposits received from customers	104,101		150,918	
Others	2,466		4,554	
Guarantee money received		137,467		196,235
Suspense account for undelivered securities		1		8
Short-term borrowings		93,829		118,650
Commercial paper		1,000		—
Bond due within one year		—		20,000
Deferred revenue		98		99
Accounts payable		750		826
Accrued expenses		1,353		2,120
Accrued income taxes		6,339		12,140
Accrued bonuses		301		382
Others		0		0
Total current liabilities		564,404		877,088
				82.2
II Long-term liabilities				
Bond		40,000		40,000
Convertible bond		40,000		39,800
Long-term borrowings		7,203		39,643
Reserve for directors' retirement bonuses		241		235
Total long-term liabilities		87,443		119,678
				11.2
III Statutory reserves				
Reserve for securities transactions		1,888		2,795
Total statutory reserves		1,888		2,795
				0.3
Total liabilities		653,735		999,562
				93.7

Item	March 31, 2005		March 31, 2006	
	Millions of Yen	%	Millions of Yen	%
(Shareholders' equity)				
I Common Stock	11,469	1.7	11,750	1.1
II Capital surplus				
1 Additional paid-in capital	9,317		9,598	
Total capital surplus	9,317	1.3	9,598	0.9
III Earned surplus				
1 Earned surplus reserves	159		159	
2 Voluntary reserves	4,250		4,250	
Special purpose reserves	4,250		4,250	
3 Inappropriate retained earnings	24,271		41,024	
Total earned surplus	28,680	4.1	45,433	4.2
IV Net unrealized gain (loss) on investment securities, net of taxes	213	0.0	822	0.1
V Treasury stock	(21)	(0.0)	(22)	(0.0)
Total shareholders' equity	49,658	7.1	67,581	6.3
Total liabilities and shareholders' equity	703,393	100.0	1,067,143	100.0

Statements of Income

Item	Year ended March 31, 2005		Year ended March 31, 2006	
	Millions of Yen	%	Millions of Yen	%
I Operating revenues				
Commissions		27,083	42,477	
Brokerage commissions	25,182		39,182	
Underwriting and selling commissions	307		164	
Subscription and distribution commissions	29		23	
Others	1,564		3,108	
Net gain (loss) on trading interest and dividend income		(88)	(244)	
Total operating revenues		9,923	14,839	
		36,918	57,072	100.0
II Interest expenses		2,295	2,922	
Net operating revenues		34,623	54,150	93.8
III Selling, general and administrative expenses		12,022	17,037	32.6
Transaction related expenses	3,339		5,000	
Employees' compensation and benefits	1,923		1,974	
Occupancy and rental	295		344	
Data processing and office supplies	5,376		7,173	
Depreciation	748		1,044	
Duties and taxes other than income taxes	189		348	
Provision of allowance for doubtful accounts	—		949	
Others	152		205	
Operating income		22,601	37,113	61.2
IV Non - operating income		67	168	0.2
Income from compensation for damages	—		122	
Dividend income	—		33	
Others	67		13	
V Non - operating expenses		108	230	0.3
Bond issuing costs	95		83	
Commissions on syndicated loans	2		109	
Others	12		37	
Ordinary income		22,559	37,052	61.1

Item	Year ended March 31, 2005		Year ended March 31, 2006			
	Millions of Yen	%	Millions of Yen	%		
VI Special profits						
Gain on sales of investment securities	—		189			
Reversal of allowance for doubtful accounts	49		—			
Total special profits	49	0.2	189	0.3		
VII Special losses						
Loss on sales and disposals of property and equipment	19		87			
Loss on impairment of fixed assets	—		4			
Provision for statutory reserves	627		907			
Devaluation loss on telephone subscription rights	8		—			
Devaluation loss on corporate golf membership and resort membership	—		31			
Total special losses	653	1.8	1,029	1.8		
Income before income taxes		21,954	59.5		36,212	63.4
Income taxes - current	9,481				16,744	
Income taxes - deferred	(164)	9,317	25.3	(1,176)	15,568	27.2
Net income		12,638	34.2		20,644	36.2
Inappropriate retained earnings at the beginning of period		11,633			20,380	
Inappropriate retained earnings at the end of period		24,271			41,024	

Statements of Appropriation of Retained Earnings

Item	Year ended March 31, 2005 (June 26, 2005)		Year ended March 31, 2006 (June 25, 2006)	
	(Millions of Yen)		(Millions of Yen)	
I Inappropriate retained earnings at the end of period		24,271		41,024
II Appropriation				
Dividends *1	3,792		6,194	
Bonuses to directors	99	3,891	—	6,194
III Inappropriate retained earnings brought forward to the following period		20,380		34,830

*Note 1 Cash dividend per share for the year ended March 31, 2005: 42.58Yen.

Cash dividend per share for the year ended March 31, 2006: 23.09Yen.

2 Dates mentioned in the table above are those of the ordinary general shareholders' meeting held for approval.

Pursuant to the "Regulations of Financial Statements" (Ministry of Finance Ordinance No. 59, 1963) and its Article 2, the financial statements of the Company are prepared in accordance with the "Cabinet Office Ordinance Concerning Securities Companies" (Prime Minister's Office Ordinance and Ministry of Finance Ordinance No. 32, 1998) and the "Uniform Accounting Standards of Securities Companies" (set by the board of directors of the Japan Securities Dealers' Association, November 14, 1974).

Notice to readers:

The financial statements have been prepared in accordance with the provision set forth in the Commercial Code of Japan and the Securities and Exchange Law, and in conformity with accounting principles and practices generally accepted in Japan, which are different in certain respects from the application and disclosure requirements of International Financial Reporting Standards.

The financial statements are not intended to present the financial position and results of operations in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Japan.

(2) Major Sources of Borrowings and Amounts thereof

(Millions of Yen)

Lenders	Types of borrowings	Outstanding Balance as of March 31, 2005	Outstanding Balance as of March 31, 2006
The Bank of Tokyo-Mitsubishi UFJ, Ltd.	Short-term borrowings	5,000	25,000
	Long-term borrowings	5,200	4,990
Resona Bank, Limited	Short-term borrowings	5,000	15,000
Sumitomo Mitsui Banking Corporation	Short-term borrowings	5,000	15,000
	Long-term borrowings	363	218
The Norinchukin Bank	Short-term borrowings	2,000	15,000
Mizuho Corporate Bank, Ltd.	Short-term borrowings	5,000	10,000
The Sumitomo Trust & Banking Co., Ltd.	Short-term borrowings	3,000	10,000
Syndicated Loan	Long-term borrowings	28,000	33,000
Japan Securities Finance Co., Ltd.	Loans from securities finance companies	86,687	161,156
Osaka Securities Finance Co., Ltd.	Loans from securities finance companies	16,120	15,910

Note 1: Outstanding balance as of March 31, 2005 of short-term borrowings of the Bank of Tokyo-Mitsubishi UFJ, Ltd. is from the former UFJ Bank Ltd. and that of long-term borrowings of the Bank of Tokyo-Mitsubishi UFJ, Ltd. is from the former Bank of Tokyo-Mitsubishi, Ltd. The former UFJ Bank Ltd. and the former Bank of Tokyo-Mitsubishi, Ltd. were merged on June 1, 2006.

2: Syndicated loan is financed by the coordination of 38 financial institutions arranged by Mizuho Corporate Bank. Mizuho Corporate Bank also works as the agent for this loan.

(3) Status of Securities held by the Company

1. "Other securities" held without selling purposes

① Securities whose market value is available

(Millions of Yen)

		As of March 31, 2005			As of March 31, 2006		
		Acquisition cost	Book value	Difference	Acquisition cost	Book value	Difference
Those whose book value exceeds acquisition cost	(1) Stocks	211	702	491	152	1,533	1,381
	(2) Bonds	—	—	—	—	—	—
	(3) Others	—	—	—	—	—	—
	Sub total	211	702	491	152	1,533	1,381
Those whose book value do not exceed acquisition costs	(1) Stocks	707	575	(132)	—	—	—
	(2) Bonds	—	—	—	—	—	—
	(3) Others	—	—	—	—	—	—
	Sub total	707	575	(132)	—	—	—
Total		918	1,277	359	152	1,533	1,381

② Major securities whose market value is not available

(Millions of Yen)

	As of March 31, 2005	As of March 31, 2006
	Book value	Book value
"Other securities" which are not listed on securities exchanges, etc.	404	401

Note: Securities which are not listed on securities exchanges include investment in partnership to the business association of investment.

(4) Status of Securities Derivative Transactions

There is no pertinent matter.

(5) Audit of the Financial Statements by an Audit Corporation, Etc.

The financial statements of the Company have been audited by ChuoAoyama PricewaterhouseCoopers pursuant to Article 193-2 of the Securities and Exchange Law.

IV. Status of Management System

1. Outline of Internal Management

Translation omitted.

2. Status of Securities Custody

(1) Trusted money segregated for customers as fiduciary assets

(Millions of Yen)

	As of March 31, 2006
Required amount of money to be segregated for customers as fiduciary assets calculated on the latest reference date	307,676
Trusted money segregated for customers as fiduciary assets	322,005
Required amount of money to be segregated for customers as fiduciary assets calculated at the end of period	308,433

(2) Safekeeping of Securities

① Customers' securities in Custody

Types of Securities	Domestic Securities	Overseas Securities
Stocks	1,137,345 thousands of shares	227,887 thousand shares
Bonds	— Millions of Yen	— Millions of Yen
Beneficiary Certificates	1 Million units	1,512 Million units
Others (Warrant)	— Million warrants	135 Million warrants

② Securities borrowed and deposited from customers

	Number of securities
Stocks	504,063 thousand shares
Beneficiary Certificates	0 million units

③ Safekeeping practices

Translation omitted.

3. Status of Management and the Amount of Money to be Managed Separately from the Company's Assets.

Trusted money segregated for customers as fiduciary assets

(Millions of Yen)

	As of March 31, 2006
Required amount of money to be segregated for customers as deposits to cover the required amounts calculated on the reference date	11,216
Deposits segregated to cover the required amounts	12,500
Required amount of money to be segregated for customers as deposits to cover the required amounts calculated at the end of period	11,254

Trust current account of the Sumitomo Trust & Banking Co., Ltd. is managed separately.

V. Status of Consolidated Subsidiaries of the Company, Etc.

1. Business Group

The Company invests on the 100% share of Matsui Real Estate Co., Ltd.

2. Trade Name, Location, Shareholders' Equity and Description of Business of Subsidiaries and Affiliates of the Company

Trade Name	Location	Paid in Capital	Business involved	Voting rights held by the Company and its subsidiaries	The percentage share of Voting rights owned by the Company
Matsui Real Estate Co., Ltd.	20-7, Nihombashi 1-chome, Chuo-ku, Tokyo	100 Million Yen	Holding, management and rental of real estates	9,000	100.0%