

JAPAN SECURITIES FINANCE CO.,LTD.

Consolidated Financial Results for the Third Quarter ended December 31, 2009

Name : Japan Securities Finance Co.,Ltd.

Listing : First Section, Tokyo Stock Exchange

Stock code number : 8511

Address : 1-2-10, Nihonbashi Kayaba-cho, Chuo-ku, Tokyo, Japan 103-0025

Phone : +81-3-3666-3184

(Millions of yen, rounded down to nearest million)

1.Consolidated Financial Results for the Third Quarter of Fiscal 2009(April 1,2009-December31,2009)

(1)Consolidated Results of Operations

(% change from year-on-year for those items)

	Operating Revenues		Operating Income or Loss (△)		Recurring Income or Loss (△)		Net Income or Loss (△)	
	(millions of Yen)	(% change)	(millions of Yen)	(% change)	(millions of Yen)	(% change)	(millions of Yen)	(% change)
Third Quarter of Fiscal 2009	21,530	△38.0	4,926	—	4,165	—	2,500	—
Third Quarter of Fiscal 2008	34,704	—	△4,262	—	△4,284	—	△5,798	—
Fiscal 2008	44,299	△12.4	△4,797	—	△5,479	—	△7,503	—

	Net Income or Loss (△) per Share EPS (Yen)	Net Income per Share (Yen) (fully diluted)
Third Quarter of Fiscal 2009	27.02	—
Third Quarter of Fiscal 2008	△61.90	—
Fiscal 2008	△80.33	—

(2)Consolidated Financial Position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Equity Ratio (%)	Net Assets per Share (Yen)
As of Dec.31, 2009	4,926,685	112,345	2.5	1,213.76
As of Dec.31, 2008	4,806,286	109,581	2.7	1,183.69
Fiscal 2008	5,293,277	107,232	2.3	1,158.32

Note: Shareholders Equity: ¥112,345million (Fiscal 2008: ¥107,232 million)

Equity Ratio = Equity capital / Liabilities(*) & Net assets × 100(* Excluding Collateral money for securities lent, Securities borrowed, etc.)

2. Dividends

	Dividends per Share		
	Interim (Yen)	Year-End (Yen)	Annual (Yen)
Fiscal 2008	10.00	10.00	20.00
Fiscal 2009	7.00	/	14.00
Fiscal 2009 (Forecast)	/		

Note : Amendment of Forecast None

3. Consolidated Estimated Figures for fiscal 2009(April 1,2009— March 31,2010)

(% change from year-on-year for those items)

	Operating Income		Recurring Income		Net Income		Net Income per Share EPS (Yen)
	(Millions of yen)	(% change)	(Millions of yen)	(% change)	(Millions of yen)	(% change)	
Full-year	4,800	—	4,000	—	2,200	—	23.77

4. Others

- (1) Changes in the scope of important consolidation for subsidiaries (yes/no):No
- (2) Adoption of simplified accounting methods and specified accounting methods for quarterly consolidated financial statements : No
- (3) Changes in accounting policies for quarterly consolidated financial statements:
 - ①Changes according to revision of accounting standards: No
 - ②Others: No
- (4) Number of Issued Shares(common stock)
 - ①Number of issued shares (Including treasury stock)
As of Dec.31, 2009 : 93,700,000 Fiscal 2008 : 93,700,000
 - ②Number of Treasury stocks
As of Dec.31, 2009 : 1,139,546 Fiscal 2008 : 1,124,104
 - ③Average number of shares
For nine months ended Dec.31, 2009 : 92,561,312
For nine months ended Dec.31, 2008 : 93,677,207

Consolidated Balance Sheets

【Assets】	Third Quarter Dec.31,2008	Third Quarter Dec.31,2009	Fiscal 2008 Mar.31,2009
	(millions of yen)	(millions of yen)	(millions of yen)
I Current Assets	4,378,999	4,352,374	4,861,332
Cash	1,481	26,507	2,957
Call Loans	7,000	2,000	7,000
Short-term Investments	1,579,669	2,187,303	2,697,282
Short-term Loans Receivable	648,917	560,573	503,070
Securities Lent	378,491	297,110	460,437
Securities in Custody	205,000	55,911	23,000
Securities in Deposit	95,102	161,645	94,262
Deferred Tax Assets	267	496	536
Collateral Money for Securities Borrowed	1,456,527	1,060,051	1,042,222
Other Current Assets	8,369	3,688	33,382
Allowance for Doubtful Receivables	△ 1,827	△ 2,914	△ 2,820
II Non-current Assets	427,286	574,311	431,945
Investments, etc.	418,562	565,790	424,150
Allowance for Doubtful Receivables	△ 114	△ 794	△ 782
Total Assets	4,806,286	4,926,685	5,293,277

【Liabilities and Stockholders' Equity】	Third Quarter Dec.31,2008	Third Quarter Dec.31,2009	Fiscal 2008 Mar.31,2009
	(millions of yen)	(millions of yen)	(millions of yen)
I Current Liabilities	4,643,998	4,759,536	5,133,479
Call Money	1,501,400	1,424,800	1,387,800
Short-term Borrowings	621,610	1,456,010	1,676,310
Commercial Paper	—	61,000	15,000
Payables under Repurchase Agreements	726,516	453,015	637,881
Collateral Money for Securities Lent	1,076,927	808,368	791,540
Collateral Securities Deposited	236,023	293,117	244,306
Securities Borrowed	441,277	215,071	332,259
Securities Lent Opposite Account	1,292	6,478	1,133
Other Current Liabilities	38,950	41,675	47,247
II Non-current Liabilities	52,705	54,802	52,565
Long-term Borrowings	48,500	48,500	48,500
Liabilities for Retirement and Severance Benefits	2,569	2,418	2,584
Other Non-Current Liabilities	1,636	3,884	1,480
Total Liabilities	4,696,704	4,814,339	5,186,044
Total Net Assets	109,581	112,345	107,232
Total Liabilities and Stockholders' Equity	4,806,286	4,926,685	5,293,277

Consolidated Statement of Operations

	Third Quarter Apr.1,2008- Dec.31,2008	Third Quarter Apr.1,2009- Dec.31,2009	Fiscal 2008 Apr.1,2008- Mar.31,2009
	(millions of yen)	(millions of yen)	(millions of yen)
Operating Revenues	34,704	21,530	44,299
Interest on Loans	6,957	4,316	8,451
Interest on Collateral Money for Securities Borrowed	5,160	2,450	6,233
Fees on Lending Securities	10,200	6,140	14,208
Other Operating Revenues	12,386	8,623	15,405
Operating Expenses	31,485	10,478	37,690
Interest on Borrowing & Commercial Paper	13,833	4,077	15,713
Fees on Borrowing Securities	8,449	4,873	12,008
Other Operating Expenses	9,203	1,528	9,968
Operating Profit	3,218	11,051	6,609
General and Administrative Expenses	7,480	6,124	11,406
Operating Income	△ 4,262	4,926	△ 4,797
Non-operating Revenues	255	188	292
Non-operating Expenses	278	949	975
Recurring Income	△ 4,284	4,165	△ 5,479
Extraordinary Profit	26	0	26
Extraordinary Loss	496	37	778
Net Income before Income Taxes	△ 4,754	4,128	△ 6,231
Current Income Taxes	1,139	1,414	1,646
Deferred Income Taxes	△ 95	212	△ 373
Net Income	△ 5,798	2,500	△ 7,503

Consolidated Average Outstanding Balance of Loans

	Third Quarter Apr.1,2008 - Dec.31,2008		Third Quarter Apr.1,2009 - Dec.31,2009		Fiscal 2008 Apr.1,2008 - Mar.31,2009	
	(billions of yen)	(% ratio)	(billions of yen)	(% ratio)	(billions of yen)	(% ratio)
Loans for Margin Transactions	366.7	41.5	325.2	55.0	336.3	41.7
Bond Financing & General Loans	54.4	6.2	46.9	7.9	51.8	6.4
Loans for Negotiable Margin Transactions	15.6	1.8	17.1	2.9	14.2	1.8
Sales under Repurchase Agreements	0.1	0.0	0.4	0.1	0.0	0.0
Trust Bank Loans	453.9	51.4	204.1	34.5	410.8	50.9
Other Loans	7.5	0.9	14.5	2.5	7.7	1.0
Total	882.8	100.0	591.2	100.0	806.8	100.0
Securities Lent for Margin Transactions	403.6	—	387.7	—	396.1	—

Business Information for Consolidated Operating Revenues

	Third Quarter Apr.1,2008 - Dec.31,2008		Third Quarter Apr.1,2009 - Dec.31,2009		Fiscal 2008 Apr.1,2008 - Mar.31,2009	
	(millions of yen)	(% ratio)	(millions of yen)	(% ratio)	(millions of yen)	(% ratio)
Loans for Margin Transactions	14,483	41.7	10,091	46.9	19,638	44.3
(Interest on Loans)	3,250	9.4	2,515	11.7	3,899	8.8
(Interest on Collateral Money of Securities Borrowed)	1,460	4.2	1,439	6.7	1,992	4.5
(Fees on Lending Securities)	9,444	27.2	5,780	26.8	13,278	30.0
Bond Financing and General Loans	941	2.7	944	4.4	1,275	2.9
Securities Lending	4,257	12.3	1,135	5.3	4,848	10.9
(Stocks)	411	1.2	243	1.1	462	1.0
(Bonds)	3,845	11.1	892	4.2	4,386	9.9
Trust Banking	7,137	20.6	4,445	20.6	8,780	19.8
(Interest on Loans)	2,759	8.0	1,025	4.8	3,348	7.6
(Trust Charges)	160	0.5	178	0.8	209	0.5
Real Estate Leasing	824	2.4	779	3.6	1,091	2.5
Other Business	7,060	20.3	4,133	19.2	8,664	19.6
Total	34,704	100.0	21,530	100.0	44,299	100.0