

JAPAN SECURITIES FINANCE CO.,LTD.

Consolidated Financial Results for the Second Quarter ended September 30, 2009

Name : Japan Securities Finance Co.,Ltd.

Listing : First Section, Tokyo Stock Exchange

Stock code number : 8511

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(Millions of yen, rounded down to nearest million)

1. Consolidated Financial Results for the Second Quarter of Fiscal 2009(April 1,2009-September 30,2009)

(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)
Second Quarter of Fiscal 2009	15,749	△32.4	3,790	—	3,512	—	2,238	—
Second Quarter of Fiscal 2008	23,282	—	△1,751	—	△1,453	—	△2,391	—
Fiscal 2008	44,299	△12.4	△4,797	—	△5,479	—	△7,503	—

	Net Income or Loss (△) per Share	Net Income per Share
	EPS (Yen)	(Yen) (fully diluted)
Second Quarter of Fiscal 2009	24.18	—
Second Quarter of Fiscal 2008	△25.38	—
Fiscal 2008	△80.33	—

(2)Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	(Millions of Yen)	(Millions of Yen)	(%)	(Yen)
As of September.30, 2009	5,339,446	111,551	2.4	1,205.17
As of September.30, 2008	4,897,246	111,375	2.6	1,203.03
Fiscal 2008	5,293,277	107,232	2.3	1,158.32

Note: Shareholders Equity: ¥ 111,551 million (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	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
	(Millions of yen)	(% change)	(Millions of yen)	(% change)	(Millions of yen)	(% change)	EPS (Yen)
Full-year	4,900	—	4,900	—	3,200	—	34.57

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 Sep.30, 2009 : 93,700,000 Fiscal 2008 : 93,700,000
 - ②Number of Treasury stocks
As of Sep.30, 2009 : 1,139,000 Fiscal 2008 : 1,124,104
 - ③Average number of shares
For six months ended Sep.30, 2009 : 92,561,560
For six months ended Sep.30, 2008 : 94,229,884

Consolidated Balance Sheets

【Assets】	Second Quarter Sep.30,2008	Second Quarter Sep.30,2009	Fiscal 2008 Mar.31,2009
	(millions of yen)	(millions of yen)	(millions of yen)
I Current Assets	4,546,934	4,849,949	4,861,332
Cash	4,559	12,019	2,957
Call Loans	24,000	2,000	7,000
Short-term Investments	1,471,517	2,160,302	2,697,282
Short-term Loans Receivable	940,364	639,541	503,070
Securities Lent	419,409	376,101	460,437
Securities in Custody	0	30,594	23,000
Securities in Deposit	223,651	214,573	94,262
Deferred Tax Assets	435	616	536
Collateral Money for Securities Borrowed	1,341,077	1,414,694	1,042,222
Other Current Assets	123,228	2,311	33,382
Allowance for Doubtful Receivables	△ 1,308	△ 2,805	△ 2,820
II Non-current Assets	350,312	489,496	431,945
Investments, etc.	341,225	481,999	424,150
Allowance for Doubtful Receivables	△ 75	△ 795	△ 782
Total Assets	4,897,246	5,339,446	5,293,277

【Liabilities and Net Assets】	Second Quarter Sep.30,2008	Second Quarter Sep.30,2009	Fiscal 2008 Mar.31,2009
	(millions of yen)	(millions of yen)	(millions of yen)
I Current Liabilities	4,731,052	5,173,830	5,133,479
Call Money	1,884,300	1,396,400	1,387,800
Short-term Borrowings	890,210	1,540,710	1,676,310
Commercial Paper	0	17,500	15,000
Payables under Repurchase Agreements	618,810	698,230	637,881
Collateral Money for Securities Lent	647,342	767,994	791,540
Collateral Securities Deposited	446,412	384,728	244,306
Securities Borrowed	191,420	234,436	332,259
Securities Lent Opposite Account	5,228	2,104	1,133
Other Current Liabilities	47,328	131,726	47,247
II Non-current Liabilities	54,818	54,064	52,565
Long-term Borrowings	51,000	48,500	48,500
Liabilities for Retirement and Severance Benefits	2,538	2,397	2,584
Other Non-Current Liabilities	1,280	3,166	1,480
Total Liabilities	4,785,871	5,227,894	5,186,044
Total Net Assets	111,375	111,551	107,232
Total Liabilities and Net Assets	4,897,246	5,339,446	5,293,277

Consolidated Statement of Operations

	Second Quarter Apr.1,2008- Sep.30,2008	Second Quarter Apr.1,2009- Sep.30,2009	Fiscal 2008 Apr.1,2008- Mar.31,2009
	(millions of yen)	(millions of yen)	(millions of yen)
Operating Revenues	23,282	15,749	44,299
Interest on Loans	5,021	2,875	8,451
Interest on Collateral Money for Securities Borrowed	3,051	1,864	6,233
Fees on Lending Securities	6,560	4,585	14,208
Other Operating Revenues	8,649	6,423	15,405
Operating Expenses	20,262	7,909	37,690
Interest on Borrowing & Commercial Paper	9,473	2,868	15,713
Fees on Borrowing Securities	5,351	3,665	12,008
Other Operating Expenses	5,437	1,374	9,968
Operating Profit	3,020	7,840	6,609
General and Administrative Expenses	4,771	4,049	11,406
Operating Income	△ 1,751	3,790	△ 4,797
Non-operating Revenues	313	153	292
Non-operating Expenses	16	431	975
Recurring Income	△ 1,453	3,512	△ 5,479
Extraordinary Profit	26	1	26
Extraordinary Loss	29	5	778
Net Income before Income Taxes	△ 1,455	3,507	△ 6,231
Current Income Taxes	1,011	1,200	1,646
Deferred Income Taxes	△ 75	69	△ 373
Net Income	△ 2,391	2,238	△ 7,503

Consolidated Average Outstanding Balance of Loans

	Second Quarter Apr.1,2008 - Sep.30,2008		Second Quarter Apr.1,2009 - Sep.30,2009		Fiscal 2008 Apr.1,2008 - Mar.31,2009	
	(billions of yen)	(% ratio)	(billions of yen)	(% ratio)	(billions of yen)	(% ratio)
Loans for Margin Transactions	423.2	43.9	317.1	53.9	336.3	41.7
Bond Financing & General Loans	60.8	6.3	47.9	8.2	51.8	6.4
Loans for Negotiable Margin Transactions	20.1	2.1	17.7	3.0	14.2	1.8
Sales under Repurchase Agreements	0.1	0.0	0.6	0.1	0.0	0.0
Trust Bank Loans	472.3	49.0	207.7	35.3	410.8	50.9
Other Loans	7.5	0.8	14.5	2.5	7.7	1.0
Total	964.1	100.0	587.9	100.0	806.8	100.0
Securities Lent for Margin Transactions	442.4	—	431.1	—	396.1	—

Business Information for Consolidated Operating Revenues

	Second Quarter Apr.1,2008 - Sep.30,2008		Second Quarter Apr.1,2009 - Sep.30,2009		Fiscal 2008 Apr.1,2008 - Mar.31,2009	
	(millions of yen)	(% ratio)	(millions of yen)	(% ratio)	(millions of yen)	(% ratio)
Loans for Margin Transactions	9,813	42.2	7,426	47.2	19,638	44.3
(Interest on Loans)	2,491	10.7	1,638	10.4	3,899	8.8
(Interest on Collateral Money of Securities Borrowed)	999	4.3	1,133	7.2	1,992	4.5
(Fees on Lending Securities)	6,125	26.3	4,351	27.6	13,278	30.0
Bond Financing & General Loans	639	2.7	650	4.1	1,275	2.9
Securities Lending	2,417	10.4	801	5.1	4,848	10.9
(Stocks)	292	1.3	152	1.0	462	1.0
(Bonds)	2,124	9.1	649	4.1	4,386	9.9
Trust Banking	5,009	21.5	3,382	21.5	8,780	19.8
(Interest on Loans)	1,855	8.0	703	4.5	3,348	7.6
(Trust Charges)	103	0.4	114	0.7	209	0.5
Real Estate Leasing	552	2.4	526	3.3	1,091	2.5
Other Business	4,850	20.8	2,962	18.8	8,664	19.6
Total	23,282	100.0	15,749	100.0	44,299	100.0