

Interim Consolidated Financial Summary
(for the nine months ended December 31, 2004)

Company's name: **Mizuho Securities Co., Ltd. ("the Company")**
(URL <http://www.mizuho-sc.com>) Location: Tokyo

Representative: Name: Yoshio Osawa
Title: President

For inquiry: Name: Keisuke Yokoo
Title: Managing Director, Head of Planning Group Phone: (03) 5208-3212

Parent company: Mizuho Financial Group, Inc. The percentage of stock held by the parent company: 81.5%
(Stock code number: 8411)

Application of US GAAP: No (Including indirect holding by the parent company: 81.5%)

Business performance for the nine months ended December 31, 2004 (April 1, 2004 through December 31, 2004)

(note) Any fraction of less than ¥1 million in each indicated amount is rounded down.

(1) Consolidated operating results

	Operating revenues		Net operating revenues		Operating profit		Ordinary profit	
	mil. yen	%	mil. yen	%	mil. yen	%	mil. yen	%
9 months ended December 31, 2004	186,487	(10.5)	97,465	(6.1)	31,758	(3.6)	32,648	(0.2)
9 months ended December 31, 2003	168,720		91,884		30,641		32,574	
Year ended March 31, 2004	225,023		123,947		37,646		40,234	

	Net profit		Net profit per share	Diluted net profit per share
	mil. yen	%	yen	yen
9 months ended December 31, 2004	19,234	(11.4)	5,947 . 13	— . —
9 months ended December 31, 2003	17,264		5,747 . 12	— . —
Year ended March 31, 2004	19,622		6,532 . 18	— . —

(note) ① Equity in earnings from investments in affiliates:

9 months ended Dec. 31, 2004: 43 mil. yen 9 months ended Dec. 31, 2003: 69 mil. yen
Year ended March 31, 2004: 42 mil. yen

② Average number of share outstanding(consolidated):

9 months ended Dec. 31, 2004: 3,234,301 Shares 9 months ended Dec. 31, 2003: 3,004,000 Shares
Year ended March 31, 2004: 3,004,000 Shares

③ Change in accounting policies: No change

④ The percentage in the column of operating revenues, net operating revenues, operating profit, ordinary profit and net profit indicate percentage of change from the same period in the previous year.

(2) Consolidated financial position

	Total assets	Shareholders' equity	Shareholders' equity to total assets	Shareholders' equity per share
	mil. yen	mil. yen	%	yen
9 months ended December 31, 2004	16,891,123	367,825	2.2	99,817 . 01
9 months ended December 31, 2003	13,408,357	280,685	2.1	93,437 . 23
Year ended March 31, 2004	12,217,836	289,677	2.4	96,430 . 57

(note) ① Number of share outstanding(consolidated):

9 months ended Dec. 31, 2004: 3,685,000 Shares 9 months ended Dec. 31, 2003: 3,004,000 Shares
Year ended March 31, 2004: 3,004,000 Shares

② Shareholders' equity to total assets = Total shareholders' equity ÷ (Liabilities + Stocks held by Minority Shareholders + Total shareholders' equity) × 100

(3) Scope of Consolidation and Application of the Equity Method

Number of Consolidated Subsidiaries: 9
Nonconsolidated subsidiaries accounted for by the Equity Method: -
Affiliates accounted for by the Equity Method: 6

(4) Change in Scope of Consolidation and Application of the Equity Method

	Consolidation	Equity Method
Newly Consolidated:	1	Newly applied: 2
Excluded:	-	Ceased: -

【Overview of Group Structures】

The Company and its subsidiaries and affiliates mainly operate debt and equity securities, M&A, structured finance and other businesses in securities and investment banking field and offer to corporate investors and customers including corporations, financial institutions and public-sector organizations, the high-quality financial products and services by conducting advanced financial technologies suitable for a wide range of customers' needs.

The Company has a presence in major financial centers in the UK, Switzerland, the United States and Hong Kong as a global investment banking firm focusing on trading and underwriting securities.

In March 2004, the Company bought stocks of subsidiaries in the UK(Mizuho International plc), Switzerland(Mizuho Bank (Switzerland) Ltd.) and the United States(Mizuho Securities USA Inc.) from Mizuho Corporate Bank, Ltd., Mizuho Bank Ltd. and other group company. As a result, these companies became wholly-owned subsidiaries of the Company.

The major companies in the Company's group are as follows:

Name of Companies	Location	Capital	Major Operation	Ownership Percentage
(Parent companies)				
Mizuho Financial Group, Inc.	Chiyoda-ku, Tokyo	mil.yen 1,540,965	Bank holding company	—
Mizuho Holdings, Inc.	Chiyoda-ku, Tokyo	mil.yen 1,000,000	Bank holding company	—
Mizuho Corporate Bank, Ltd.	Chiyoda-ku, Tokyo	mil.yen 1,070,965	Commercial banking	—
(Consolidated subsidiaries)				
Mizuho Securities Asia Limited	Hong Kong, People's Republic of China	mil. HK\$ 330	Securities	100.00%
Japan Investor Relations and Investor Support, Inc.	Chiyoda-ku, Tokyo	mil.yen 100	IR consulting services	97.00%
The Bridgeford Group, Inc.	New York, USA	US\$ 1,000,000	M&A business	100.00%
Mizuho Bank (Switzerland)Ltd.	Zurich, Switzerland	mil.SFR 53	Securities, commercial banking and private banking	100.00%
Mizuho International plc	London, UK	mil. £ 257	Securities, commercial banking and custody services	100.00%
Mizuho Securities USA Inc.	Hoboken, New Jersey, USA	US\$ 231,300	Securities and derivatives brokerage	100.00%
(Other affiliates)				
Mobile Internet Capital Inc.	Minato-ku, Tokyo	mil.yen 100	Venture capital	30.00%
Japan Industrial Partners Inc.	Minato-ku, Tokyo	mil.yen 100	Investment advisory services	33.75%
Basic Capital Management, Limited	Chiyoda-ku, Tokyo	mil.yen 100	Investment advisory services	50.00%
Industrial Decisions, Inc.	Minato-ku, Tokyo	mil.yen 40	Consulting services	50.00%
Polaris Principal Finance Co., Ltd.	Chiyoda-ku, Tokyo	mil.yen 200	Investment advisory services	50.00%
Max Investment Advisory Co., Ltd	Chuo-ku, Tokyo	mil.yen 80	Investment advisory services	25.00%

(note) Polaris Principal Finance Co., Ltd. and Max Investment Advisory Co., Ltd. were established and newly accounted for by the equity method in this period.

Consolidated Balance Sheets
(As of December 31, 2004)

(Unit: Millions of yen)

Description	As of December 31, 2004	As of December 31, 2003	Change	As of March 31, 2004
Assets				
Current assets	16,757,286	13,280,099	3,477,187	12,067,577
Cash and deposits	106,376	59,828	46,547	78,624
Cash segregated as deposits	9,225	2,590	6,635	7,276
Securities	18,586	18,717	(131)	19,497
Trading assets	7,377,480	5,361,583	2,015,896	4,489,771
Trading securities and others	7,247,309	5,297,907	1,949,401	4,387,170
Derivative transactions	130,171	63,676	66,494	102,600
Operational securities	5,779	2,340	3,439	4,572
Margin transaction assets	31,559	7,934	23,625	7,002
Loans secured by securities	8,941,797	7,703,901	1,237,896	7,363,844
Guarantee deposits	26,225	19,524	6,701	23,382
Securities fails to deliver	179,463	36,328	143,134	8,504
Valuation margin paid	5,115	8,331	(3,215)	14,455
Short-term loans receivable	2,560	4,894	(2,333)	5,918
Accrued income	37,736	36,221	1,514	33,923
Short-term deferred tax assets	3,329	3,927	(598)	5,074
Others	12,064	13,995	(1,931)	5,752
Allowance for doubtful accounts	(13)	(20)	7	(22)
Fixed assets	133,836	128,257	5,578	150,259
Tangible fixed assets	12,247	10,560	1,686	10,107
Buildings	5,750	6,342	(591)	6,045
Furniture and fixture	3,635	4,218	(583)	4,062
Others	2,861	—	2,861	—
Intangible fixed assets	8,499	8,395	104	8,912
Goodwill	205	56	148	277
Software	8,234	8,275	(41)	8,572
Others	60	62	(2)	62
Investments	113,089	109,301	3,787	131,238
Investment Securities	104,051	103,303	748	126,119
Other equity investments	3,263	1,632	1,631	1,090
Long-term guarantee deposits	2,989	2,987	1	2,837
Long-term prepaid expenses	16	8	7	8
Long-term deferred tax assets	1,786	890	896	620
Others	981	478	502	562
Total assets	16,891,123	13,408,357	3,482,766	12,217,836

(Unit: Millions of yen)

Description	As of December 31, 2004	As of December 31, 2003	Change	As of March 31, 2004
Liabilities				
Current liabilities	16,133,605	12,938,314	3,195,291	11,715,593
Trading liabilities	4,866,622	4,346,775	519,846	3,462,620
Trading securities and others	4,726,188	4,271,782	454,405	3,341,236
Derivative transactions	140,434	74,993	65,440	121,383
Payable-unsettled trades	750,895	258,789	492,106	21,187
Margin transaction liabilities	20,057	50	20,006	—
Borrowings secured by securities	8,270,104	7,376,752	893,352	6,929,820
Deposits received	21,375	14,010	7,364	16,870
Cash collateral received from customers	30,953	34,431	(3,478)	28,802
Securities fails to receive	193,696	41,526	152,170	1,457
Valuation margin received	6	—	6	—
Short-term borrowings	1,607,629	572,236	1,035,393	901,643
Commercial paper	269,300	188,000	81,300	237,800
Short-term bonds and notes	38,724	38,627	96	43,266
Accrued expenses	36,930	33,391	3,539	25,791
Income taxes payable	3,618	12,412	(8,793)	16,366
Reserve for bonuses	11,967	13,060	(1,092)	20,154
Short-term deferred tax liabilities	3	10	(6)	10
Others	11,718	8,239	3,479	9,803
Fixed liabilities	388,531	102,476	286,055	211,756
Bonds and Notes	226,025	70,391	155,633	122,619
Long-term borrowings	148,881	21,470	127,410	71,648
Long-term deferred tax liabilities	8,872	8,079	792	14,430
Reserve for retirement benefits	4,127	1,950	2,177	2,496
Others	624	582	41	561
Statutory reserves	1,155	703	451	804
Total liabilities	16,523,292	13,041,493	3,481,798	11,928,155
Minority interests	5	86,177	(86,172)	4
Shareholders' equity				
Common stock	195,146	150,200	44,946	150,200
Capital surplus	125,288	95,324	29,964	95,324
Retained earnings	34,148	23,069	11,079	25,427
Unrealized gains on other securities, net of taxes	12,369	13,452	(1,083)	21,262
Foreign currency translation adjustments	873	(1,361)	2,234	(2,537)
Total shareholders' equity	367,825	280,685	87,140	289,677
Total liabilities, minority interests and shareholders' equity	16,891,123	13,408,357	3,482,766	12,217,836

Consolidated Statements of Operations
(for the nine months ended December 31, 2004)

(Unit : Millions of yen)

Description	Nine months ended Dec. 31, 2004	Nine months ended Dec. 31, 2003	Period to period comparison (%)	Year ended Mar.31, 2004
Operating revenues	186,487	168,720	110.5%	225,023
Commission	38,721	30,569	126.7%	42,975
Trading profit	45,926	36,145	127.1%	49,609
Net gains on operational securities	894	899	99.4%	815
Financial income	100,946	101,106	99.8%	131,623
Financial expenses	89,022	76,835	115.9%	101,076
Net operating revenues	97,465	91,884	106.1%	123,947
Selling, general and administrative expenses	65,707	61,242	107.3%	86,300
Commissions and other transaction-related expenses	13,769	14,786	93.1%	20,351
Compensation and benefits	33,859	32,506	104.2%	46,974
Real estate expenses	5,698	5,174	110.1%	6,868
Data processing and office supplies	3,179	2,247	141.5%	3,245
Depreciation	4,893	4,420	110.7%	6,073
Taxes and dues other than income taxes	2,035	429	474.4%	581
Amortization of consolidation differences	—	—	—	525
Others	2,269	1,678	135.2%	1,680
Operating profit	31,758	30,641	103.6%	37,646
Non-operating revenues	2,425	1,988	122.0%	2,844
Equity in earnings from investments in affiliates	43	69	62.4%	42
Others	2,382	1,919	124.2%	2,801
Non-operating expenses	1,535	55	—	255
Ordinary profit	32,648	32,574	100.2%	40,234
Non-ordinary profits	518	329	157.3%	577
Non-ordinary losses	477	745	64.1%	1,250
Net profit before income taxes and minority interests	32,688	32,157	101.7%	39,561
Income taxes-current	12,557	15,400	81.5%	19,657
Income taxes-deferred	896	(2,254)	—	(2,064)
Minority interests in net profit	0	1,746	0.0%	2,346
Net profit	19,234	17,264	111.4%	19,622

Notes to consolidated financial statements

The Company's interim consolidated financial statements are prepared based on the "Regulations of Interim Consolidated Financial Statements" (Ministry of Finance (MoF) Ordinance No.24, 1999) and its Article 48 and 69, in accordance with the "Cabinet Office Ordinance Concerning Securities Companies"(Prime Minister's Office and MoF Ordinance No.32, 1998), and the "Uniform Accounting Standards of Securities Companies"(approved by the board of directors of the Japan Securities Dealers Association, September 28, 2001).

Certain reclassifications have been made to the prior year's consolidated financial statements to conform them to the current year's presentation.

Basis of consolidated financial statements

1.Scope of consolidation

Consolidated subsidiaries : 9 companies

Name of major subsidiaries :

Mizuho Securities Asia Limited
Japan Investor Relations and Investor Support, Inc.
The Bridgeford Group, Inc.
Mizuho Bank (Switzerland) Ltd.
Mizuho International plc
Mizuho Securities USA Inc.

2.Application of the equity method

Affiliates accounted for by the equity method : 6 companies

Name of the affiliates :

Mobile Internet Capital Inc.
Japan Industrial Partners Inc.
Basic Capital Management, Limited
Industrial Decisions, Inc.
Polaris Principal Finance Co., Ltd.
Max Investment Advisory Co., Ltd.

Polaris Principal Finance Co., Ltd. And Max Investment Advisory Co., Ltd. were established and newly accounted for by the equity method in this period.

3.Third quarter closing dates of subsidiaries

The interim financial statements for consolidated subsidiaries are based on the same third quarter closing date as the parent company uses.

4.Accounting policies

(1) Valuation of securities and trading account

① Valuation of trading account

The Company and its subsidiaries are trading financial instruments to contribute for the markets to have proper prices and liquidities.

The Company and subsidiaries hold trading positions for the purpose of :

1) responding to customers' needs to invest or hedge risk, and 2) gaining profits or mitigating losses due to fluctuations of market prices and differences of prices in various markets.

Securities, derivative transactions, and assets or liabilities in trading account are recorded at fair value, considering liquidity risk.

② Valuation of non-trading securities

Non-trading securities are valued as follows :

(a) Other securities, which have readily determinable fair value are stated at fair value with changes in differences between fair value and cost or amortized cost determined by the moving average method, net of the applicable income taxes, included directly in shareholder's equity.

(b) Other securities, which do not have readily determinable fair value are stated at cost determined by the moving average method.

(2) Depreciation method of significant assets

① Tangible fixed assets

The Company and domestic consolidated subsidiary apply the declining-balance method except for buildings (excluding leasehold improvement) acquired after March 31, 1998, which are applied the straight-line method. Overseas subsidiaries mainly apply the straight-line method.

② Intangible fixed assets

The straight-line method is primarily applied to amortization of intangible asset. The amortization period of software for internal use are determined based on estimated internal useful lives.

(3) Deferred assets

Bond issuance cost is charged to income when incurred.

(4) Accounting policies for reserves

① Allowance for doubtful accounts

The allowance is provided for impaired loans and accounts at the amount estimated based on the management's assessments of asset quality and for other receivables at the amount estimated based on past experiences.

② Reserve for bonuses

Reserve is provided for bonus payments to employees at the amount attributable to the period of the future payments estimated based on the company's internal rules.

③ Reserve for retirement benefits

Reserve for retirement benefits is provided for future retirement benefits to employees based on actual retirement benefits and plan assets as of consolidated fiscal year.

Prior service cost is charged to income in the consolidated fiscal year which the cost is recognized.

Net actuarial gain or loss is amortized in the years following the consolidated fiscal year of incurrence in which the gain or loss is recognized over the period within the employees average remaining service period on a straight-line basis.

(5) Accounting for lease transactions

Except for finance lease agreements, under which the ownership of the leased assets is deemed to be transferred to the lessee, lease fees are mainly charged to income when incurred.

(6) Accounting for hedging transactions

Gains or losses resulting from forward foreign exchange transactions entered into in order to hedge the foreign exchange risk of foreign currency denominated equity investments in subsidiaries is accounted for as foreign currency translation adjustments to the extent that the hedge is effective.

(7) Other significant accounting policies

Consumption taxes

Transactions subject to consumption taxes are recorded at amounts exclusive of consumption taxes.

5.Valuation of assets and liabilities of subsidiaries acquired

All assets and liabilities of consolidated subsidiaries are valued at fair value and included in the consolidated financial statements when acquired.

6.Amortization of consolidation differences

Consolidation differences are charged to income in the consolidated fiscal year of the acquisition due to immaterial amount.

Financial Data for the nine months ended December 31, 2004

1. Commission Income

(1) Breakdown for accounts

(Unit: Millions of yen)

	Nine months ended Dec. 31, 2004	Nine months ended Dec. 31, 2003	Comparison (%)	Year ended March 31, 2004
Brokerage commission	12,871	11,988	107.4%	16,959
(Stocks)	(8,931)	(4,347)	(205.5%)	(8,042)
(Bonds)	(3,909)	(7,522)	(52.0%)	(8,712)
Underwriting and selling commissions	10,837	7,143	151.7%	8,473
(Stocks)	(6,065)	(2,596)	(233.6%)	(3,098)
(Bonds)	(4,436)	(4,398)	(100.9%)	(5,181)
Offering and selling commissions	2,112	673	313.7%	1,605
(Bonds)	(572)	(641)	(89.3%)	(1,170)
(Beneficiary securities)	(236)	(32)	(734.0%)	(99)
Other commissions received	12,901	10,762	119.9%	15,936
Total	38,721	30,569	126.7%	42,975

(2) Breakdown by products

(Unit: Millions of yen)

	Nine months ended Dec. 31, 2004	Nine months ended Dec. 31, 2003	Comparison (%)	Year ended March 31, 2004
Stocks	15,217	8,332	182.6%	11,359
Bonds	10,944	14,766	74.1%	17,859
Beneficiary securities	1,688	445	378.9%	766
Others	10,869	7,024	154.7%	12,989
Total	38,721	30,569	126.7%	42,975

2. Trading profit/loss

(Unit: Millions of yen)

	Nine months ended Dec. 31, 2004	Nine months ended Dec. 31, 2003	Comparison (%)	Year ended March 31, 2004
Stocks	20,718	15,667	132.2%	20,852
Bonds and others	25,207	20,478	123.1%	28,756
Total	45,926	36,145	127.1%	49,609

Quarterly trends in Consolidated Statements of Operations

(Unit: Millions of yen)

	Three months ended Dec.31, 2003	Three months ended Mar.31, 2004	Three months ended Jun.30, 2004	Three months ended Sep.30, 2004	Three months ended Dec.31, 2004
Operating revenues	49,402	56,303	66,895	60,145	59,446
Commission	8,755	12,406	13,100	13,442	12,178
Trading profit	10,918	13,463	24,417	12,873	8,635
Net gains on operational securities	846	(83)	750	(31)	175
Financial income	28,881	30,516	28,628	33,860	38,457
Financial expenses	22,584	24,240	25,058	30,305	33,658
Net operating revenues	26,817	32,062	41,837	29,839	25,788
Selling, general and administrative expenses	19,879	25,058	22,775	22,597	20,334
Commissions and other transaction- related expenses	3,781	5,564	4,730	4,944	4,095
Compensation and benefits	11,584	14,467	12,285	10,897	10,676
Real estate expenses	1,631	1,694	1,782	1,888	2,027
Data processing and office supplies	728	998	817	1,398	964
Depreciation	1,485	1,652	1,572	1,692	1,629
Taxes and dues other than income taxes	138	152	978	743	314
Amortization of consolidation differences	—	525	—	—	—
Others	529	2	608	1,034	627
Operating profit	6,938	7,004	19,062	7,241	5,453
Non-operating revenues	581	856	921	809	694
Equity in earnings from investments in affiliates	18	(26)	—	34	8
Others	563	882	921	775	685
Non-operating expenses	10	199	624	391	519
Equity in losses from investments in affiliates	—	—	14	(14)	—
Others	10	199	610	405	519
Ordinary profit	7,508	7,660	19,359	7,660	5,628
Non-ordinary profits	(12)	248	0	228	289
Non-ordinary losses	4	505	101	257	118
Net profit before income taxes and minority interests	7,492	7,403	19,258	7,630	5,799
Income taxes-current	4,267	4,256	6,371	3,953	2,232
Income taxes-deferred	(1,062)	189	1,504	(803)	194
Minority interests in net profit	326	599	0	(0)	0
Net profit	3,959	2,358	11,381	4,481	3,372