

# Earnings Announcement 3Q of Fiscal Year Ending March 2010

January 2010

Mizuho Securities

# Contents

Summary ..... 2

Financial Highlights ..... 3

- Brokerage commissions - Consolidated
- Underwriting and selling fees - Consolidated
- Offering, selling, and other fees and commissions - Consolidated
- Other commissions and fees - Consolidated
- Gain (loss) on trading, net - Consolidated
- SG&A -Consolidated
- B/S - Consolidated
- Cost of Merger - Non-consolidated
- Breakdown of Securitization Products
- Reference: Recording of extraordinary profits (negative goodwill incurred profits)

➤ Notes

- ◆ Consolidated results    Results for period from Apr 1 ~ May 6 (former Mizuho Securities) + Results for period from May 7 ~ Jun 30 (Mizuho Securities)
  - ✓ Consolidated results for the former Shinko Securities for the period April 1 until May 6 are exempt because the merger corresponds to a reverse acquisition under accounting standards for business combinations.
- ◆ Non-consolidated results    Results for period from Apr 1 ~ May 6 (former Shinko Securities) + Results for period from May 7 ~ Jun 30 (Mizuho Securities)
  - ✓ Non-consolidated results for the former Mizuho Securities for the period April 1 until May 6 are exempt because the former Mizuho Securities is the dissolving entity (former Shinko Securities is the surviving entity).

\*Includes: underwriting and selling fees; commissions from solicitation to qualifying investors abbreviated as underwriting and selling fees; offerings, selling and other fees and commissions; and commissions from solicitation to qualifying investors as offerings, selling and other fees and commissions

Reference Data..... 16

- Performance: Global Investment Banking Division
- Performance: Corporate Investment Services & Retail Business Division
- Locational Segment Information
- Consolidated Data - P/L
- Non - Consolidated Data
  - ✓ P/L
  - ✓ Market share
  - ✓ Assets under custody
  - ✓ Account information etc.
  - ✓ Retail sales information etc.
  - ✓ Capital adequacy ratio
- Number of Employees and Offices
- Shinko Investment Trust Management (Assets under Management)
- Credit Ratings

## Summary

(JPY million)	➤ Consolidated				➤ Non-consolidated			
	2009 2Q	3Q	Q o Q %	2009 1Q-3Q	2009 2Q	3Q	Q o Q %	2009 1Q-3Q
Operating revenues	80,372	65,503	(18.5%)	241,201	56,838	49,691	(12.5%)	161,487
Net operating revenue	65,901	51,132	(22.4%)	194,396	49,868	43,439	(12.8%)	143,566
SG&A	56,186	56,851	1.1%	162,369	44,567	44,715	0.3%	126,171
Operating income	9,715	(5,719)	-	32,026	5,300	(1,275)	-	17,394
Ordinary income	10,120	(5,334)	-	33,677	6,042	(1,175)	-	19,042
Net income	6,196	(5,799)	-	129,912	2,932	(2,301)	-	16,077
EPS	3.90	(3.65)	-	86.45	1.84	(1.44)	-	10.73

	➤ Consolidated		➤ Non-consolidated	
	2009/3	2009/12	2009/3	2009/12
Total Assets	2,713,634	20,989,683	2,687,986	10,827,790
Net Assets	249,921	602,530	235,053	580,409
BPS	315.1	364.5	304.0	365.1

\*2009/3 figures are for the former Shinko Securities

### Highlights (FY2009/3Q)

#### ■ Consolidated

- ✓ Net operating revenue totaled JPY51.1 billion, operating income JPY(5.3) billion and net income JPY(5.7) billion.

#### ■ Non-consolidated

- ✓ Net operating revenue totaled JPY43.4 billion, operating income JPY(1.1) billion and net income JPY(2.3) billion.
- ✓ Decreased commissions in equity underwriting, etc., compared to 2Q, but deals steadily accumulated in bond underwriting and M&A advisory. Increase in investment trust retail sales and overseas equity transactions.
- ✓ Equity trading showed strong performance mainly in overseas equity, but bond trading slowed under adverse market conditions.



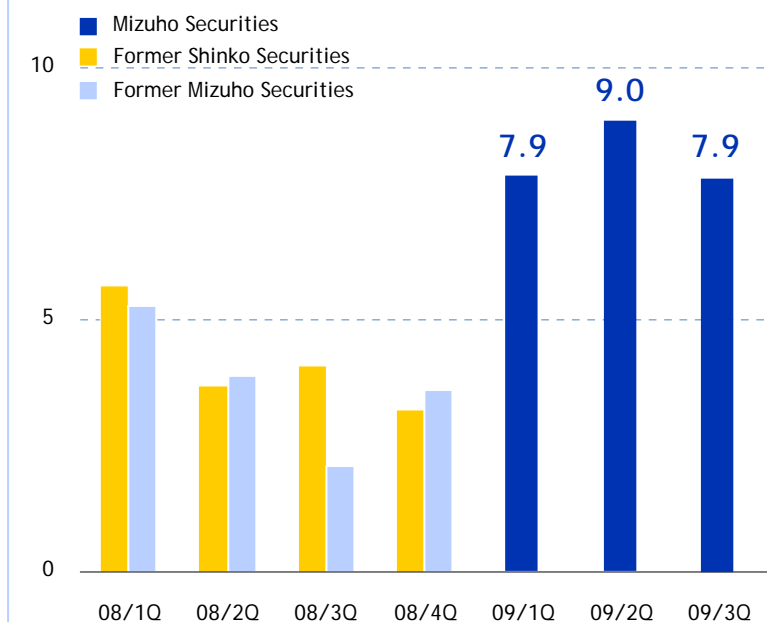
# Financial Highlights

## Brokerage commissions - Consolidated

(JPY million)

	2009 2Q	3Q	Q o Q %	2009 1Q-3Q
Total	9,055	7,910	(12.6%)	24,903
Equities	7,826	6,221	(20.5%)	20,551
Bonds	1,207	1,658	37.3%	4,285

### Brokerage commissions (JPY billion)



### ✓ Highlights

Brokerage commissions totaled JPY7.9 billion

#### ➤ Equities - JPY6.2 billion

- Slow down in equity brokerage transactions by retail customers

▣ Share on TSE: 2.76% (09/2Q: 2.53%)

▣ Individual equity transaction share: 1.5% (09/2Q: 1.6%)

▣ Brokerage commissions rate: 0.19% (09/2Q: 0.23%)

#### ➤ Bonds - JPY1.6 billion

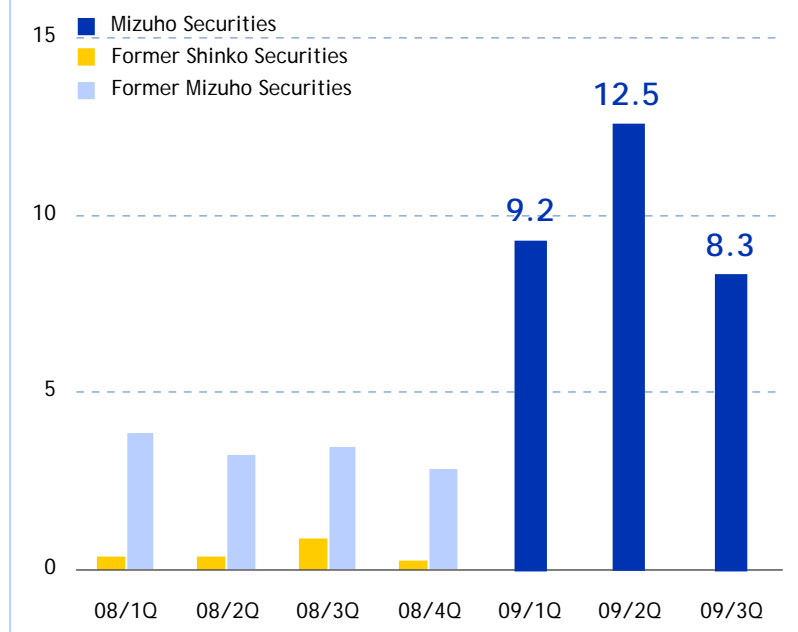
- Good performance in commissions from interest-rate futures transactions

## Underwriting and selling fees - Consolidated

(JPY million)

	2009 2Q	2009 3Q	Q o Q %	2009 1Q-3Q
Total	12,532	8,328	(33.5%)	30,110
Equities	8,092	3,866	(52.2%)	15,998
Bonds	4,396	4,379	(0.3%)	13,898

### Underwriting and selling fees (JPY billion)



### ✓ Highlights

Underwriting and selling fees totaled JPY8.3 billion

- Equities - JPY3.8 billion
  - Although deals steadily accumulated, slowdown due to 2Q reversion
  - Achieved first lead manager deal by Mizuho Securities Asia
- ▣ Principal Deals Announced (including co-bookrunner)
  - ✓ Mizuho Securities
    - PO: Showa Denko, Kuraudia, Nikkiso, Tokyo Tatemono
  - ✓ Mizuho Securities Asia
    - IPO: Huayu Expressway Group
- Bonds - JPY4.3 billion
  - Strong accumulation of both domestic and overseas deals, and maintenance of fees at high level
- ▣ Principal Deals Announced (including co-bookrunner)
  - ✓ Mizuho Securities
    - Straight Bonds: Mitsubishi Heavy Industries, East Japan Railway Company
    - Samurai Bonds: Swedish Export Credit Corporation, Republic of Poland
  - ✓ Mizuho Securities USA
    - Con Edison, Georgia Power Company, Massachusetts Electric Company

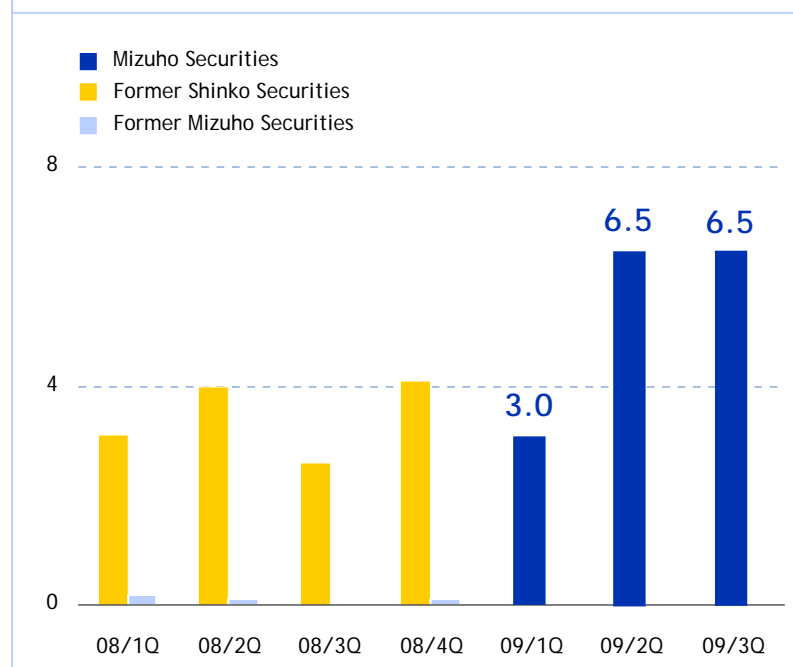
\*See P17 'Principal Deals Announced', and P18 'League Tables'

## Offering, selling, and other fees and commissions - Consolidated

(JPY million)

	2009	Q o Q		2009
	2Q	3Q	%	1Q-3Q
Total	6,547	6,521	(0.4%)	16,152
Investment Trust	6,391	6,457	1.0%	15,930

### Offering, selling, and other fees and commissions (JPY billion)



### ✓ Highlights

Offering, selling, and other fees and commissions totaled JPY6.5 billion

#### ➤ Investment Trusts - JPY6.4 billion

- Sales of equity investment trusts increased sharply, driven by flexible introduction of new products

#### ▣ Sales of equity investment trusts:

JPY226.1 billion (09/2Q: JPY183.8bn)

#### ▣ Major Products

- ✓ Mizuho Hybrid Securities Fund JPY113.4 billion
- ✓ Shinko Brazil Bonds Fund JPY31.5 billion
- ✓ Mizuho World Real Estate Fund JPY17.3 billion
- ✓ High Yield Currency Fund JPY15.9 billion
- ✓ UBS Brazil Equities Fund JPY14.7 billion

\*See P19, Sales of Equity Investment Trusts

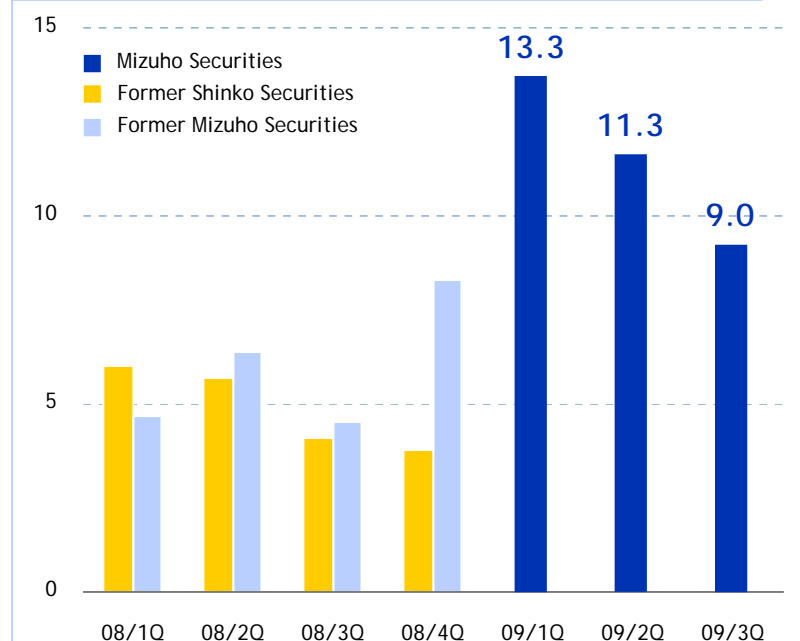
## Other commissions and fees - Consolidated

(JPY million)

	2009 2Q	3Q	Q o Q %	2009 1Q-3Q
Total	11,343	9,002	(20.6%)	33,723
Investment Trust	3,533	3,686	4.3%	9,522
Others*	6,660	4,892	(26.5%)	22,375

\* Excluding Equities and bonds

### Other commissions and fees (JPY billion)



### ✓ Highlights

Other commissions and fees totaled JPY9.0 billion

#### ➤ Investment Trusts - JPY3.6 billion

- Increase in assets under custody for equity investment trusts owing to good sales performance and high rate of net increase.

#### ▣ Assets under custody for equity investment trusts:

JPY1,231.4 billion (JPY1,109.7 billion as of 09/9)

#### ➤ Other (excluding Equities and Bonds) - JPY4.8 billion

- M&A deals accumulated steadily

#### ▣ Major Advisory Deals

Management integration of Nippon Oil Corporation and Nippon Mining Holdings through joint transfer of shares

Acquisition of Océ N.V. (the Netherlands) by Canon

Mitsubishi Chemical Holdings make Mitsubishi Rayon a wholly owned subsidiary by TOB

#### ▣ Wrap Accounts

✓ Long-AP: No. of contracts 1,776, JPY26.6 billion (1,883 contracts, JPY28.2 billion at 09/9)

✓ Fund Wrap: No. of contracts 598, JPY2.8 billion (652 contracts, JPY3.1 billion at 09/9)

#### ▣ Sales of Pension Insurance:

JPY7.0 billion (09/2Q:JPY24.0 billion)

\*See P19, Wrap Account Contract Amount

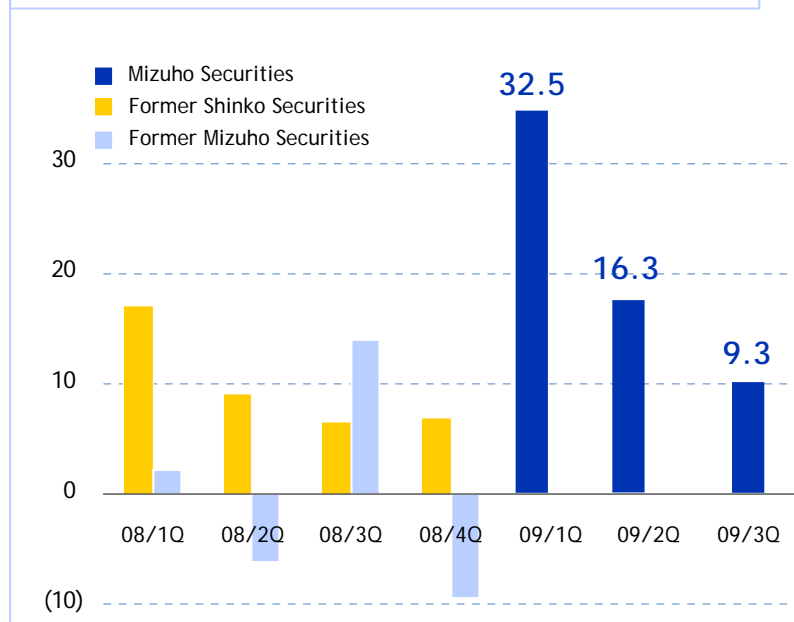


## Gains (loss) on trading (net)- Consolidated

(JPY million)

	2009 2Q	2009 3Q	Q o Q %	2009 1Q-3Q
Total	16,350	9,397	(42.5%)	58,340
Equities	2,862	11,890	315.4%	16,134
Bonds, other	13,488	(2,492)	-	42,205
Bonds	8,289	(5,577)	-	36,741
Other	5,199	3,085	(40.6%)	5,464

### Gain (loss) on trading, net (JPY billion)



### ✓ Highlights

Gains (losses) on trading totaled JPY9.3 billion (net)

#### ➤ Equities - JPY11.8 billion

- Both Sales and Trading remained steady
- Strong trading volume in overseas equities mainly in U.S. and Hong Kong

#### ▣ Trading volume of overseas equities in retail sector:

JPY201.9 billion (09/2Q : JPY142.4 billion)

#### ➤ Bonds, other - JPY(2.4) billion

- Bond trading slowed down, due to adverse market conditions
- Write-down of some securitisation products

#### ▣ Sales of publicly-offered structured products:

- JPY46.2 billion (09/2Q: JPY57.6 billion)

\*See P20, Trading Volume of Overseas Equities

## SG&A - Non-consolidated

(JPY million)

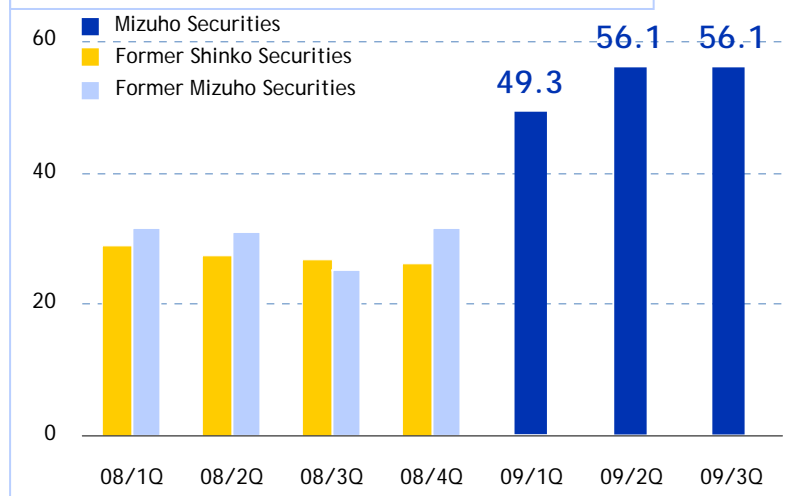
	2009 2Q	2009 3Q	Q o Q %	2009 1Q-3Q
Total	56,186	56,851	1.1%	162,369
Transaction	8,477	9,293	9.6%	25,341
Personnel	26,987	26,420	(2.0%)	78,205
Real estate	6,950	6,843	(1.5%)	19,853
Office	4,661	4,995	7.1%	13,554
Depreciation	6,230	6,424	3.1%	17,676
Tax and dues	722	760	5.1%	1,993
Other	2,156	2,113	(1.9%)	5,743

### ✓ Highlights

SG&A totaled JPY56.8 billion

- Maintained cost restraining operations as in 2Q
- SG&A decreased compared to 2Q (variable transaction-related expenses excluded)

### SG&A (JPY billion)



## B/S Summary - Consolidated

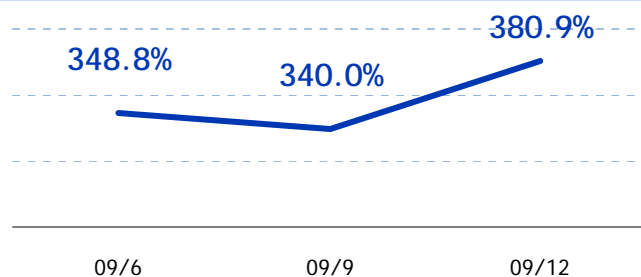
(JPY billion)

	2009 Mar.*	2009 Dec.
<b>Assets</b>		
<b>Current Assets</b>	2,599	20,734
<b>Cash on Hand and Bank Deposits</b>	172	141
Trading Assets	1,317	7,520
Investment Securities for Sale, etc.	9	86
Loans Receivable Secured by Securities	948	12,415
<b>Fixed Assets</b>	113	255
Tangible Fixed Assets	33	44
Intangible Fixed Assets	28	107
Investment and Other Assets	52	103
Investment Securities	30	75
<b>Total Assets</b>	2,713	20,989

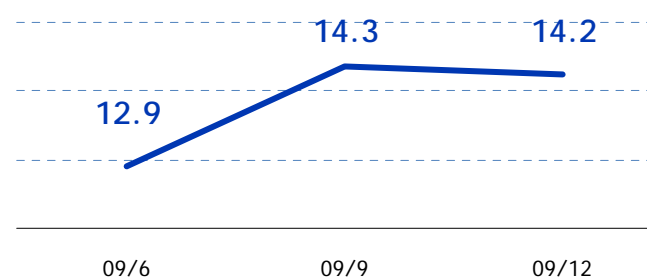
	2009 Mar.*	2009 Dec.
<b>Liabilities</b>		
<b>Current Liabilities</b>	2,377	19,306
Trading Liabilities	636	4,140
Loans Payable Secured by Securities	1,014	10,357
Short-term Borrowings	571	3,756
Commercial Paper	81	319
<b>Fixed Liabilities</b>	85	1,078
Corporate Bonds	33	504
Long-term Borrowings	40	503
<b>Total Liabilities</b>	2,463	20,387
<b>Net Assets</b>		
Total Shareholders' Capital	242	637
Minority Interests	6	23
<b>Total Net Assets</b>	249	602
<b>Total Net Assets and Liabilities</b>	2,713	20,989

\* Figures at the end of Mar. 2009 are for the former Shinko Securities

### Capital Adequacy Ratio (non-consolidated)



### Net Leverage ((Total Assets - Secured Transactions)/Net Assets, ratio)



## Merger Costs

Costs (non-consolidated, JPY million)

		2009	
		3Q	1Q-3Q
Extra ordinary losses		879	4,693
Corporate communications costs	Announcement ad and signboard ad of merger, etc.	-	1,306
IT system costs	System Processing costs, etc.	198	1,593
Real estate costs	Relocation costs, etc.	603	1,286
Office costs	Consulting Costs, etc.	-	137
Printing costs	Mailing Cost for Clients, etc.	-	93
Others	-	77	275

## Breakdown of Securitisation Products (1)

### Foreign Currency denominated securitisation products

(JPY billion, round figures)

[Managerial accounting basis]	Balances as of	Marks (%) as of	Balances as of	Marks (%) as of	Realized Gains/Losses
	Mar.31, 2009	Mar.31, 2009	Dec.31, 2009	Dec.31, 2009	for 1Q-3Q FY2009
	(Fair Value)	(=Fair Value/ Face Value)	(Fair Value)	(=Fair Value/ Face Value)	(Apr.1-Dec.31, 2009)
<b>Foreign Currency denominated securitization products</b>	<b>39</b>	<b>12</b>	<b>*1 38</b>	<b>14</b>	<b>0</b>
ABSCDOs, CDOs	6	2	1	0	(0)
CDOs backed by RMBS	6	2	*2 1	0	(0)
CDOs except above	-	-	-	-	0
CDOs backed by claims against corporations	-	-	-	-	-
CDOs backed by CMBS	-	-	-	-	0
RMBS	1	1	0	0	0
RMBS backed by US subprime mortgage loans	0	2	0	0	(0)
RMBS except above	*3 1	*3 1	*3 0	*3 0	*3 0
(RMBS backed by mid-prime loans, prime loans and others)					
RMBS backed by mid-prime loans (Alt-A)	0	1	0	0	
ABS, CLOs and others	32	79	37	81	(0)
CLO	24	83	20	76	(20)
CMBS	0	14	0	8	(0)
SIV-related	*4 8	72	*4 17	89	20

\*1 The change in balance from Mar. 31, 2009 (approximately JPY -1 billion) included approximately JPY 2 billion decrease in balance due to foreign exchange translation impact primarily caused by appreciation of Japanese yen against the US dollar.

\*2 The proportion of US subprime mortgage loan-related assets to the total underlying assets was approximately 20%. Approximately 60% of the balance (fair value) consisted of Super Senior tranche.

\*3 Excluded US government-owned corporation bonds and government-sponsored enterprise bonds (please see "2. Other information" below for the balances of those bonds).

\*4 Obtained senior bonds issued by a SIV, in settlement of CDS transactions where such bonds were treated as collateral. These CDS transactions were related to CDO structuring business.

(Reference) Credit Default Swaps related to securitisation products (as of Dec. 30, 2009)

- The notional amount of hedging transactions by CDS referring to securitisation products at Mizuho Securities was approximately JPY 125 billion (JPY 298 billion as of Mar. 31, 2009), and the fair value of the relevant reference assets (securitization products) was approximately JPY 110 billion (JPY 208 billion as of Mar. 31, 2009). NPV, or the estimated amount claimable for the settlement of the CDS, was approximately JPY 15 billion, which was the difference between the notional amount and the fair value. The net estimated amount claimable for the settlement of the CDS after deducting reserves for counterparty risks (approximately JPY 1 billion) was approximately JPY 14 billion.

(The above included CDS contracts with a US monoline (external ratings as of Dec. 31, 2009: AA-\*1), of which the notional amount was approximately JPY 20 billion and the fair value of the relevant reference assets was approximately JPY 18 billion.)

\*1 Based on the lowest external ratings as of Dec. 31, 2009

- Vast majority of the notional amount of the above CDS contracts was with counterparties with external ratings in the "AA" range or higher (as of Dec. 31, 2009), and the relevant reference assets were securitisation products backed mainly by claims against corporations.

## Breakdown of Securitisation Products (2)

➤ Other information (December 31, 2009, including overseas subsidiaries. Figures below are rounded to JPY1 billion)

- US government-owned corporation (Ginnie Mae) bonds and GSE (government-sponsored enterprises: Fannie Mae, Freddie Mac) bonds (Trading Account)

- Approximately JPY 91 billion of RMBS issued or guaranteed by the US government-owned corporation or GSE and approximately JPY 126 billion of the corporate bonds issued by Fannie Mae and Freddie Mac were held for the purpose of, among other things, market-making activities in the US.
- All the bonds mentioned above were subject to mark-to-market accounting so that there were no unrealized losses (the recorded gains/losses for the nine months ended Dec. 31, 2009 were minimal).

There was no holding of stocks of these entities.

(Reference)

## Recording of Extraordinary Profits (negative goodwill incurred profits) (1)

### Recording of extraordinary profits (negative goodwill incurred profits) (in consolidated financial statements only) (1)

In connection with the consummation of merger between former Shinko Securities and former Mizuho Securities on May 7, 2009, the extraordinary profits (negative goodwill incurred profits) are recorded in the first quarter of the fiscal year ending in March 2010 on the consolidated financial statements.

#### ➤ <Amount, Cause of Incidence, Accounting Treatment of Negative Goodwill Incurred>

✓ Amount of negative goodwill: 110,219 million yen

✓ Cause of Incidence

In the merger with Mizuho Securities Co., Ltd. (pre-merger), MHSC was the surviving company. However, the merger was determined to be the reverse acquisition by Mizuho Securities Co., Ltd. (pre-merger), and because MHSC's net assets in market value as of the business combination exceeded the acquisition cost, such balance was recognized as negative goodwill on the consolidated financial statements.

✓ Accounting Treatment

"Accounting Standards for Business Combinations" (ASBJ Statement No. 21 (December 26, 2008)) are applied at an early date, and the extraordinary profits (negative goodwill incurred profits) for the consolidated accounting year when the negative goodwill occurs are recorded.

(Reference)

Acquisition cost, the amount of the assets received, the liabilities undertaken on the date of the business combination, and the major breakdowns thereof, etc. are as follows:

Acquisition cost:	181,777	million yen
Total assets:	2,323,312	million yen
trading products among them:	1,008,003	million yen
Total liabilities:	2,023,440	million yen
trading products among them:	671,840	million yen
Net assets in market value: Note	299,872	million yen

Note) Including 7,875 million yen of minority shareholder interests (291,996 million yen after the deduction of minority shareholder interests)

(Reference)

## Recording of Extraordinary Profits (negative goodwill incurred profits) (2)

### Recording of extraordinary profits (negative goodwill incurred profits) (in consolidated financial statements only) (2)

(Reference 2)

Amount allocated to intangible fixed assets other than goodwill, breakdown by major type, and weighted-average amortisation period in total and by major type

- ✓ Amount allocated to intangible fixed assets: 73,949 million yen
- ✓ Breakdown by major type:
  - ✓ Customer-Related Assets: 73,949 million yen
- ✓ Weighted-average amortisation period in total and by major type:
  - ✓ Customer-Related Assets: 16 years





## Reference Data

## Performance: Global Investment Banking Division (1/2)

### Principal Deals Announced (2009/3Q, including co-book-runner, deal-size based)

#### Equity

- PO
  - ✓ Showa Denko JPY40.4 bn
  - ✓ Kuraudia JPY0.6bn
  - ✓ Nikkiso JPY10.8 bn
  - ✓ Tokyo Tatemono JPY23.8 bn

#### ABS

- Japan Housing Finance Agency JPY146.7bn (30<sup>th</sup>, 32<sup>nd</sup>)
- Japan Housing Finance Agency Type S JPY150.0bn (17<sup>th</sup>)

#### Straight Bond, Samurai Bond

- Straight Bond
  - ✓ Mitsubishi Heavy Industries JPY100.0bn (23<sup>th</sup>, 24<sup>th</sup> issue)
  - ✓ East Japan Railway Company JPY70.0bn (63<sup>th</sup> ~ 65<sup>th</sup> issue)
- Retail Bond
  - ✓ Mizuho Bank (subordinate bond)
  - ✓ Nissan Motor Company
- Samurai Bond
  - ✓ Swedish Export Credit Corporation  
JPY100.0bn (1<sup>st</sup>, 1<sup>st</sup>(FRN))

#### M&A

- ✓ Management integration of Nippon Oil Corporation and Nippon Mining Holdings through joint transfer of shares JPY1083.8bn (Advisor of Nippon Oil Corporation)
- ✓ Acquisition of Océ N.V. (the Netherlands) by Canon JPY167.3bn (Advisor of Canon)
- ✓ Mitsubishi Chemical Holdings make Mitsubishi Rayon a wholly owned subsidiary by TOB JPY464.4bn (Advisor of Mitsubishi Rayon)

## Performance: Global Investment Banking Division (2/2) Major League Tables

### ➤ Total Japan Equity Underwriting (Underwriting amount, including REITs)

09/4/1-09/12/31

Rank	Company Name	Amount (JPY Billion)	Share (%)
1	Nomura Securities	1,204.8	37.0%
2	Daiwa Securities SMBC	641.3	19.7%
3	Mitsubishi UFJ Securities	381.5	11.7%
4	Mizuho Securities	294.7	9.0%
5	Citigroup Global Markets Japan	90.6	2.7%
6	Nikko Cordial Securities	56.0	1.7%
7	Goldman Sachs Japan	51.2	1.5%
8	Mizuho Investors Securities	30.5	0.9%
9	SMBC Friend Securities	26.5	0.8%
10	Morgan Stanley Japan Securities	26.0	0.8%

Source: Prepared by Mizuho Securities based on data from I-N Information Systems

### ➤ Total SB Underwriting (Underwriting amount, including Samurai bond and Local Government bond)

09/4/1-09/12/31

Rank	Company Name	Amount (JPY Billion)	Share (%)
1	Nomura Securities	2,656.6	21.3%
2	Mizuho Securities	2,493.7	20.0%
3	Mitsubishi UFJ Securities	2,407.2	19.3%
4	Daiwa Securities SMBC	2,072.1	16.6%
5	Citigroup Global Markets Japan	690.6	5.5%
6	Goldman Sachs Japan	549.2	4.4%
7	Nikko Cordial Securities	545.7	4.3%
8	Merrill Lynch Japan Securities	167.0	1.3%
9	Morgan Stanley Japan Securities	160.7	1.2%
10	Barclays Capital Japan	109.6	0.8%

Source: Prepared by Mizuho Securities based on data from I-N Information Systems

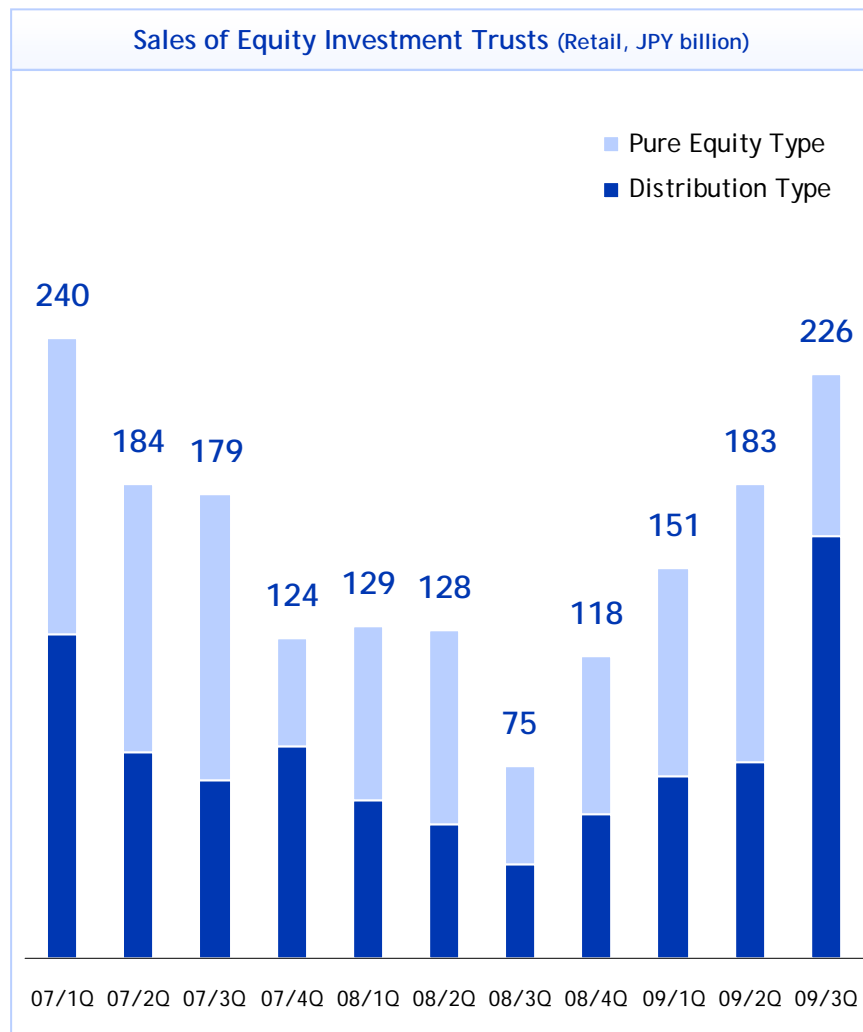
### ➤ M&A Advisory Rankings for Announced Deals (Japanese acquired companies, excluding real estate deals, No. of deals)

09/1/1-09/12/31

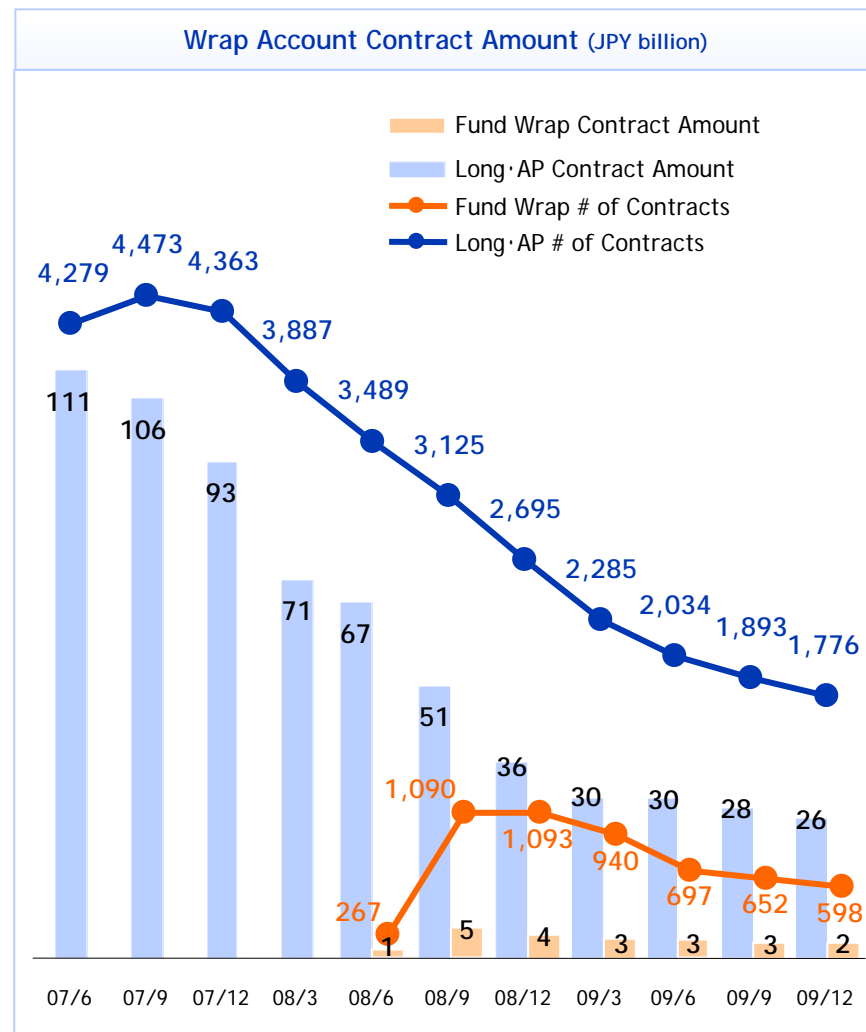
Rank	Advisor	No. of transaction s	Share (%)	JPY bn
1	Mizuho Financial Group	141	5.0%	3,811.9
2	Nomura	129	4.5%	3,947.7
3	Daiwa Securities SMBC	93	3.3%	2,704.6
4	Mitsubishi UFJ Financial Group	69	2.4%	1,968.8
5	GCA Savvian Group Corp	47	1.7%	149.2
6	Sumitomo Mitsui Financhail Group	34	1.2%	267.3
9	Citi	32	1.1%	2,169.2
7	KPMG	32	1.1%	206.8
8	Frontier Management	32	1.1%	15.3
10	PricewaterhouseCoopers	29	1.0%	409.9

Source: Prepared by Mizuho Securities based on data from THOMSON REUTERS

## Performance: Corporate Investment Services & Retail Business Division (1/2)

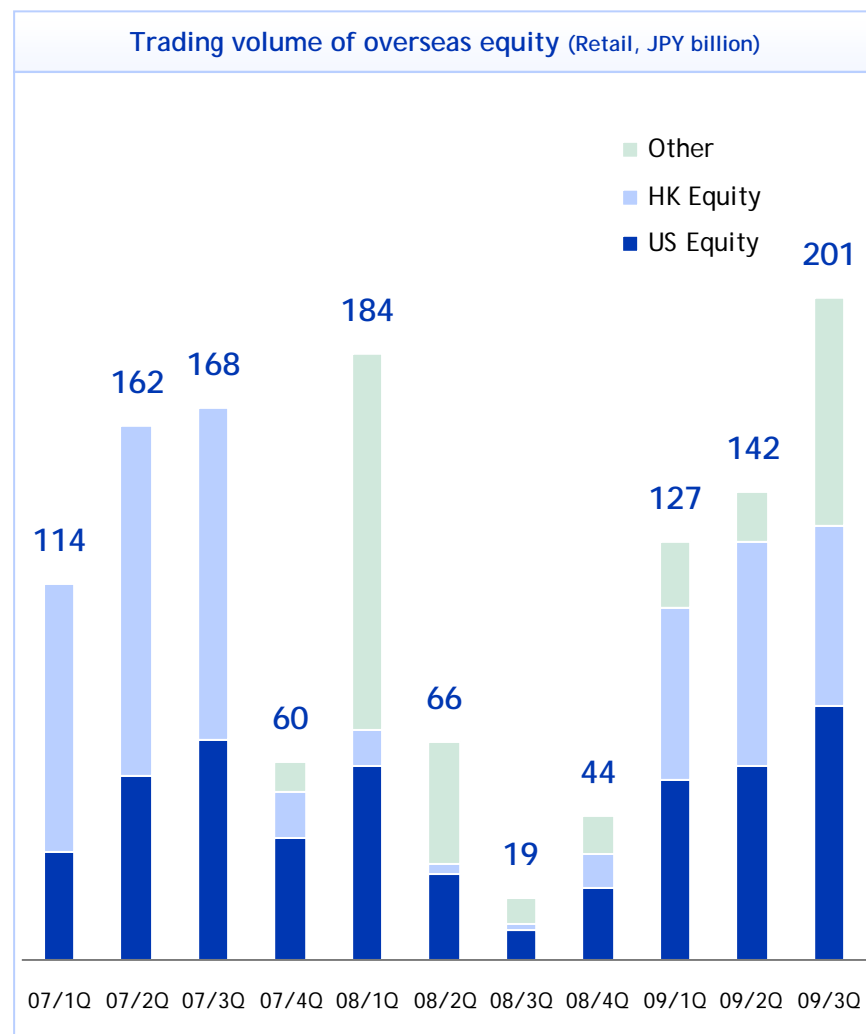


\* 2007/1Q ~ 2008/4Q figures are for the former Shinko Securities

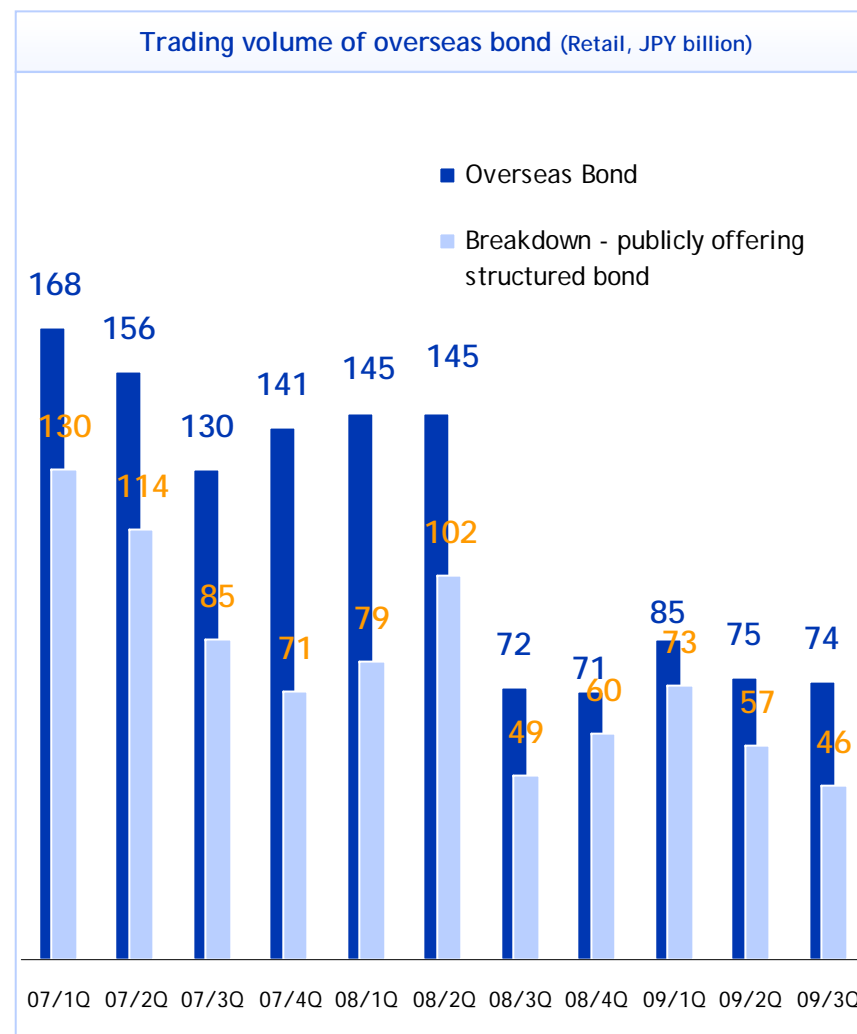


\* 2007/6 ~ 2009/3 figures are for the former Shinko Securities

## Performance: Corporate Investment Services & Retail Business Division (2/2)

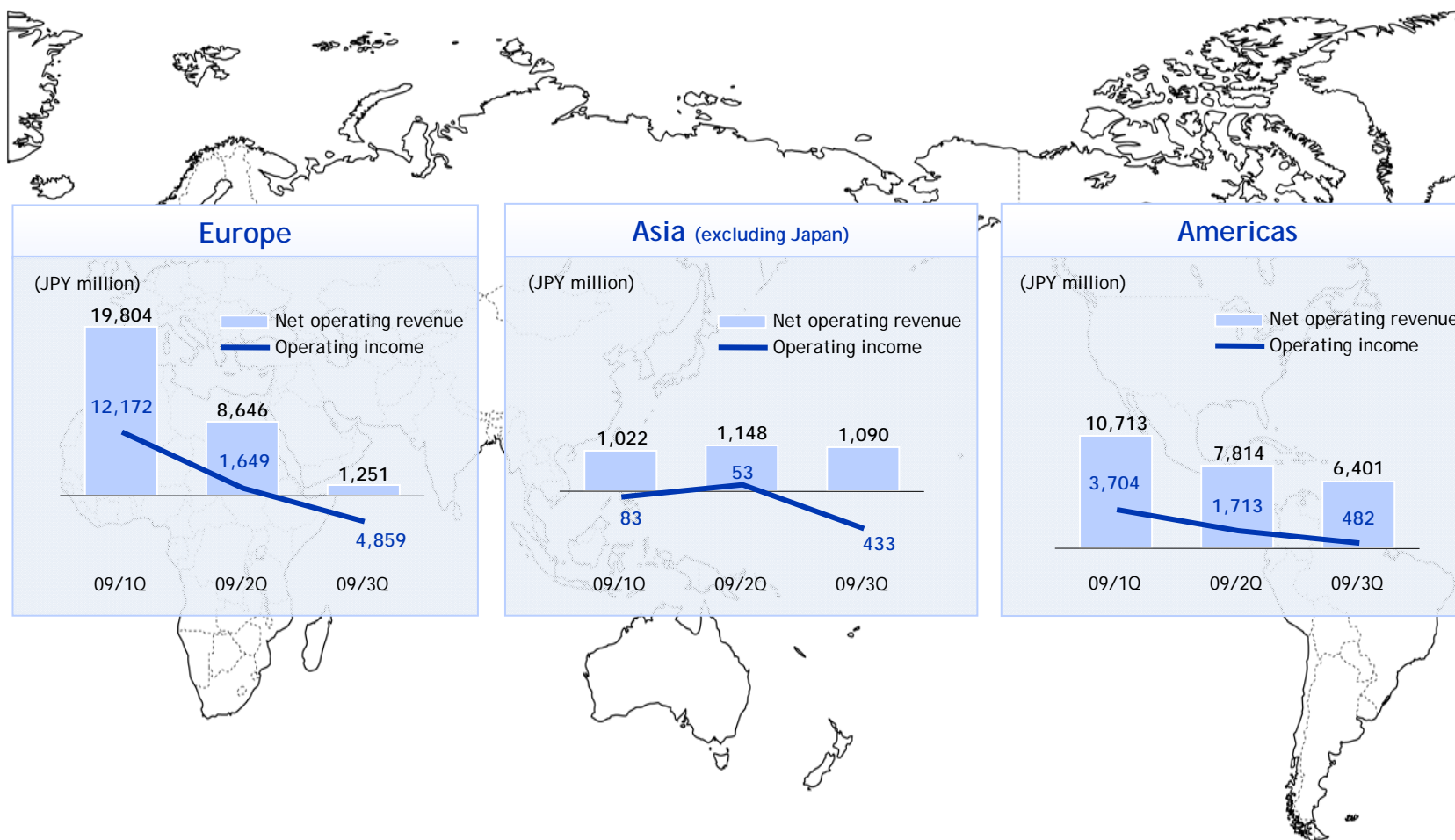


\* 2007/1Q ~ 2008/4Q figures are for the former Shinko Securities



\* 2007/1Q ~ 2008/4Q figures are for the former Shinko Securities

## Locational Segment Information



## P/L - Sum of Consolidated Results

Former Shinko Securities + Former Mizuho Securities ← → Mizuho Securities

(JPY million)		08/1Q-4Q				09/1Q-3Q		
		08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q
Operating revenues	411,332	147,121	123,473	68,635	72,103	95,325	80,372	65,503
Commissions and fees	106,597	29,593	27,919	22,169	26,914	33,649	39,478	31,761
Brokerage commissions	32,103	11,062	7,763	6,295	6,982	7,937	9,055	7,910
Underwriting and selling fees	15,938	4,328	3,835	4,443	3,330	9,250	12,532	8,328
Offering, selling, and other fees and commissions	14,564	3,411	4,167	2,644	4,341	3,083	6,547	6,521
Other commissions and fees	43,991	10,790	12,153	8,786	12,261	13,377	11,343	9,002
Gain on trading, net	40,084	19,299	2,775	20,609	(2,598)	32,592	16,350	9,397
Equities	(8,571)	8,818	(7,890)	(10,734)	1,235	1,382	2,862	11,890
Bonds, other	48,656	10,480	10,666	31,343	(3,834)	31,209	13,488	(2,492)
Loss on sales of operating investment securities	(8,417)	1,571	(3,856)	(2,059)	(4,072)	(136)	115	(89)
Interest and dividend income	273,067	96,657	96,634	27,915	51,859	29,220	24,428	24,433
Financial expenses	219,495	86,285	83,293	16,154	33,762	17,963	14,470	14,370
Net operating revenues	191,836	60,835	40,179	52,480	38,340	77,361	65,901	51,132
Selling, general and administrative expenses	229,454	60,805	58,464	52,272	57,935	49,331	56,186	56,851
Operating income	(37,618)	29	(18,285)	208	(19,594)	28,030	9,715	(5,719)
Non-operating revenues	6,051	1,516	1,761	1,971	803	1,481	744	665
Non-operating expenses	3,138	553	1,260	508	817	619	339	280
Ordinary income	(34,705)	992	(17,784)	1,670	(19,608)	28,891	10,120	(5,334)
Extraordinary gains	9,372	1,570	3,113	3,976	869	110,257	(34)	928
Extraordinary losses	13,884	3,376	2,050	2,137	6,453	3,586	1,584	1,598
Net income	(47,966)	(5,098)	(14,655)	(2,815)	(25,396)	129,514	6,196	(5,799)

## P/L - Sum of Consolidated Results Breakdown (1/2)

Former Shinko Securities + Former Mizuho Securities ← → Mizuho Securities

(JPY million)	08/1Q-4Q	Former Shinko Securities + Former Mizuho Securities				Mizuho Securities		
		08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q
Commissions and fees	106,597	29,593	27,919	22,169	26,914	33,649	39,478	31,761
Brokerage commissions	32,103	11,062	7,763	6,295	6,982	7,937	9,055	7,910
Equities	25,755	8,862	6,110	5,505	5,276	6,503	7,826	6,221
Bonds	6,229	2,185	1,638	737	1,668	1,419	1,207	1,658
Underwriting and selling fees	15,938	4,328	3,835	4,443	3,330	9,250	12,532	8,328
Equities	4,270	371	1,907	1,752	239	4,039	8,092	3,866
Bonds	11,411	3,862	1,860	2,647	3,041	5,122	4,396	4,379
Offering, selling, and other fees and commissions	14,564	3,411	4,167	2,644	4,341	3,083	6,547	6,521
Investment trusts	14,101	3,241	4,029	2,631	4,199	3,081	6,391	6,457
Other commissions and fees	43,991	10,790	12,153	8,786	12,261	13,377	11,343	9,002
Investment trusts	15,292	4,877	4,579	3,057	2,777	2,302	3,533	3,686
Other (excluding Equities and Bonds)	27,389	5,401	7,282	5,291	9,414	10,823	6,660	4,892
Gain on trading, net	40,084	19,299	2,775	20,609	(2,598)	32,592	16,350	9,397
Equities	(8,571)	8,818	(7,890)	(10,734)	1,235	1,382	2,862	11,890
Bonds, other	48,656	10,480	10,666	31,343	(3,834)	31,209	13,488	(2,492)



## P/L - Sum of Consolidated Results Breakdown (2/2)

Former Shinko Securities + Former Mizuho Securities ← → Mizuho Securities

(JPY million)	08/1Q-4Q				09/1Q 09/2Q 09/3Q			
	08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q	
SG&A	229,454	60,805	58,464	52,272	57,935	49,331	56,186	56,851
Transaction expenses	39,716	10,349	11,012	7,226	11,127	7,570	8,477	9,293
Personnel expenses	106,754	28,978	25,079	26,985	25,710	24,797	26,987	26,420
Real estate expenses	31,263	8,588	7,930	7,177	7,567	6,059	6,950	6,843
Office expenses	14,563	3,908	4,254	3,149	3,251	3,896	4,661	4,995
Depreciation and amortization	22,020	5,586	5,369	5,249	5,814	5,021	6,230	6,424
Tax and dues	2,816	758	796	786	474	510	722	760
Other	12,320	2,634	4,022	1,698	3,988	1,475	2,156	2,113

## P/L - Sum of Consolidated Results

Former Shinko Securities + Former Mizuho Securities ← → Mizuho Securities

(JPY million)		08/1Q-4Q				09/1Q	09/2Q	09/3Q
		08/1Q	08/2Q	08/3Q	08/4Q			
Operating revenues	208,088	68,044	48,767	52,465	38,810	54,957	56,838	49,691
Commissions and fees	87,823	22,642	23,338	20,176	21,665	29,028	31,616	25,997
Brokerage commissions	20,330	6,673	4,707	5,073	3,874	6,553	6,612	4,942
Underwriting and selling fees	13,066	3,330	3,378	4,143	2,215	7,272	8,568	7,130
Offering, selling, and other fees and commissions	14,489	3,372	4,151	2,633	4,331	4,458	6,502	6,474
Other commissions and fees	39,937	9,265	11,100	8,326	11,244	10,744	9,932	7,449
Gain on trading, net	54,266	27,948	6,299	17,252	2,765	19,541	16,113	15,708
Equities	(9,777)	8,577	(9,065)	(11,657)	2,367	5,415	2,550	11,258
Bonds, other	64,043	19,370	15,365	28,909	398	14,126	13,562	4,450
Loss on sales of operating investment securities	(2,763)	455	(1,206)	(943)	(1,069)	(168)	(1,055)	(291)
Interest and dividend income	68,762	16,998	20,336	15,979	15,447	6,554	10,163	8,276
Financial expenses	56,993	15,800	15,166	14,987	11,038	4,698	6,970	6,251
Net operating revenues	151,094	52,244	33,600	37,477	27,772	50,258	49,868	43,439
expenses	171,800	45,336	43,310	41,936	41,238	36,888	44,567	44,715
Operating income	(20,705)	6,908	(9,709)	(4,458)	(13,466)	13,369	5,300	(1,275)
Non-operating revenues	11,971	5,207	824	553	5,385	887	698	226
Non-operating expenses	186	35	53	35	61	81	(44)	126
Ordinary income	(8,920)	12,079	(8,938)	(3,940)	(8,141)	14,175	6,042	(1,175)
Extraordinary gains	11,959	1,264	1,877	4,090	4,883	78	(33)	132
Extraordinary losses	13,479	3,357	1,752	2,017	6,487	4,856	1,658	1,747
Net income	(9,048)	6,781	(4,869)	(3,641)	(7,318)	15,447	2,932	(2,301)

## P/L - Sum of Consolidated Results Breakdown (1/2)

Former Shinko Securities + Former Mizuho Securities ← → Mizuho Securities

(JPY million)		08/1Q-4Q				09/1Q-3Q		
		08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q
Commissions and fees	87,823	22,642	23,338	20,176	21,665	29,028	31,616	25,997
Brokerage commissions	20,330	6,673	4,707	5,073	3,874	6,553	6,612	4,942
Equities	19,960	6,581	4,634	4,958	3,786	6,422	6,496	4,787
Bonds	248	75	58	63	51	106	96	127
Underwriting and selling fees	13,066	3,330	3,378	4,143	2,215	7,272	8,568	7,130
Equities	3,579	149	1,708	1,676	45	3,659	5,793	3,606
Bonds	9,231	3,085	1,601	2,423	2,120	3,525	2,731	3,442
Offering, selling, and other fees and commissions	14,489	3,372	4,151	2,633	4,331	4,458	6,502	6,474
Investment trusts	14,027	3,202	4,014	2,619	4,190	4,456	6,351	6,409
Other commissions and fees	39,937	9,265	11,100	8,326	11,244	10,744	9,932	7,449
Investment trusts	10,056	3,238	3,037	1,988	1,791	1,899	2,160	2,239
Other (excluding Equities and Bonds)	22,976	3,952	6,123	4,850	8,050	7,784	5,578	3,921
Gain on trading, net	54,266	27,948	6,299	17,252	2,765	19,541	16,113	15,708
Equities	(9,777)	8,577	(9,065)	(11,657)	2,367	5,415	2,550	11,258
Bonds, other	64,043	19,370	15,365	28,909	398	14,126	13,562	4,450
Bonds	146,044	20,737	17,247	22,628	85,430	19,062	8,320	1,374
Other	(82,000)	(1,366)	(1,882)	6,280	(85,032)	(4,936)	5,242	3,076

## P/L - Sum of Consolidated Results Breakdown (2/2)

Former Shinko Securities + Former Mizuho Securities ← → Mizuho Securities

		08/1Q-4Q						
(JPY million)		08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q
SG&A	171,800	45,336	43,310	41,936	41,238	36,888	44,567	44,715
Transaction expenses	27,296	7,427	7,139	6,835	5,893	5,290	7,307	8,111
Personnel expenses	67,174	18,546	15,815	16,350	16,462	15,408	18,286	17,583
Real estate expenses	29,412	7,924	7,512	6,983	6,991	5,702	6,605	6,287
Office expenses	19,652	4,766	5,312	4,767	4,805	4,759	5,792	6,182
Depreciation and amortization	19,594	4,859	4,694	4,915	5,124	4,406	4,937	5,009
Tax and dues	2,466	640	700	717	407	433	659	668
Other	6,203	1,170	2,136	1,366	1,552	887	977	870

## Market Share - Non-consolidated

Former Shinko Securities ← → Mizuho Securities

(JPY billion)	07/1Q	07/2Q	07/3Q	07/4Q	08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q
Equity Trading Volum Total	2,997	2,748	2,463	1,968	2,421	2,058	1,473	1,388	4,859	5,288	5,502
Dealing	916	876	944	802	1,123	970	595	684	2,105	2,394	3,062
Brokerage	2,080	1,871	1,519	1,165	1,297	1,088	877	703	2,754	2,893	2,439
Share in TSE	0.67%	0.61%	0.56%	0.51%	0.61%	0.63%	0.56%	0.72%	2.08%	2.53%	2.76%
Equity Brokerage Commission Ratio	0.40%	0.39%	0.40%	0.36%	0.43%	0.33%	0.45%	0.42%	0.24%	0.23%	0.19%
Individual Equity Transaction Share	1.5%	1.3%	1.2%	1.1%	1.2%	0.9%	1.0%	0.9%	1.2%	1.6%	1.5%
Underwriting related Equity	15	15	7	13	1	8	1	0	54	141	90
Fixed Income	1,799	1,857	1,850	1,522	1,643	1,771	1,267	766	2,239	2,019	2,047
Distribution related Equity	16	16	7	14	1	8	1	0	56	147	94
Fixed Income	1,980	2,031	1,988	1,667	1,792	1,913	1,342	846	1,208	838	747
Investment Trust	1,060	903	825	718	782	826	658	565	824	844	903

➤ (Reference, Former Mizuho Securities)

(JPY billion)	07/1Q	07/2Q	07/3Q	07/4Q	08/1Q	08/2Q	08/3Q	08/4Q
Equity Trading Volume Total	7,432	7,217	6,043	5,906	5,470	4,430	3,901	2,334
Dealing	3,435	3,304	2,892	2,763	2,421	2,086	1,729	913
Brokerage	3,997	3,913	3,151	3,143	3,048	2,343	2,172	1,421
Share in TSE	1.81%	1.76%	1.58%	1.68%	1.66%	1.49%	1.59%	1.28%

## Assets Under Custody - Non-consolidated

	Former Shinko Securities ←								→ Mizuho Securities		
(JPY billion)	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3	09/6	09/9	09/12
Client Assets	15,605	14,821	14,285	12,771	13,897	13,143	11,895	11,587	20,967	21,546	21,175
Equity	7,151	6,554	6,019	5,142	5,526	5,382	4,656	4,207	7,420	7,497	7,454
Fixed Income	4,431	4,448	4,445	4,241	4,848	4,580	4,516	4,681	9,421	9,742	9,443
Investment Trust	3,298	3,266	3,266	2,852	3,022	2,798	2,362	2,402	3,964	4,052	4,103
Others	724	552	554	534	500	381	360	295	162	255	173
Retail Client Assets	8,104	7,724	7,374	6,396	6,774	5,905	4,773	4,661	5,347	5,361	5,442
Equity	3,911	3,594	3,270	2,790	2,975	2,511	2,037	1,876	2,293	2,281	2,246
Fixed Income	1,794	1,798	1,827	1,732	1,909	1,763	1,509	1,525	1,627	1,580	1,571
Investment Trust	2,345	2,270	2,227	1,828	1,860	1,593	1,203	1,242	1,407	1,521	1,612

\* Retail Business Division, excluding Corporate Investment Services

➤ (Reference, Former Mizuho Securities)

(JPY billion)	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3
Client Assets	9,623	9,350	8,641	8,323	8,579	9,315	9,167	8,947
Equity	2,782	2,457	2,140	2,002	2,148	2,065	2,047	1,807
Fixed Income	5,012	5,140	4,764	4,760	4,968	5,940	5,881	5,943
Investment Trust	1,782	1,740	1,671	1,516	1,401	1,291	1,197	1,175
Others	46	11	63	43	60	17	41	21

## Account Information etc. - Non-consolidated

Former Shinko Securities ← → Mizuho Securities

(thousand accounts)	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3	09/6	09/9	09/12
Cash management accounts	1,038	1,029	1,030	1,033	1,039	1,048	1,065	1,067	1,071	1,072	1,075
Online trading accounts	380	390	395	405	415	428	559	567	575	582	589

Former Shinko Securities ← → Mizuho Securities

(JPY billion, thousand accounts)	07/1Q	07/2Q	07/3Q	07/4Q	08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q
New accounts	11	12	9	9	11	12	20	8	9	9	7
Net inflow of assets	42	97	20	61	38	52	101	27	31	10	32
Online trading ratio based on transactions	34.3%	36.4%	40.2%	41.7%	38.0%	38.7%	38.0%	37.5%	32.9%	31.3%	31.3%
Online trading ratio based on amount	19.2%	21.3%	23.7%	24.9%	22.4%	22.3%	23.0%	22.4%	17.7%	15.8%	18.4%

## Retail Sales Information etc. - Non-consolidated

Former Shinko Securities ← → Mizuho Securities

(JPY billion)	07/1Q	07/2Q	07/3Q	07/4Q	08/1Q	08/2Q	08/3Q	08/4Q	09/1Q	09/2Q	09/3Q
Stock Investment Trust	240.2	184.7	179.3	124.0	129.6	128.3	75.0	118.3	151.8	183.8	226.1
Long·AP Contract Amount	(1.5)	3.5	(4.7)	(17.9)	(14.1)	(12.2)	(13.8)	(10.3)	(6.8)	(3.8)	(1.4)
Long·AP No. of Contract	(13)	194	(110)	(476)	(398)	(364)	(430)	(410)	(251)	(141)	(117)
Fund Wrap Contract Amount	-	-	-	-	1.6	4.5	0.0	(0.8)	(1.2)	(0.2)	(0.3)
Fund Wrap No. of Contract	-	-	-	-	267	823	3	(153)	(243)	(45)	(54)
Pension Insurance (retail)	16.9	13.3	12.8	14.8	11.3	13.8	10.3	11.1	13.9	24.0	7.0
Overseas Equity (retail)	114.7	162.7	168.8	60.8	184.7	66.0	19.9	44.2	127.5	142.4	201.9
Overseas Fixed Income (retail)	168.3	156.2	130.0	141.7	145.0	145.5	72.5	71.9	85.1	75.3	74.6



## Capital Adequacy Ratio - Non-consolidated

Former Shinko Securities ← → Mizuho Securities

(JPY million)	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3	09/6	09/9	09/12
Basic Items	254,752	258,884	260,161	246,689	250,099	247,151	240,654	231,191	575,420	578,344	576,037
Supplemental Items	74,192	70,392	67,088	70,771	73,068	67,644	62,654	62,679	341,448	343,067	343,003
Deducted Assets	96,341	96,910	88,937	91,298	90,823	89,718	89,444	88,274	334,450	336,434	329,466
Equity after Deduction	232,602	232,366	238,252	226,162	232,344	225,077	213,863	205,596	582,417	584,977	589,575
Amount Equivalent to Risk	56,593	50,988	61,698	60,086	61,935	61,473	60,869	59,497	166,953	172,018	154,750
Capital Adequacy Ratio	411.0%	455.7%	386.1%	376.3%	375.1%	366.1%	351.3%	345.5%	348.8%	340.0%	380.9%

➤ (Reference, Former Mizuho Securities)

(JPY million)	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3
Basic Items	376,883	367,276	337,960	325,742	329,108	326,251	328,808	329,252
Supplemental Items	203,715	246,294	230,039	278,441	278,496	307,417	295,360	276,945
Deducted Assets	244,082	274,365	224,181	228,333	231,295	251,152	262,337	233,854
Equity after Deduction	336,516	339,204	343,818	375,849	376,310	382,517	361,830	372,343
Amount Equivalent to Risk	132,547	130,668	154,373	140,808	131,423	136,402	137,191	136,180
Capital Adequacy Ratio	253.8%	259.5%	222.7%	266.9%	286.3%	280.4%	263.7%	273.4%

## Number of Employees and Offices

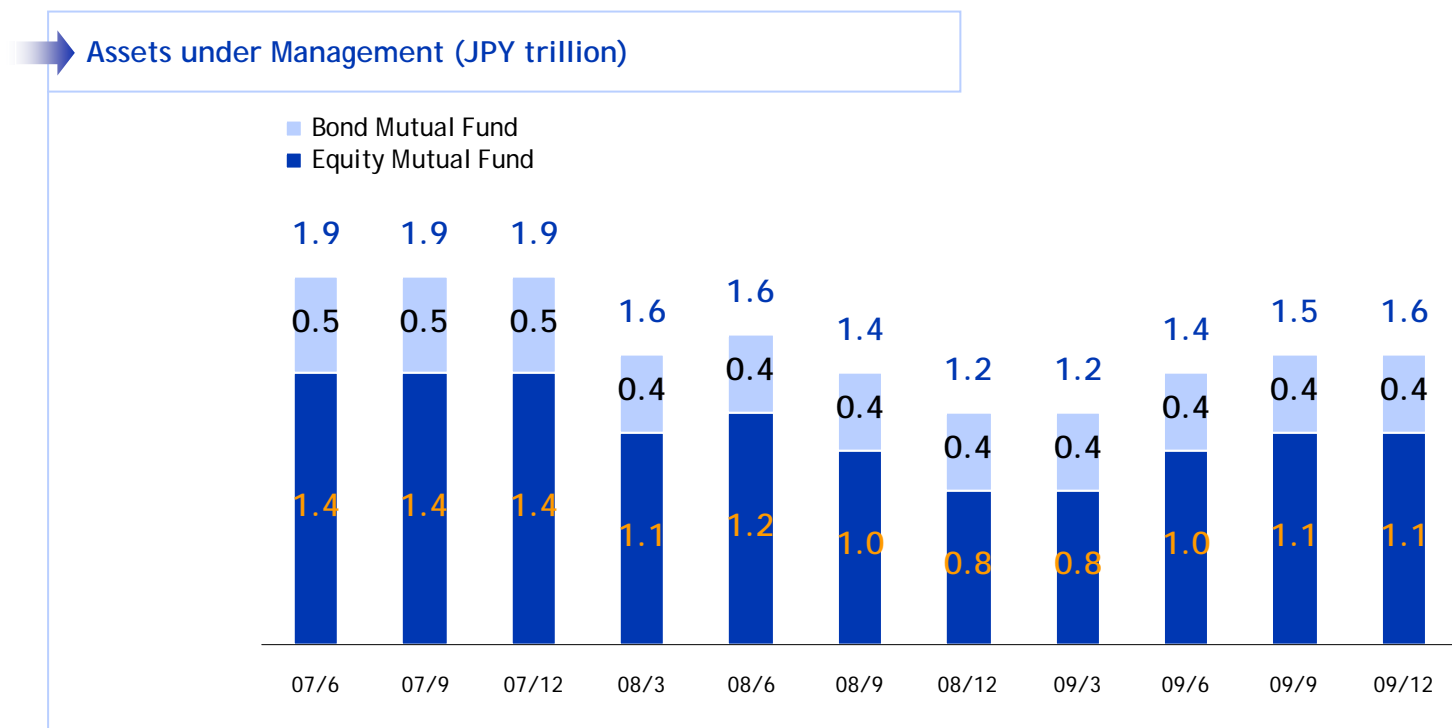
	Former Shinko Securities ← → Mizuho Securities										
	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3	09/6	09/9	09/12
Non-consolidated											
Number of Employees	4,894	4,809	4,865	4,746	5,129	5,029	4,970	4,783	6,742	6,651	6,569
Domestic Offices	95	97	98	98	99	99	99	99	101	100	100
Overseas Representative Offices	0	0	0	0	0	0	0	0	3	3	3
Overseas Branch offices											
Number of Employees	28	30	32	30	28	30	29	28	964	982	1,035
Number of Branch Offices	5	5	5	5	4	4	4	4	7	7	8

➤ (Reference, Former Mizuho Securities)

	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3
Non-consolidated								
Number of Employees	1,927	1,936	1,932	1,852	1,744	1,676	1,695	1,636
Domestic Offices	2	2	2	2	2	2	2	2
Overseas Representative Offices	2	2	2	2	2	2	2	3
Overseas Branch offices								
Number of Employees	936	1,017	1,010	934	923	944	969	947
Number of Branch Offices	6	7	7	7	7	7	7	7

## Shinko Investment Trust Management (Assets under Management)

(JPY billion)	07/6	07/9	07/12	08/3	08/6	08/9	08/12	09/3	09/6	09/9	09/12
Assets	1,995	1,965	1,974	1,645	1,675	1,496	1,223	1,218	1,437	1,545	1,614
Equity Mutual Funds	1,439	1,463	1,470	1,192	1,211	1,049	802	811	1,026	1,102	1,198
Bond Mutual Funds	556	501	504	452	463	447	420	406	411	442	419



## Credit Ratings

As of December 31, 2009

R&I		JCR		Moody's	
Long Term	Short Term	Long Term	Short Term	Long Term	Short Term
A+	a-1	AA-	J-1+	Aa3*	P-1*

\* Credit ratings for EMTN programme (Joint Medium-Term Note Programme with Mizuho International plc., based on keep well agreement with Mizuho Corporate Bank, Ltd.)

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This document is intended to provide information on the Company's operating performance for 3Q of FY 2009, and does not constitute an offer or solicitation for the purchase or sale of any securities issued by the Company.

The information contained in this document is based on data available as of December 31, 2009.

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