



January 29, 2010

Summary of Financial Statements for the Nine months ended December 31, 2009

Listed company's name: **Mizuho Securities Co., Ltd.**

Listed on: 1st sections of TSE, OSE, NSE

Stock code: 8606

URL: <http://www.mizuho-sc.com/>

Representative: Keisuke Yokoo, President

Contact: Tetsuya Gonda, General Manager of Accounting Dept. on +81 3-5208-3210

The quarterly financial report is scheduled to be submitted on February 12, 2010

Scheduled date of dividend payment: -

1. Consolidated Financial Results for the Nine months ended December 31, 2009

(April 1, 2009 to December 31, 2009)

(Amounts rounded down to the nearest million yen)

(1) Consolidated operating results

(Percentage figures represent year-on-year changes)

	Operating revenue		Net operating revenue		Operating income		Ordinary income	
	million yen	%	million yen	%	million yen	%	million yen	%
Nine months ended December 31, 2009	241,201	-	194,396	-	32,026	-	33,677	-
Nine months ended December 31, 2008	85,081	-	73,559	-	(9,669)	-	(8,307)	-

	Net income		Net income per share	Net income per share - fully diluted
	million yen	%	yen	yen
Nine months ended December 31, 2009	129,912	-	86.46	86.42
Nine months ended December 31, 2008	(6,396)	-	(8.27)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
December 31, 2009	20,989,683	602,530	2.8	364.55
March 31, 2009	2,713,634	249,921	9.0	315.13

Reference: Equity (Net assets less minority interests): December 31, 2009: 579,082 million yen

March 31, 2009: 243,595 million yen

2. Dividends

	Dividend per share				
	As of Jun. 30	As of Sep. 30	As of Dec. 31	As of Mar. 31	Total
	yen	yen	yen	yen	yen
Year ended March 31, 2009	-	-	-	3.00	3.00
Year ending March 31, 2010	-	-	-		
Year ending March 31, 2010 (forecast)				-	-

Notes: Revision of dividend forecast during the nine months ended December 31, 2009: None
Dividends for the year ending March 31, 2010, are yet to be determined.

3. Forecast of Consolidated Earnings for the Year Ending March 31, 2010 (April 1, 2009 to March 31, 2010)

Notes: Revision of earnings forecast during the nine months ended December 31, 2009: None
Because the Company's earnings are strongly influenced by market conditions, we do not produce forecasts of business results.

4. Other Information

- (1) Change in significant subsidiaries (changes to the scope of consolidation) during the period:
Newly consolidated: 1 company (Mizuho International plc)
Excluded from the scope of consolidation: None
Note: For details, see "4. Other information (1)" on page 5 in the "Business Results and Financial Statements" section.
- (2) Application of simplified accounting methods and/or accounting methods specific to the preparation of quarterly consolidated financial statements: Yes
Note: For details, see "4. Other information (2)" on page 5 in the "Business Results and Financial Statements" section.
- (3) Changes in accounting principles, procedures, and methods of presentation applicable to the preparation of quarterly consolidated financial statements:
 - 1) Changes in accordance with revisions to accounting standards: None
 - 2) Changes other than 1) above: Yes
Note: For details, see "4. Other information (3)" on page 6 in the "Business Results and Financial Statements" section.
- (4) Number of shares issued and outstanding (common stock)
 - 1) Number of shares issued at end of the period (treasury stock included):

December 31, 2009:	1,626,688,683 shares
March 31, 2009:	811,118,683 shares
 - 2) Number of treasury stock at end of the period:

December 31, 2009:	38,183,575 shares
March 31, 2009:	38,116,521 shares
 - 3) Average number of shares outstanding (for the nine months):

Nine months ended December 31, 2009:	1,502,641,587 shares
Nine months ended December 31, 2008:	773,113,793 shares

* Appropriate Use of Financial Forecasts and Other Important Matters

1. The company's basic dividend policy calls for dividends to be determined flexibly based on earnings. However, producing adequate forecasts of earnings is difficult since the Group is mainly involved in the securities business, and earnings are significantly affected by changes in market conditions and other factors. Dividends forecasts are therefore not available as of the date of this report.
2. For this nine months (April 1, 2009 to December 31, 2009), the consolidated financial statements are prepared in accordance with the revised Regulations of Quarterly Financial Consolidated Statements based on "Cabinet Office Ordinance for Amendments to the Regulations on the Terminology, Format, and Preparation of Financial Statements" (Cabinet Office Ordinance No. 5, March 24, 2009) with its Supplementary Provision Art. 7 (proviso to 1-1 and 1-4).

Notes:

1. Consolidated results of operations
On May 7, 2009, the Company merged with former Mizuho Securities Co., Ltd.
Because the merger was accounted for as a reverse acquisition under the accounting standards for business combinations, the results for the nine months ended December 31, 2009 were calculated as the sum of the consolidated results of the former Mizuho Securities Co., Ltd. for up to May 6, 2009 of the fiscal year and the consolidated results of new Mizuho Securities Co., Ltd for after May 7, 2009 of the fiscal year.
As a result, year-on-year comparisons are not provided.
2. Net income per share for the nine months ended December 31, 2009
The average number of shares during the period is calculated using the number of issued shares allocated to shareholders of the former Mizuho Securities Co., Ltd. at the time of the merger on May 7, 2009 (from April 1, 2009 to May 6, 2009), and that of shares outstanding by new Mizuho Securities Co., Ltd. (from May 7, 2009 to December 31, 2009).

Business Results and Financial Statements

1. Analysis of consolidated business results

The Japanese economy showed signs of recovery in the first three quarters of fiscal 2009, with exports and production activity rebounding as the recovery of overseas economies, particularly in Asia, and the positive effects of economic stimulus packages halted the slide into recession. However, private-sector demand recovered only moderately as corporations continued to curtail investment and cutback on employment. The Japanese stock market rose against the backdrop of regained financial stability in the United States and hopes of economic recovery, with the Nikkei Stock Average recovering to above 10,000 yen in early June after starting fiscal 2009 around 8,300 yen. Although the Nikkei fell back to just above 9,000 yen as the yen appreciated, it then recovered to 10,639 yen in late August, its highest point since early October 2008. Stock prices subsequently dropped again in the face of an uncertain outlook as the Democratic Party of Japan came into power, continuing yen appreciation, and concerns about supply-demand imbalances caused by increasing equity financing. A recovery then ensued, with stock prices buoyed by policy coordination between the Japanese government and the Bank of Japan and a lull in the yen's appreciation, and the Nikkei closed out the fiscal third quarter above 10,500 yen. The bond market saw increased speculation of rising interest rates in early June against the backdrop of a stock market rebound and rising long-term interest rates in the United States. This was evidenced by 10-year Japanese government bond (JGB) yields that temporarily reached the mid-1.5% range before an improved supply-demand balance and stabilized overseas interest rates toward the end of September pushed rates below 1.3%. From fall onward, although yields climbed into the upper 1.4% range in early November amid worries about the prospect of deterioration in Japan's fiscal position and expectations of an early start to exit strategies abroad, continued monetary easing by the Bank of Japan once again pushed yields down through to the end of the period, and they ended in the upper 1.2% range.

Overseas, business sentiment continued to improve in the United States as financial markets stabilized somewhat and expectations grew that substantial economic stimulus measures will soon take effect. Personal spending and housing sales also moved into recovery. In Europe, continued inventory adjustments are indicating improved business sentiment. Stock markets in the United States continued to advance, with support lines on the rise, as expectations of a recovery in corporate earnings materialized and investors' risk tolerance returned. Stock markets in Europe continued to pick up, mirroring stock price trends in the United States. In the bond market, yields in Europe and the United States fell momentarily as investment funds flowed back into safe assets in the wake of the Dubai shock at the end of the period, but they finished in the upper end of historical ranges amid speculation about the timing of monetary exit strategies and concerns about supply-demand imbalances caused by widening fiscal deficits.

Under such business environment, in the first nine months of the fiscal year, our Group achieved consolidated operating revenue of 241,201 million yen, ordinary income of 33,677 million yen and a net income of 129,912 million yen. An overview of our financial performance is shown below.

(1) Commissions and fees received

Total commissions and fees for the nine months ended December 31, 2009, totaled 104,890 million yen. A breakdown appears below.

• Brokerage commissions

Daily trading volume on the First and Second Sections of the Tokyo Stock Exchange averaged 1,550.4 billion yen in the nine months ended December 31, 2009. The Company's brokerage trading volume was 11,025 million shares, with an aggregate value of 7,796.0 billion yen and the Group's brokerage commissions on equity trades totaled 20,551 million yen.

• Underwriting and selling fees, and commissions from solicitation to qualifying investors

In the equity primary market, we were lead underwriters for public offering and placement of shares for 8 companies, including one initial public offering. As a result, the Group's underwriting commissions on equity totaled 15,998 million yen.

Meanwhile, in the bond issuance market, we were sole lead or joint lead underwriters for 102 straight corporate bond issues. As a result, underwriting commissions on bonds totaled 13,898 million yen.

• **Offering, selling, and other fees and commissions, and commissions from solicitation to qualifying investors**

This income principally comes from distribution commissions of investment trusts.

We started offering “Global CB (Convertible Bonds) Fund” and “Mizuho Hybrid Securities Fund (Currency Select Type)”, which aimed to benefit from the correction of widened credit spread in expectation of economic recovery from the serious financial turmoil in 2008.

We also started offering “Principal Protected Performance of dbX-Paulson Linked Fund (2009-10) (AUD)”, which aimed to benefit mainly from event driven strategy, and maintenance of AUD principal at redemption and “Mizuho Global REIT Fund(Currency Select Type)”, which aimed to benefit from recovery and growth of real estate market. In addition, we continued to market existing investment trusts, including ones specialized in financial sector and those related to emerging markets such as BRICs. In the nine months ended December 31, 2009, commissions and fees in this category totaled 16,152 million yen.

• **Other commissions and fees**

Other commissions and fees include investment trust service fees, sales commissions on wrap accounts and annuities, and M&A and IPO advisory fees. In the nine months ended December 31, 2009, other commissions totaled 33,723 million yen.

(2) Gains on trading

Net trading gains on equities were 16,134 million yen, and net trading gains on bonds and others were 42,205 million yen. Net trading gains for the nine month ended December 31, 2009 totaled 58,340 million yen.

(3) Financial income and expenses

Financial income amounted to 78,081 million yen, and financial expenses totaled 46,805 million yen, resulting in net financial income of 31,276 million yen.

(4) Selling, general and administrative expenses

Selling, general and administrative expenses totaled 162,369 million yen.

(5) Extraordinary gain and loss

Extraordinary gain of 111,151 million yen include a 110,219 million yen gain on the negative goodwill recognized in the first quarter. Extraordinary loss in the period include 5,052 million yen in merger-related expenses and a 1,420 million yen loss on disposal of fixed assets. The net resulted in extraordinary gains of 104,382 million yen.

2. Analysis of consolidated financial position

Total consolidated assets at December 31, 2009, stood at 20,989,683 million yen, an increase of 18,276,049 million yen from the end of last fiscal year (March 31, 2009) due to merger with former Mizuho Securities. Consolidated current assets at December 31, 2009, stood at 20,734,177 million yen, an increase of 18,134,259 million yen from the end of last fiscal year.

Total consolidated liabilities at December 31, 2009, stood at 20,387,153 million yen, an increase of 17,923,439 million yen from the end of last fiscal year.

Net assets ended the period at 602,530 million yen, an increase of 352,609 million yen from the end of last fiscal year.

As a result, equity ratio was 2.8%.

3. Consolidated earnings forecast

Because the main business of the Group is the securities business, our earnings are significantly influenced by market conditions and other factors. For this reason, we do not produce forecasts of our business results.

4. Other information

- (1) Change in significant subsidiaries (changes to the scope of consolidation) during the period
As a result of merger with former Mizuho Securities Co., Ltd on May 7, 2009, one of its subsidiaries, Mizuho International plc is now added to the scope of consolidation from this fiscal year.
- (2) Application of simplified accounting methods and/or accounting methods specific to the preparation of quarterly consolidated financial statements
 - 1) Use of simplified accounting methods
Depreciation of fixed assets
For fixed assets that are depreciated by declining-balance method or other methods we calculate quarterly depreciation expense by prorating the annual depreciation expense.
 - 2) Accounting methods specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting principles, procedures, and methods of presentation applicable to the preparation of quarterly consolidated financial statements
 - 1) Changes in accordance with revisions to accounting standards: None
 - 2) Other changes
 - (i) Accounting Standard for Business Combinations (ASBJ Statement No.21 December 26, 2008), Accounting Standard for Consolidated Financial Statements (ASBJ Statement No.22 December 26, 2008), Partial amendments to Accounting Standard for Research and Development Costs (ASBJ Statement No.23 December 26, 2008), Revised Accounting Standard for Business Divestitures (ASBJ Statement No.7 December 26, 2008), Revised Accounting Standard for Equity Method of Accounting for Investments (ASBJ Statement No.16 December 26, 2008) and Revised Guidance on Accounting Standard for Business Combinations and Accounting Standard for Business Divestitures (ASBJ Guidance No.10 December 26, 2008) are issued and are allowed to be applied to business combinations or business divestitures occurred after the financial period starting on or after April 1, 2009. The Company applied these standards and guidance from this fiscal year.
 - (ii) “Cabinet Office Ordinance for Amendments to the Regulations on the Terminology, Format, and Preparation of Financial Statements” (Cabinet Office Ordinance No. 5, March 24, 2009) is applicable to the financial period starting on or after April 1, 2009 as per Accounting Standard for Consolidated Financial Statements (ASBJ Statement No.22 December 26, 2008). As a result “Income before minority interests” is shown in statement of income from this fiscal year.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(In million yen)

	As of December 31, 2009	As of March 31, 2009
Assets		
Current assets		
Cash on hand and bank deposits	141,396	172,838
Cash segregated as deposits related to securities transactions	77,003	42,297
Trading assets	7,520,116	1,317,692
Trading securities and others	6,670,046	1,294,088
Operating loan assets	26,476	-
Derivatives	823,593	23,603
Receivables - unsettled trades	-	39,289
Operating investment securities	86,625	9,551
Operating loan receivables	3,561	-
Receivables related to margin transactions	55,894	31,502
Customers' loans receivable under margin transactions	27,559	13,075
Collateral for borrowed securities under margin transactions	28,334	18,426
Collateralized short-term financing agreements	12,415,868	948,137
Deposits paid for securities borrowed	3,644,543	796,087
Securities purchased under agreements to resell	8,771,324	152,050
Advances	2,786	739
Securities: fail to deliver	91,972	-
Short-term loans receivable	8,061	70
Securities	81,250	7,627
Deferred tax assets	17,863	4,130
Other current assets	232,289	26,571
Less: Allowance for doubtful accounts	(511)	(530)
Total current assets	20,734,177	2,599,918
Fixed assets		
Tangible fixed assets	44,392	33,400
Intangible fixed assets	107,132	28,221
Investments and other assets	103,981	52,094
Investment securities	75,263	30,605
Long-term deposits	17,726	10,453
Deferred tax assets	2,383	791
Other	12,953	13,171
Less: Allowance for doubtful accounts	(4,345)	(2,926)
Total fixed assets	255,506	113,716
Total assets	20,989,683	2,713,634

(In million yen)

	As of December 31, 2009	As of March 31, 2009
Liabilities		
Current liabilities		
Trading liabilities	4,140,735	636,694
Trading securities and others	3,372,407	609,335
Derivatives	768,328	27,358
Payable – unsettled trades	233,397	-
Payables related to margin transactions	19,361	12,286
Customers' loans payable under margin transactions	11,205	7,193
Collateral for loaned securities under margin transactions	8,156	5,092
Collateralized short-term financing agreements	10,357,641	1,014,579
Deposits received for securities loaned	1,018,154	667,767
Securities sold under agreements to repurchase	9,339,486	346,811
Deposits received	75,427	31,976
Received margins	178,031	17,527
Securities: fail to receive	96,803	-
Short-term borrowings	3,756,489	571,770
Commercial paper	319,600	81,500
Short-term bonds and notes	73,682	-
Lease obligation	1,050	96
Income taxes payable	1,238	487
Accrued employee's bonuses	17,508	2,754
Accrued directors' bonuses	-	23
Deferred tax liabilities	76	-
Allowance for bonus points redemption	822	1,136
Other current liabilities	34,732	6,680
Total current liabilities	19,306,598	2,377,514
Fixed liabilities		
Corporate bonds	504,359	33,000
Long-term borrowings	543,563	40,300
Lease obligation	1,388	351
Deferred tax liabilities	11,862	3,452
Reserve for retirement benefits	14,603	5,604
Reserve for directors' retirement benefits	328	796
Reserve for executive officers' retirement benefits	176	1,059
Other fixed liabilities	2,323	1,212
Total fixed liabilities	1,078,606	85,776
Statutory reserve		
Reserve for financial instrument transaction liabilities	1,947	422
Total statutory reserve	1,947	422
Total liabilities	20,387,153	2,463,713

(In million yen)

	As of December 31, 2009	As of March 31, 2009
Net assets		
Shareholders' equity		
Common stock	125,167	125,167
Capital surplus	389,660	82,973
Retained earnings	130,469	41,570
Treasury stock	(7,447)	(7,426)
Total shareholders' equity	<u>637,849</u>	<u>242,284</u>
Valuation and translation adjustments		
Net unrealized gains on other securities, net of taxes	3,455	1,214
Foreign currency translation adjustments	(62,222)	95
Total valuation and translation adjustments	<u>(58,767)</u>	<u>1,310</u>
Stock subscription rights	372	-
Minority interests	23,075	6,325
Total net assets	<u>602,530</u>	<u>249,921</u>
Total net assets and liabilities	<u>20,989,683</u>	<u>2,713,634</u>

(2) Consolidated Statements of Income

(In million yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
Operating revenues		
Commissions and fees	41,272	104,890
Brokerage commissions	13,659	24,903
Underwriting and selling fees, and commissions from solicitation to qualifying investors	1,818	30,110
Offering, selling, and other fees and commissions, and commissions from solicitation to qualifying investors	9,858	16,152
Other commissions and fees	15,936	33,723
Gain on trading, net	32,717	58,340
Loss on sales of operating investment securities	(829)	(111)
Interest and dividend income	11,921	78,081
Total operating revenues	<u>85,081</u>	<u>241,201</u>
Financial expenses	11,522	46,805
Net operating revenues	<u>73,559</u>	<u>194,396</u>
Selling, general and administrative expenses	83,228	162,369
Transaction expenses	12,349	25,341
Personnel expenses	37,421	78,205
Real estate expenses	11,506	19,853
Office expenses	7,572	13,554
Depreciation and amortization	10,064	17,676
Taxes and dues	843	1,993
Provision of allowance for doubtful accounts	372	-
Other	3,097	5,744
Operating income (loss)	<u>(9,669)</u>	<u>32,026</u>
Non-operating revenues	2,881	2,890
Non-operating expenses	1,519	1,239
Ordinary income (loss)	<u>(8,307)</u>	<u>33,677</u>
Extraordinary gain	6,284	111,151
Gain on sale of fixed assets	-	8
Gain on sale of investment securities, net	5,596	885
Gain on liquidation of affiliates	61	-
Gain on negative goodwill	-	110,219
Reversal of foreign currency translation adjustments due to liquidation of overseas subsidiaries	357	-
Reversal of allowance for doubtful accounts	-	38
Reversal of reserve for financial instruments transaction liabilities	268	-
Extraordinary loss	3,982	6,769
Loss on sale of fixed assets	-	0
Loss on disposal of fixed assets	282	1,420
Loss on sale of investment securities, net	33	13
Loss on valuation of investment securities	2,616	148
Loss on valuation of golf club membership	10	25
Expenses related to merger	1,039	5,052
Provision for reserve for financial instrument transaction liabilities	-	108
Income (loss) before income taxes and minority interests	<u>(6,004)</u>	<u>138,060</u>
Income taxes - current	331	3,523
Income taxes - deferred	(109)	4,335
Total income taxes	<u>221</u>	<u>7,858</u>
Income before minority interests	<u>-</u>	<u>130,201</u>
Minority interests	170	288
Net income (loss)	<u>(6,396)</u>	<u>129,912</u>

(3) Note on the going-concern assumption: Not applicable**(4) Segment Information****1. Business segment information**

For the nine months ended December 31, 2008 (April 1, 2008 to December 31, 2008) and for the nine months ended December 31, 2009 (April 1, 2009 to December 31, 2009)

The Companies' business operations, rolled out on global basis, encompass 1) trading of securities, 2) securities brokerage, 3) underwriting and distribution of securities, 4) subscription and distribution of securities, and 5) private placement of securities. These businesses together with ancillary services comprise the Companies' source of earnings. Thus, the Companies' businesses all fall under the "investment/financial service" category. Accordingly, business segment information is omitted.

2. Geographical segment information

For the nine months ended December 31, 2008 (April 1, 2008 to December 31, 2008)

Geographical segment information is omitted, as sales and assets in Japan accounted for more than 90% of consolidated amounts.

For the nine months ended December 31, 2009 (April 1, 2009 to December 31, 2009)

(In million yen)

	Japan	Asia	Europe	North America	Subtotal	Elimination	Consolidated
Net operating revenues							
(1) Net operating revenues from third parties	141,383	2,127	26,557	24,327	194,396	-	194,396
(2) Inter-segment net operating revenues	4,587	1,134	3,145	602	9,469	(9,469)	-
Total	145,970	3,261	29,702	24,930	203,865	(9,469)	194,396
Operating income (loss)	17,151	(464)	8,962	5,900	31,550	475	32,026

(Note)

- Criteria for classification of country or region: Geographical proximity
- Major countries or regions which belong to segments other than Japan are as follows:
 - Asia: China and Singapore
 - Europe: U.K. and Switzerland etc.
 - North America: U.S.A.

3. Overseas sales (Net operating revenues)

For the nine months ended December 31, 2008 (April 1, 2008 to December 31, 2008)

A breakdown of overseas sales is omitted, as overseas net operating revenues accounted for less than 10% of consolidated net operating revenues.

For the nine months ended December 31, 2009 (April 1, 2009 to December 31, 2009)

(In million yen)

	Asia	Europe	North America	Total
Overseas net operating revenues	1,998	23,969	25,926	51,895
Consolidated net operating revenues				194,396
Overseas net operating revenues as a percentage of consolidated net operating revenues	1.0%	12.3%	13.3%	26.7%

(Note)

- Criteria for classification of country or region: Geographical proximity
- Major countries or regions which belong to segments other than Japan are as follows:
 - Asia: China and Singapore
 - Europe: U.K. and Switzerland etc.
 - North America: U.S.A.
- "Overseas net operating revenues" consists of the net operating revenues of the Company and its consolidated

subsidiaries in countries or regions other than Japan.

(5) Note on significant changes in the amount of shareholders' equity:

On May 7, 2009, the Company merged with former Mizuho Securities Co., Ltd.

Because the merger was accounted for as a reverse acquisition under the accounting standards for business combinations, the beginning balance of shareholders' equity is that of former Mizuho Securities Co., Ltd.

Major items and amounts of changes for each component in shareholders' equity are as follows:

	Shareholders' equity (In million yen)				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at March 31, 2009 (note.1)	250,000	75,742	556	-	326,298
Changes during the period					
Net income for the period			129,912		129,912
Acquisition of treasury stock				(19)	(19)
Retirement of treasury stock		2		3	5
Increase due to merger (note.2)		313,916		(7,431)	306,484
Decrease due to merger (note.2)	(124,832)				(124,832)
Total changes during the period	(124,832)	313,918	129,912	(7,447)	311,551
Balance at December 31, 2009	125,167	389,660	130,469	(7,447)	637,849

Notes:

1. The balance as of March 31, 2009 is the consolidated beginning balance of former Mizuho Securities Co., Ltd.
2. "Increase due to merger" and "decrease due to merger" are the result of the application of acquisition method for the merger, and consist mainly of the acquisition cost and related costs.

6. Other information

(1) Commissions and fees

1) Breakdown by items

(In million yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
	former Shinko Securities	
Brokerage commissions	13,659	24,903
Equities	13,541	20,551
Bonds	39	4,285
Underwriting and selling fees, and commissions from solicitation to qualifying investors	1,818	30,110
Equities	325	15,998
Bonds	1,492	13,898
Offering, selling, and other fees and commissions, and commissions from solicitation to qualifying investors	9,858	16,152
Other commissions and fees	15,936	33,723
Total	41,272	104,890

2) Breakdown by instruments

(In million yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
	former Shinko Securities	
Equities	14,129	37,435
Bonds	1,940	19,141
Beneficiary certificates	20,673	25,520
Others	4,527	22,793
Total	41,272	104,890

(2) Gain on trading, net

(In million yen)

	Nine months ended December 31, 2008	Nine months ended December 31, 2009
	former Shinko Securities	
Equities	6,610	16,134
Bonds, others	26,106	42,205
Bonds	18,164	36,741
Others	7,942	5,464
Total	32,717	58,340

(3) Capital adequacy requirement ratio

(In million yen)

		As of December 31, 2009	As of March 31, 2009 former Shinko Securities
Basic items	Total capital (A)	576,037	231,191
Supplemental items	Difference in valuation (valuation gains) of other securities	4,371	1,544
	Reserve for financial instrument transaction liabilities, etc.	1,924	397
	Allowance for doubtful accounts	56	87
	Subordinated long-term borrowings	151,000	17,000
	Subordinated short-term borrowings	185,650	43,650
	Total (B)	343,003	62,679
	Deducted assets (C)	329,466	88,274
	Equity after deduction (A) + (B) - (C) (D)	589,575	205,596
Amount equivalent to risk	Amount equivalent to market risk	74,982	25,767
	Amount equivalent to counterparty risk	32,699	7,076
	Amount equivalent to fundamental risk	47,068	26,653
	Total (E)	154,750	59,497
	Capital adequacy requirement ratio (D)/(E) * 100 (%)	380.9%	345.5%

Note: The capital adequacy requirement ratio above is based on non-consolidated figures.

(4) Consolidated Quarterly Statements of Operations

(In million yen)

	Third quarter ended December 2008	Fourth quarter ended March 2009	First quarter ended June 2009	Second quarter ended September 2009	Third quarter ended December 2009
	Oct. 1, 2008 - Dec. 31, 2008	Jan. 1, 2009 - Mar. 31, 2009	Apr. 1, 2009 - Jun. 30, 2009	Jul. 1, 2009 - Sep. 30, 2009	Oct. 1, 2009 - Dec. 31, 2009
	former Shinko Securities				
Operating revenues	21,681	21,999	95,325	80,372	65,503
Commissions and fees	11,877	11,727	33,649	39,478	31,761
Brokerage commissions	4,142	3,285	7,937	9,055	7,910
Equities	4,064	3,229	6,503	7,826	6,221
Bonds	26	22	1,419	1,207	1,658
Underwriting and selling fees, and commissions from solicitation to qualifying investors	904	378	9,250	12,532	8,328
Equities	72	45	4,039	8,092	3,866
Bonds	832	333	5,122	4,396	4,379
Offering, selling, and other fees and commissions, and commissions from solicitation to qualifying investors	2,635	4,193	3,083	6,547	6,521
Other commissions and fees	4,195	3,869	13,377	11,343	9,002
Gain on trading, net	6,628	6,826	32,592	16,350	9,397
Equities	598	1,624	1,382	2,862	11,890
Bonds, other	6,030	5,202	31,209	13,488	(2,492)
Bonds	(955)	9,072	34,029	8,289	(5,577)
Other	6,985	(3,870)	(2,819)	5,199	3,085
Gain (loss) on sales of operating investment securities	(278)	(426)	(136)	115	(89)
Interest and dividend income	3,454	3,872	29,220	24,428	24,433
Financial expenses	3,384	2,057	17,963	14,470	14,370
Net operating revenues	18,297	19,941	77,361	65,901	51,132
Selling, general and administrative expenses	26,973	26,134	49,331	56,186	56,851
Transaction expenses	3,923	3,254	7,570	8,477	9,293
Personnel expenses	11,979	11,876	24,797	26,987	26,420
Real estate expenses	3,603	3,753	6,059	6,950	6,843
Office expenses	2,497	2,231	3,896	4,661	4,995
Depreciation and amortization	3,417	3,636	5,021	6,230	6,424
Taxes and dues	199	186	510	722	760
Other	1,352	1,195	1,475	2,156	2,113
Operating income (loss)	(8,676)	(6,192)	28,030	9,715	(5,719)
Non-operating revenues	564	1,059	1,481	744	665
Non-operating expenses	418	778	619	339	280
Ordinary income (loss)	(8,530)	(5,912)	28,891	10,120	(5,334)
Extraordinary gains	4,084	248	110,257	(34)	928
Extraordinary loss	1,890	1,365	3,586	1,584	1,598
Income (loss) before income taxes and minority interests	(6,335)	(7,028)	135,563	8,501	(6,004)
Income taxes - current	(74)	192	1,684	1,017	821
Income taxes - deferred	215	(116)	3,907	1,019	(591)
Income loss minority interests	-	-	129,971	6,464	(6,234)
Minority interests	(23)	(32)	456	267	(435)
Net income (loss)	(6,453)	(7,071)	129,514	6,196	(5,799)

Reference: Non-Consolidated Financial Results for the Nine months ended December 31, 2009**Non-consolidated Balance Sheet**

(In million yen)

		As of December 31, 2009
Assets		
Current assets		
Cash on hand and bank deposits		89,032
Cash segregated as deposits related to securities transactions		74,469
Trading assets		6,369,980
Trading securities and others		5,580,081
Operating loan assets		26,476
Derivatives		763,422
Operating investment securities		30,663
Receivables related to margin transactions		51,744
Customers' loans receivable under margin transactions		23,508
Collateral for borrowed securities under margin transactions		28,235
Collateralized short-term financing agreements		3,671,713
Deposits paid for securities borrowed		3,645,715
Securities purchased under agreements to resell		25,998
Advances		513
Short-term loans receivable		57,051
Deferred tax assets		16,845
Other current assets		135,873
Less: Allowance for doubtful accounts		(495)
	Total current assets	<u>10,497,393</u>
Fixed assets		
Tangible fixed assets		17,427
Intangible fixed assets		34,400
Investments and other assets		278,569
Investment securities		228,906
Long-term deposits		15,388
Deferred tax assets		23,257
Other		14,735
Less: Allowance for doubtful accounts		(3,717)
	Total fixed assets	<u>330,397</u>
Total assets		<u>10,827,790</u>

(In million yen)

As of December 31, 2009

Liabilities	
Current liabilities	
Trading liabilities	3,672,231
Trading securities and others	3,009,343
Derivatives	662,888
Payable – unsettled trades	139,495
Payables related to margin transactions	18,300
Customers' loans payable under margin transactions	10,242
Collateral for loaned securities under margin transactions	8,058
Collateralized short-term financing agreements	1,426,151
Deposits received for securities loaned	1,021,403
Securities sold under agreements to repurchase	404,748
Deposits received	58,828
Received margins	76,718
Securities: fail to receive	25
Short-term borrowings	3,597,290
Commercial paper	319,600
Short-term bonds and notes	54,735
Lease obligation	992
Income taxes payable	654
Accrued employee's bonuses	5,707
Allowance for bonus points redemption	822
Reserve for affiliate reorganization loss	4
Other current liabilities	19,169
Total current liabilities	9,390,729
Fixed liabilities	
Corporate bonds	311,636
Long-term borrowings	527,696
Lease obligation	1,345
Reserve for retirement benefits	12,201
Other fixed liabilities	1,847
Total fixed liabilities	854,726
Statutory reserve	
Reserve for financial instrument transaction liabilities	1,924
Total statutory reserve	1,924
Total liabilities	10,247,380

(In million yen)

As of December 31, 2009

Net assets		
Shareholders' equity		
Common stock		125,167
Capital surplus		411,310
Retained earnings		47,005
Treasury stock		(7,445)
	Total shareholders' equity	<u>576,037</u>
Valuation and translation adjustments		
Net unrealized gains on other securities, net of taxes		4,441
Net deferred hedge gain (loss), net of taxes		(442)
Stock subscription rights		<u>372</u>
	Total valuation and translation adjustments	<u>3,999</u>
Total net assets		<u>580,409</u>
Total net assets and liabilities		<u>10,827,790</u>

(Notes)

Non-consolidated balance sheet above is prepared based on Regulations of Quarterly Consolidated Financial Statements, but is not subject to auditor's reviews for statutory reporting purpose.

Non-consolidated Statement of Income

(In million yen)

	Nine months ended December 31, 2009
Operating revenues	
Commissions and fees	86,642
Gain on trading, net	51,363
Loss on sales of operating investment securities	(1,514)
Interest and dividend income	24,995
	<u>161,487</u>
Financial expenses	17,921
Net operating revenue	<u>143,566</u>
Selling, general and administrative expenses	126,171
Transaction expenses	20,709
Personnel expenses	51,278
Real estate expenses	18,596
Office expenses	16,734
Depreciation and amortization	14,353
Taxes and dues	1,762
Other	2,736
Operating income	<u>17,394</u>
Non-operating revenues	1,811
Non-operating expenses	164
Ordinary income	<u>19,042</u>
Extraordinary gains	177
Gain on sale of investment securities, net	105
Reversal of allowance for doubtful accounts	72
Extraordinary loss	8,262
Loss on sale of fixed assets	0
Loss on disposal of fixed assets	1,352
Loss on sale of investment securities, net	14
Loss on valuation of investment securities	431
Loss on valuation of golf club membership	25
Prior year adjustment - Depreciation	1,634
Expenses related to merger	4,693
Provision for reserve for financial instrument transaction liabilities	110
Income before income taxes	<u>10,957</u>
Income taxes - current	90
Income taxes - deferred	(5,210)
Total income taxes	<u>(5,120)</u>
Net income	<u>16,077</u>

(Notes)

Non-consolidated statement of income above is produced based on Regulations of Quarterly Consolidated Financial Statements, but is not subject to auditor's reviews for statutory reporting purpose.

[Reference] Breakdown of securitization products

1. Foreign currency denominated securitization products

[Managerial accounting basis]

(JPY Bn, round figures)

Mizuho Securities (including overseas subsidiaries)

=Trading account

	Balances as of Mar. 31, 2009 (Fair Value)	Marks (%) as of Mar. 31, 2009 (=Fair Value/ Face Value)	Balances as of Dec. 31, 2009 (Fair Value)	Marks (%) as of Dec. 31, 2009 (=Fair Value/ Face Value)	Realized Gains/Losses for 3Q FY2009 (Apr.1-Dec.31,2009)
1 Foreign currency denominated securitization products	39	12	*1 38	14	0
2 ABSCDOs, CDOs	6	2	1	0	-0
3 CDOs backed by RMBS	6	2	*2 1	0	-0
4 CDOs except above	-	-	-	-	0
5 CDOs backed by claims against corporations	-	-	-	-	-
6 CDOs backed by CMBS	-	-	-	-	0
7 RMBS	1	1	0	0	0
8 RMBS backed by US subprime mortgage loans	0	2	0	0	-0
9 RMBS except above (RMBS backed by mid-prime loans, prime loans and others)	*3 1	*3 1	*3 0	*3 0	*3 0
10 RMBS backed by mid-prime loans (Alt-A)	0	1	0	0	0
11 ABS, CLOs and others	32	79	37	80	-0
12 CLOs	24	83	20	76	-2
13 CMBS	0	14	0	8	-0
14 SIV-related	*4 8	72	*4 17	89	2

*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" on the next page 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 securitization products (as of Dec. 31, 2009)

- The notional amount of hedging transactions by CDS referring to securitization 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 securitization products backed mainly by claims against corporations.

2. Other information (December 31, 2009)

- 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.