

Tokyo Stock Exchange Group, Inc. and Consolidated Subsidiaries

Consolidated financial results for FY2009 (Year ended March 31, 2010, unaudited)

1. Results of operations

(figures less than a million yen are omitted)

	Operating revenues		Operating profit		Ordinary profit		Net income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Year ended March 31, 2010	60,665	(9.6)	14,824	4.6	17,425	7.2	(3,602)	—
Year ended March 31, 2009	67,090	(11.1)	14,174	(50.8)	16,259	(47.7)	(3,696)	—

	Net income per common share	Diluted net income per common share	Ratio of net income to shareholders' equity	Ratio of ordinary profit to total assets	Ratio of operating profit to operating revenues
	Yen	Yen	%	%	%
Year ended March 31, 2010	(1,584.27)	—	(3.2)	3.3	24.4
			※2 (3.8)	※3 12.8	
Year ended March 31, 2009	(1,625.65)	—	(3.3)	2.3	21.1
			※2 (3.8)	※3 11.4	

※1. Equity in earnings of affiliated companies:

Year ended March 31, 2010: ¥915 million, Year ended March 31, 2009: ¥289 million

※2. The figures are calculated excluding "Default compensation reserve funds" from Equity capital.

※3. The figures are calculated excluding "Margin funds for derivatives and when-issued transactions," "Deposits for clearing fund," "Deposits as collateral for facilitating settlement," "Legal guarantee funds" and "Special assets for default compensation reserve funds" from Total assets.

※4. Percentages under "Operating revenues," "Operating profit," "Ordinary profit" and "Net income" indicate change from the previous year.

2. Financial position

	Total assets	Net assets	Ratio of equity capital	Net assets per share
	Million Yen	Million Yen	%	Yen
As of March 31, 2010	391,075	116,940	29.1	50,085.81
	※5 136,585	※6 99,573	※7 70.7	※6 42,447.39
As of March 31, 2009	677,163	114,088	16.5	49,113.92
	※5 135,653	※6 96,720	※7 69.5	※6 41,475.50

※5. The figures are calculated, excluding "Margin funds for derivatives and when-issued transactions," "Deposits for clearing fund," "Deposits as collateral for facilitating settlement," "Legal guarantee funds" and "Special assets for default compensation reserve funds" from Total assets.

※6. The figures are calculated, excluding "Default compensation reserve funds" from Net assets.

※7. The figures are calculated excluding "Margin funds received for derivatives and when-issued transactions," "Deposits received for clearing fund," "Deposits received as collateral for facilitating settlement" and "Returnable legal guarantee funds" from Total assets and excluding "Default compensation reserve funds" from Net assets.

※8. Equity capital:

As of March 31, 2010: ¥113,882 million As of March 31, 2009: ¥111,672 million

(Reference Translation)

3. Cash flow

	Net cash provided by operating activities	Net cash used in investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of the period
	Million Yen	Million Yen	Million Yen	Million Yen
Year ended March 31, 2010	10,631	(20,338)	198	27,693
Year ended March 31, 2009	17,234	(8,235)	(7,361)	37,199

4. Dividends

(Record date)	Dividend per share					Total cash dividends	Dividends payout ratio	Ratio of dividends to net assets
	First quarter	Second quarter	Third quarter	Fiscal year end	Annual			
	Yen	Yen	Yen	Yen	Yen	Million Yen	%	%
Year ended March 31, 2009	—	—	—	300.00	300.00	682	—	0.6 ※9 0.7
Year ended March 31, 2010	—	—	—	300.00	300.00	682	—	0.6 ※9 0.7

※9. The figures are calculated excluding "Margin funds received for derivatives and when-issued transactions" from Net assets.

5. Others

(1) Changes in significant subsidiaries during the period (Changes in specified subsidiaries that caused changes in the scope of consolidation): None

(2) Changes in accounting principles, procedures, and presentation for consolidated financial statements

(a) Change in consolidated accounting methods:

(i) Change in Accounting Standard for Retirement Benefits

The TSE Group and its subsidiaries adopted "Partial Amendments to Accounting Standard for Retirement Benefits (Part 3) (ASBJ Statement No. 19, July 31, 2008)" for the year ended March 31, 2010. The adoption of this standard has no impact on the consolidated operating results in the year. Also, the adoption of this accounting standard had no effect on the retirement benefit obligations.

(b) Changes other than (a) above:

(Consolidated Balance Sheets)

The item "Software", which was included in "Other" of intangible fixed assets in the consolidated accounting period ended March 31, 2009, is separately recorded in the consolidated accounting period ended March 31, 2010, because its amount is over 5% of the total amount of the assets.

The amount of "Software", which is included in "Other" in the consolidated accounting period ended March 31, 2009 is 15,320 million yen.

(Consolidated Statements of Income)

The item "System development costs", which was separately recorded in the consolidated accounting periods ended March 31, 2009, is reclassified into "Other operating expenses" in the consolidated accounting periods ended March 31, 2010, because its amount is 10% or less of the total amount of other operating expenses.

The amount of "System development costs", which is included in "Other operating expenses" in the consolidated accounting period ended March 31, 2009 is 4,036 million yen.

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(Reference Translation)

The item "Special depreciation of fixed assets", which is included in "Other extraordinary losses" of Extraordinary losses in the consolidated accounting period ended March 31, 2009, is separately recorded in the consolidated accounting period ended March 31, 2010, because its amount is over 10% of the total amount of Extraordinary losses.

The amount of "Special depreciation of fixed assets", which is included in "Other extraordinary losses" in the consolidated accounting period ended March 31, 2009 is 270 million yen.

(Consolidated Statements of Cash Flows)

The item "Proceeds from stock issuance to minority shareholders", which is included in "Others" in the consolidated accounting period ended March, 2009, is separately recorded in the consolidated accounting period ended March, 2010, because the importance of this item has increased.

The amount of "Proceeds from stock issuance to minority shareholders", which is included in "Others" in the consolidated accounting period ended March, 2009 is 98 million yen.

(3) Number of issued and outstanding shares(common stock)

① Number of issued (or outstanding) shares at the end of the period (including treasury stock):

As of March 31, 2010: 2,300,000 shares As of March 31, 2009: 2,300,000 shares

② Number of treasury stock at the end of period:

As of March 31, 2010: 26,260 shares As of March 31, 2009: 26,260 shares

③ Average number of shares:

As of March 31, 2010: 2,273,740 shares As of March 31, 2009: 2,273,740 shares

Contact: Tokyo Stock Exchange Group, Inc. Corporate Communications.

1. Consolidated Balance Sheets

(Mills. Yen)

	As of March 31, 2009	As of March 31, 2010
ASSETS		
CURRENT ASSETS:		
Cash and bank deposits	39,507	45,613
Accounts receivable-trade	4,540	4,661
Lease investment assets	18	18
Marketable securities	8,110	1,999
Inventories	40	63
Deferred income taxes	366	2,979
Margin funds for derivatives and when-issued transactions	304,922	136,333
Deposits for clearing funds	206,769	87,442
Deposits as collateral for facilitating settlement	12,105	13,011
Other current assets	3,990	2,344
Allowance for doubtful accounts	(9)	(3)
Total current assets	580,362	294,462
FIXED ASSETS :		
Property and equipment		
Buildings	8,252	5,676
Accumulated depreciation	(5,976)	(3,584)
Buildings, net	2,276	2,091
Land	2,399	2,399
Construction in progress	23	17
Other	31,096	19,256
Accumulated depreciation	(21,083)	(14,209)
Other, net	10,012	5,046
Net property and equipment	14,711	9,555
Intangible fixed assets		
Software	-	26,776
Other	23,151	411
Total intangible fixed assets	23,151	27,188
Investments and other assets		
Investments in securities	21,387	32,343
Long term loans receivable	26	23
Deferred income taxes	8,514	417
Legal guarantee funds	344	334
Special assets for default compensation reserve funds	17,367	17,367
Others	11,492	9,570
Allowance for doubtful accounts	(195)	(189)
Total investments and other assets	58,937	59,868
Total fixed assets	96,800	96,612
Total assets	677,163	391,075

(Mils. Yen)

	As of March 31, 2009	As of March 31, 2010
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable-trade	2,790	2,240
Short-term debt	17,570	17,570
Lease obligations	18	18
Income taxes payable	1,154	1,944
Accrued bonuses	1,004	1,045
Accrued bonuses for directors	10	53
Margin funds received for derivatives and when-issued transactions	304,922	136,333
Deposits received for clearing funds	206,769	87,442
Deposits received as collateral for facilitating settlement	12,105	13,011
Deposits received as trading participants' guarantee	4,572	3,763
Other current liabilities	1,846	1,744
Total current liabilities	552,766	265,166
NON-CURRENT LIABILITIES:		
Lease obligations	42	24
Deferred tax liabilities	-	2,897
Liability for retirement benefits for employees	5,342	5,282
Allowance for loss on real estate rental contract	3,467	-
Returnable legal guarantee funds	344	334
Other non-current liabilities	1,111	429
Total non-current liabilities	10,308	8,967
Total liabilities	563,074	274,134
EQUITY		
SHAREHOLDERS' EQUITY:		
Common stock	11,500	11,500
Capital surplus	25,358	25,358
Retained earnings	79,709	75,424
Treasury stock, at cost	(4,332)	(4,332)
Total shareholders' equity	112,235	107,950
Revaluation and translation adjustments		
Unrealized gain on available-for-sale securities	(563)	5,931
Total revaluation and translation adjustments	(563)	5,931
Minority interest	2,416	3,058
Total equity	114,088	116,940
Total liabilities and equity	677,163	391,075

2. Consolidated Statements of Income

(Mils. Yen)

	Fiscal year ended March 31, 2009	Fiscal year ended March 31, 2010
OPERATING REVENUES:		
Trading participant fees	26,204	21,727
Listing fees	8,073	13,271
Income from information services	11,139	10,727
Income from securities settlement	10,611	7,247
Other operating income	11,060	7,691
Total	67,090	60,665
OPERATING EXPENSES:		
Salaries and compensation	11,892	11,814
Real estate rental fees	6,486	6,046
System maintainance & operation costs	8,711	8,269
Depreciation	9,603	10,755
System development costs	8,386	-
Other operating expenses	7,834	8,955
Total	52,915	45,840
Operating profit	14,174	14,824
NON-OPERATING REVENUES:		
Interest income	277	163
Dividends income	1,346	896
Equity in earnings of affiliated companies	289	915
Other non-operating revenues	618	731
Total	2,532	2,706
NON-OPERATING EXPENSES:		
Interest expense	114	67
Rent expense	286	32
Other non-operating expenses	46	6
Total	447	106
Ordinary profit	16,259	17,425
EXTRAORDINARY PROFITS:		
Gain from prior period adjustment	323	-
Reversal of allowance for loss on real contract	-	912
Income from delinquency charge	54	-
Other extraordinary profits	80	53
Total	457	966
EXTRAORDINARY LOSSES:		
Loss on disposal of property and equipment, and intangible fixed assets	597	33
Loss on valuation of investment securities	20,768	-
Loss on litigation	-	13,213
Special depreciation of fixed assets	-	2,503
Other extraordinary losses	1,202	32
Total	22,568	15,783
INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS:	(5,851)	2,607
Income taxes-current	2,494	2,523
Income taxes-deferred	(4,835)	3,925
Total	(2,341)	6,448
MINORITY INTERESTS	186	(238)
NET INCOME	(3,696)	(3,602)

3. Consolidated Statement of Shareholders' Equity

(Mils. Yen)

	As of March 31, 2009	As of March 31, 2010
Shareholders' equity		
Common Stock		
Balance at beginning of year	11,500	11,500
Changes of items during the period		
Total changes of items during the period	-	-
Balance at end of year	11,500	11,500
Capital surplus		
Balance at beginning of year	25,358	25,358
Changes of items during the period		
Total changes of items during the period	-	-
Balance at end of year	25,358	25,358
Retained earnings		
Balance at beginning of year	88,863	79,709
Changes of items during the period		
Cash dividends paid	(5,456)	(682)
Net income (loss)	(3,696)	(3,602)
Change of scope of consolidation	-	(0)
Total changes of items during the period	(9,153)	(4,284)
Balance at end of year	79,709	75,424
Treasury stock		
Balance at beginning of year	(4,332)	(4,332)
Changes of items during the period		
Total changes of items during the period	-	-
Balance at end of year	(4,332)	(4,332)
Total shareholders' equity		
Balance at beginning of year	121,388	112,235
Changes of items during the period		
Cash dividends paid	(5,456)	(682)
Net income (loss)	(3,696)	(3,602)
Change of scope of consolidation	-	(0)
Total changes of items during the period	(9,153)	(4,284)
Balance at end of year	112,235	107,950

Valuation and translation adjustments		
Valuation difference on available for sale securities		
Balance at beginning of year	(5,747)	(563)
Changes of items during the period		
Net changes of items other than shareholders' equity	5,183	6,494
Total changes of items during the period	5,183	6,494
Balance at end of year	(563)	5,931
Total valuation and translation adjustments		
Balance at beginning of year	(5,747)	(563)
Changes of items during the period		
Net changes of items other than shareholders' equity	5,183	6,494
Total changes of items during the period	5,183	6,494
Balance at end of year	(563)	5,931
Minority interests		
Balance at beginning of year	2,134	2,416
Changes of items during the period		
Net changes of items other than shareholders' equity	281	642
Total changes of items during the period	281	642
Balance at end of year	2,416	3,058
Total equity		
Balance at beginning of year	117,776	114,088
Changes of items during the period		
Cash dividends paid	(5,456)	(682)
Net income (loss)	(3,696)	(3,602)
Change of scope of consolidation	-	(0)
Net changes of items other than shareholders' equity	5,465	7,137
Total changes of items during the period	(3,687)	2,852
Balance at end of year	114,088	116,940

4. Consolidated Statements of Cash Flows

(Millions of Yen)

	Fiscal year ended March 31, 2009	Fiscal year ended March 31, 2010
OPERATING ACTIVITIES:		
Income before income taxes and minority interests	(5,851)	2,607
Depreciation	10,016	13,274
Increase (Decrease) in allowance for doubtful accounts	(152)	(11)
Increase (Decrease) in accrued bonuses	(147)	40
Increase (Decrease) in accrued bonuses for directors	(255)	42
Increase (Decrease) in liability for retirement benefits for employees	132	(60)
Increase (Decrease) in allowance for loss on real estate rental contract	(428)	(3,467)
Interest and dividends income	(1,624)	(1,060)
Interest expense	114	67
Loss (gain) on valuation of investment securities	20,768	—
Equity in (earnings) losses of affiliated companies	(289)	(915)
Loss on disposal of property and equipment and intangible fixed assets	597	33
Loss on litigation	-	13,213
(Increase) Decrease in accounts receivable	1,312	(120)
(Increase) Decrease in inventories	3,453	(22)
Increase (Decrease) in accounts payable-trade	(796)	(550)
Other-net	(944)	(632)
Sub-total	25,906	22,437
Interest and dividends received	1,668	1,121
Interest paid	(127)	(67)
Payments for loss on litigation	-	(13,213)
Income taxes (paid) refund	(10,213)	353
Net cash provided by operating activities	17,234	10,631
INVESTING ACTIVITIES:		
Acquisition of fixed deposits	(19,120)	(34,640)
Proceeds from refund of fixed deposits	18,700	24,940
Acquisition of marketable securities	(18,974)	(3,897)
Proceeds from sales and maturities of marketable securities	27,807	5,200
Acquisition of property and equipment	(5,804)	(1,094)
Proceeds from sale of property and equipment	4	8
Acquisition of intangible fixed assets	(11,157)	(10,693)
Proceeds from sale of intangible fixed assets	32	-
Acquisition of investments in securities	(592)	(235)
Proceeds from transfer of business	232	-
Others	636	73
Net cash used in investing activities	(8,235)	(20,338)

FINANCING ACTIVITIES:		
Increase in short-term debt	17,770	-
Repayment of short-term debt	(19,770)	-
Dividends paid	(5,456)	(682)
Proceeds from stock issuance to minority shareholders	-	882
Others	95	(1)
Net cash provided by (used in) financing activities	(7,361)	198
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	(5)	3
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,631	(9,505)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	35,567	37,199
CASH AND CASH EQUIVALENTS, END OF PERIOD	37,199	27,693