

This English translation is solely for reference purpose and not a legally definitive translation of an original Japanese text. In the event any differences arise regarding the meaning herein, its original Japanese version will prevail as an official authoritative version.

## Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2011



January 25, 2011

Company Name **Osaka Securities Exchange Co., Ltd.**

Listed on: OSE-JASDAQ

Code No. 8697

Representative Michio Yoneda, President & CEO

URL: <http://www.ose.or.jp/e/>

Contact Mikio Hinoide, General Manager, Corporate Planning and Communication

TEL: +81-(0)6-4706-0800

Scheduled date of filing the quarterly securities report: February 10, 2011

Scheduled date of commencement of dividend payment: -

Supplementary data for quarterly financial results: Yes

Quarterly financial results conference: No

(Amounts less than one million yen are rounded down)

### 1. Business Performance of the Third Quarter of the Fiscal Year Ending March 31, 2011 (April 1, 2010 - December 31, 2010)

(1) Operating Results (Cumulative Total)

(Percentages shown indicate changes from the same period last year)

	Operating Revenue		Operating Income		Ordinary Income		Net Income	
	mil yen	%	mil yen	%	mil yen	%	mil yen	%
Third Quarter of Fiscal Year ending March 31, 2011	16,337	(-)	5,905	(-)	6,705	(-)	7,927	(-)
Third Quarter of Fiscal Year ended March 31, 2010	-	(-)	-	(-)	-	(-)	-	(-)

	Net Income per Share	Net Income per Share (adjusted)
	yen	yen
Third Quarter of Fiscal Year ending March 31, 2011	29,362.36	-
Third Quarter of Fiscal Year ended March 31, 2010	-	-

\*Although OSE disclosed the Consolidated Business Performance for the third quarter of the fiscal year ended March 31, 2010, OSE discloses the Un-consolidated Business Performance from the first quarter of the fiscal year ending March 31, 2011. Therefore, the Operating Results (cumulative total) for the third quarter of the fiscal year ended March 31, 2010 and changes from the same period last year are not shown.

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	mil yen	mil yen	%	yen
Third Quarter of Fiscal Year ending March 31, 2011	310,244	51,638	16.6	191,253.80
Fiscal Year ended March 31, 2010	317,323	46,439	14.6	171,998.46

(Ref.) Shareholders' Equity: Third Quarter of Fiscal Year ending March 31, 2011 51,638 mil yen  
Fiscal Year ended March 31, 2010 46,439 mil yen

### 2. Dividends

(Record Date)	Dividend per Share				
	End of First Quarter	End of Second Quarter	End of Third Quarter	Year-End	Annual
Fiscal Year ended March 31, 2010	-	3,500.00	-	5,500.00	9,000.00
Fiscal Year ending March 31, 2011	-	4,500.00	-	-	-
Fiscal Year ending March 31, 2011 (Forecast)	-	-	-	5,000.00	9,500.00

(Note) Revision of divided forecast during the current quarter : No

\* Due to a merger of Jasdq Securities Exchange, Inc. on April 1, 2010, a 2,013 million-yen income from the merger is posted on the Profit and Loss Statements for the current Third quarter (individual), but the income was already posted on the Consolidated Profit and Loss Statements for the fiscal year ended March 31, 2009 and the fiscal year ended March 31, 2010 and included in a dividend resource, from which we paid a dividend. Therefore, regarding the dividend forecast for the fiscal year ending March 31, 2011, following the above, OSE reports the forecast deducting the worth of the income from a dividend resource.

### 3. Earnings Forecast for Fiscal Year ending March 31, 2011 (April 1, 2010 - March 31, 2011)

(Percentages shown indicate changes from the same period last year)

	Operating Revenue		Operating Income		Ordinary Income		Net Income		Net Income per Share
	mil yen	%	mil yen	%	mil yen	%	mil yen	%	yen
Full Year	23,000	(27.2)	7,700	(25.8)	8,800	(14.5)	8,500	(96.1)	31,481.48

(Note) Revision of earnings forecast during the current quarter : No

#### 4. Others

(1) Adoption of simplified accounting methods and special accounting methods for quarterly financial statements : Yes

(2) Changes in accounting principles, procedures, preparation methods

1) Changes in accordance with Revision of Accounting Standards, etc. : Yes

2) Changes other than 1) : No

(3) Number of shares outstanding (Ordinary Shares)

1) Number of shares outstanding at term-end (including treasury stock)

As of December 31, 2010: 270,000 shares

As of March 31, 2010: 270,000 shares

2) Number of treasury stock at term-end

As of December 31, 2010: - shares

As of March 31, 2010: - shares

3) Average Number of shares outstanding (Quarterly Cumulative Total)

Third quarter of fiscal year ending March 31, 2011: 270,000 shares

Third quarter of fiscal year ended March 31, 2010: 270,000 shares

#### \* Status of Quarterly Reviewing Processes

This quarterly financial results are exempt from quarterly reviewing processes based on the Financial Instruments and Exchange Law, and reviewing processes of quarterly financial statements based on the Financial Instruments and Exchange Law has not been completed at the time of disclosure of this quarterly financial results.

#### \* Explanation for the Proper Use of Earnings Forecast and Other Special Instructions

Earnings forecast shown in this material is just an outlook judged or assumed based on the information available at the moment, and includes risks and uncertainties. Actual performance is subject to substantial changes due to various factors.

## 1. Qualitative Information on Financial Results of the Current Quarter

### (1) Qualitative Information on Operating Results

Although Osaka Securities Exchange (OSE) prepares individual financial statements from the first quarter of the fiscal year ending March 31, 2011, due to a merger of Jasdac Securities Exchange (Jasdac), a former consolidated subsidiary, on April 1, 2010, figures on the financial statements of the previous third quarter are consolidated figures. Therefore, changes of figures on the business performance from the same period last year are not shown.

In Japan's equity market during the current third quarter (cumulative), the Nikkei Stock Average fell from 11,200-yen level of the beginning of the term to 8,800-yen level, then it became 10,200-yen level at the term end.

In this situation, due to the fluctuation of stock prices probably caused by global financial uneasiness and swings of exchange rates, in addition to the reach of derivatives including Nikkei 225 mini to retail investors, trading value and volume of derivatives exceeded those of the same period last year. As for trading value of our major products, although Nikkei 225 Futures and Nikkei 225 Options fell below the same period last year by 7.0% and 12.1%, Nikkei 225 mini exceeded the same period last year by 19.8%.

As for cash markets, although the trading value at JASDAQ exceeded that of the same period last year by 6.0%, as a whole, both trading volume and trading value fell below those of the same period last year.

Operating revenue for the current third quarter (cumulative) reached 16,337 million yen. This is mainly because participant fees received from participants (financial instruments business operators with the trading and/or clearing qualification on markets established by OSE) was 9,464 million yen, income from equipment and market information services was 5,316 million yen, and listing fees received from listed companies was 1,446 million yen.

Selling, general and administrative expenses amounted to 10,432 million yen due to 3,337 million yen of operating expenses, 2,643 million yen of depreciation, and so on.

As a result, operating income amounted to 5,905 million yen, and ordinary income amounted to 6,705 million yen. In addition, net income amounted to 7,927 million yen. It is because gain on extinguishment of tie-in shares of 2,013 million yen is posted for extraordinary income. It is also because OSE posted income taxes reasonably estimating an effective tax rate on income before income taxes of the current fiscal year after applying tax effect accounting.

### (2) Qualitative Information on Financial Position

As OSE prepares individual financial statements from the current first quarter, due to a merger of Jasdac, which had been its consolidated subsidiary, on April 1, 2010, OSE compares figures of balance sheets at the end of the previous financial year and figures of balance sheets of the current third quarter.

At the end of the current third quarter, total assets amounted to 310,244 million yen, a decrease of 7,079 million yen from the end of the previous fiscal year. It is partly because of a 12,106 million-yen decrease of special assets for clearing deposit and a 4,252 million-yen decrease of cash and deposits, despite a reception of 11,408 million yen of asset including 2,238 million yen of cash and deposits and 7,142 million yen of short-term investment securities and investment securities in accordance with the merger.

Total liabilities decreased by 12,278 million yen to 258,605 million yen compared with the end of the previous fiscal year. It is partly because of a decrease in clearing deposit by 12,106 million yen, despite a post of 544 million yen of negative goodwill and a reception of 1,340 million-yen liabilities

Also, net assets amounted to 51,638 million yen, an increase of 5,198 million yen from the end of the previous fiscal year. This is a result of 2,700 million yen of surplus dividend payment, 7,927 million yen of current net income, etc.

As a result, equity ratio increased by 2.0 points to 16.6 % from the end of the previous fiscal year.

### (3) Qualitative Information on Earnings Forecast

The earnings forecast for the fiscal year ending March 31, 2011 remains unchanged.

## 2. Other Information

### (1) Overview of Simplified Accounting Methods and Special Accounting Methods

#### Calculation of Tax Expenses

An effective tax rate on an income before income taxes of the current fiscal year after applying tax effect accounting is reasonably estimated, and a tax expense is calculated by multiplying the income before income taxes by this estimated effective tax rate.

### (2) Overview of Change in Accounting Principles/Procedures, Presentation, etc.

Application of "Accounting Standards for Asset Retirement Obligations" etc.

From the current first quarter, "Accounting Standards for Asset Retirement Obligations" (ASBJ Statement No. 18, March 31, 2008) and "Guidance Standard on Accounting Standard for Asset Retirement Obligations" (ASBJ Guidance No. 21, March 31, 2008) are applied.

There is no influence neither on operating income, ordinary income, nor net income.

### (3) Overview of Critical Conditions or Events Relating to Going Concern Assumption

Not applicable.

### 3. Quarterly Financial Statements

#### (1) Quarterly Balance Sheets

(yen in millions)

	End of Current Third Quarter (December 31, 2010)
<b>Assets</b>	
Current Assets	
Cash and Deposits	26,624
Operating Accounts Receivable	2,173
Short-Term Investment Securities	512
Prepaid Expenses	153
Special Assets for Clearing Margin	218,428
Special Assets for Clearing Deposit	30,694
Deferred Tax Assets	184
Income Taxes Receivable	964
Other	340
Allowance for Doubtful Accounts	△ 7
Total Current Assets	280,067
Noncurrent Assets	
Property, Plant and Equipment	
Buildings, net	1,343
Structures, net	0
Information Equipment, net	411
Tools, Furniture and Fixtures, net	172
Land	98
Lease Assets	23
Construction in Progress	1,112
Total Property, Plant and Equipment	3,162
Intangible Assets	
Software	3,837
Software in Progress	5,651
Other	18
Total Intangible Assets	9,507
Investments and Other Assets	
Investment Securities	2,298
Long-Term Loans Receivable from Employees	21
Long-Term Prepaid Expenses	89
Long-Term Deposits	12,000
Guarantee Deposits	325
Special Assets for Guarantee Deposit	401
Deferred Tax Assets	2,346
Other	83
Allowance for Doubtful Accounts	△ 58
Investments and Other Assets	17,507
Total Noncurrent Assets	30,176
Total Assets	310,244

(yen in millions)

	End of Current Third Quarter (December 31, 2010)
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable-Other	4,630
Accrued Expenses	1,031
Deposits Received	171
Clearing Margin	218,428
Clearing Deposit	30,694
Lease Obligations	5
Provision for Bonuses	46
Provision for Directors' Bonuses	48
Other	16
<b>Total Current Liabilities</b>	<b>255,073</b>
<b>Noncurrent Liabilities</b>	
Long-Term Loans Payable	1
Long-Term Deposits Received	459
Guarantee Deposits Received	401
Lease Obligations	17
Provision for Retirement Benefits	2,289
Negative Goodwill	311
Other	52
<b>Total Noncurrent Liabilities</b>	<b>3,532</b>
<b>Total Liabilities</b>	<b>258,605</b>
<b>Net Assets</b>	
<b>Shareholders' Equity</b>	
Capital Stock	4,723
Capital Surplus	
Legal Capital Surplus	4,825
Total Capital Surplus	<b>4,825</b>
Retained Earnings	
Legal Retained Earnings	322
Other Retained Earnings	
Default Compensation Reserve for Cash Transactions	3,569
Default Compensation Reserve for Futures Trading	7,011
General Reserve	5,302
Retained Earnings Brought Forward	25,871
Total Retained Earnings	<b>42,076</b>
<b>Total Shareholders' Equity</b>	<b>51,625</b>
<b>Valuation and Translation Adjustments</b>	
Valuation Difference on Available-for-Sale Securities	12
<b>Total Valuation and Translation Adjustments</b>	<b>12</b>
<b>Total Net Assets</b>	<b>51,638</b>
<b>Total Liabilities and Net Assets</b>	<b>310,244</b>

(2) Quarterly Profit and Loss Statements  
 [The Current Third Quarter (Cumulative)]

(yen in millions)

	Current Third Quarter (Cumulative) (From April 1, 2010 To December 31, 2010)
<hr/>	
Operating Revenue	
Transaction Participants' Fees	9,464
Listing Fees	1,446
Income from Equipment and Market Information Service	5,316
Other	110
Total Operating Revenue	<u>16,337</u>
Selling, General and Administrative Expenses	<u>10,432</u>
Operating Income	<u>5,905</u>
Non-Operating Income	
Interest Income	505
Dividends Income	53
Amortization of Negative Goodwill	233
Other	22
Total Non-Operating Income	<u>814</u>
Non-Operating Expenses	
Interest Expenses	9
Other	5
Total Non-Operating Expenses	<u>14</u>
Ordinary Income	<u>6,705</u>
Extraordinary Income	
Gain on Extinguishment of Tie-In Shares	2,013
Fine Paid by Transaction Participants	7
Gain on Sale of Investment Securities	6
Total Extraordinary Income	<u>2,026</u>
Extraordinary Loss	
Office Transfer Expenses	96
Total Extraordinary Loss	<u>96</u>
Income Before Income Taxes	<u>8,636</u>
Income Taxes	<u>708</u>
Net Income	<u>7,927</u>

### (3) Quarterly Statement of Cash Flows

	(yen in millions)
	Current Third Quarter (Cumulative) (From April 1, 2010 To December 31, 2010)
<b>Net Cash Provided by Operating Activities</b>	
Income before Income Taxes	8,636
Depreciation and Amortization	2,643
Amortization of Negative Goodwill	△233
Loss (Gain) on Extinguishment of Tie-In Shares	△2,013
Loss (Gain) on Sale of Investment Securities	△6
Interest and Dividends Income	△559
Interest Expenses	9
Increase (Decrease) in Allowance for Doubtful Accounts	△4
Increase (Decrease) in Provision for Retirement Benefits	30
Increase (Decrease) in Provision for Bonuses	△170
Increase (Decrease) in Provision for Directors' Bonuses	19
Decrease (Increase) in Operating Receivables	△384
Increase (Decrease) in Accrued Expenses	207
Increase (Decrease) in Deposits Received	△3,858
Other, net	△74
Subtotal	4,241
Interest and Dividends Income Received	685
Interest Expenses Paid	△10
Income Taxes (Paid) Refund	△3,150
Net Cash Provided by Operating Activities	1,767
<b>Net Cash Provided by Investment Activities</b>	
Payments into Time Deposits	△20,870
Proceeds from Withdrawal of Time Deposits	13,500
Purchase of Short-Term Investment Securities	△499
Proceeds from Redemption of Securities	9,000
Purchase of Property, Plant and Equipment	△1,096
Purchase of Intangible Assets	△1,025
Collection of Loans Receivable	1
Net Cash Provided by Investment Activities	△990
<b>Net Cash Provided by Financing Activities</b>	
Cash Dividends Paid	△2,637
Repayment of Long-Term Loans Payable	△0
Net Cash Provided by Financing Activities	△2,637
Net Increase (Decrease) in Cash and Cash Equivalents	△1,861
Cash and Cash Equivalents at Beginning of Current Term	12,877
Increase in Cash and Cash Equivalents in Scope of Integration	2,238
Cash and Cash Equivalents at End of Current Quarter	13,254

<Supplementary Data>

1. Operation Circumstance

(1) Earnings Results

(yen in millions)

Category	Previous Consolidated Third Quarter (cumulative) From April 1, 2009 To December 31, 2009		Current Third Quarter (cumulative) From April 1, 2010 To December 31, 2010		
	Amount	Ratio (%)	Amount	Ratio (%)	y/y (%)
Transaction participants' fees	9,687	55.2	9,464	57.9	△ 2.3
Trading fees	5,541	31.6	5,630	34.5	1.6
Clearing fees	2,078	11.8	1,847	11.3	△ 11.1
Access fees	1,339	7.6	1,419	8.7	6.0
Basic fees	559	3.2	548	3.3	△ 2.0
Other	167	1.0	18	0.1	△ 89.2
Income from equipment & market information services	5,146	29.3	5,316	32.5	3.3
Market information fees	3,094	17.6	2,966	18.1	△ 4.1
Network fees	1,035	5.9	947	5.8	△ 8.5
System connection fees	588	3.4	636	3.9	8.3
Other	427	2.4	765	4.7	78.8
Listing fees	2,415	13.8	1,446	8.9	△ 40.1
Annual listing fees	1,371	7.8	1,095	6.7	△ 20.1
Initial listing fees & fees for issuing new shares	1,044	6.0	350	2.2	△ 66.5
Other	306	1.7	110	0.7	△ 63.9
<b>Total</b>	<b>17,556</b>	<b>100.0</b>	<b>16,337</b>	<b>100.0</b>	<b>△ 6.9</b>

(Note) As OSE merged with Jasdaq, which had been its only consolidated subsidiary, on April 1, 2010, OSE prepares individual financial statements from the first quarter of the fiscal year ending March 31, 2011. Therefore, figures of the previous consolidated third quarter, which is before the merger, are shown as a reference.

(2) Trading & Clearing Fees

(yen in millions)

Category	Previous Consolidated Third Quarter (cumulative) From April 1, 2009 To December 31, 2009		Current Third Quarter (cumulative) From April 1, 2010 To December 31, 2010		
	Amount	Ratio (%)	Amount	Ratio (%)	y/y (%)
Nikkei 225 Futures (Note 1)	2,953	38.8	2,990	40.0	1.3
Nikkei 225 Options	3,095	40.6	2,689	36.0	△ 13.1
Other derivatives (Note 2)	5	0.1	150	2.0	2,807.8
Stocks etc. (Note 3)	1,566	20.5	1,646	22.0	5.1
<b>Total</b>	<b>7,619</b>	<b>100.0</b>	<b>7,477</b>	<b>100.0</b>	<b>△ 1.9</b>

(Note 1) Includes Nikkei 225 mini.

(Note 2) Total of Nikkei 300 Futures, Russell/Nomura Prime Index Futures, Nikkei 300 Options, Security Options, and FX Margin Trading (OSE-FX). Trading of Nikkei 300 Options is suspended from May 28, 2010.

(Note 3) Includes ETFs, domestic investment securities, foreign investment securities, covered warrants, investment securities, REITs, and bonds.

(Note 4) As OSE merged with Jasdaq, which had been its only consolidated subsidiary, on April 1, 2010, OSE prepares individual financial statements from the first quarter of the fiscal year ending March 31, 2011. Therefore, figures of the previous consolidated third quarter, which is before the merger, are shown as a reference.



### (3) Trading Value

(yen in 100 millions)

Category	Previous Consolidated Third Quarter (cumulative) From April 1, 2009 To December 31, 2009	Current Third Quarter (cumulative)		
		Trading Value	From April 1, 2010 To December 31, 2010	
			Trading Value	Daily Average
Derivatives	2,634,924	2,698,367	14,572	2.4
Total of Nikkei 225 Futures/mini	2,590,770	2,624,582	14,186	1.3
Nikkei 225 Futures	1,785,945	1,660,120	8,973	△ 7.0
Nikkei 225 mini	804,825	964,462	5,213	19.8
Nikkei 225 Options	37,629	33,062	178	△ 12.1
OSE-FX (Note 1)	6,474	40,697	206	528.6
Other derivatives (Note 2)	49	24	0	△ 49.8
Stocks etc.	137,613	134,017	724	△ 2.6
1st/2nd section	88,261	83,725	452	△ 5.1
JASDAQ (Note 3)	33,849	35,869	193	6.0
ETFs	15,454	14,373	77	△ 7.0
Others (Note 4)	46	50	0	8.1

(Note 1) The trading started on July 21, 2009. Trading value of non-yen currency pairs is converted to yen at their settlement value on their trading day.

(Note 2) Total of Nikkei 300 Futures, Russell/Nomura Prime Index Futures, Nikkei 300 Options, and Security Options. Trading of Nikkei 300 Options is suspended from May 28, 2010.

(Note 3) Includes Hercules and NEO.

(Note 4) Total of domestic investment securities, foreign investment securities, covered warrants, investment securities, and REITs.

### (4) Trading Volume

(10,000 units)

Category	Previous Consolidated Third Quarter (cumulative) From April 1, 2009 To December 31, 2009	Current Third Quarter (cumulative)		
		Trading Volume	From April 1, 2010 To December 31, 2010	
			Trading Volume	Daily Average
Derivatives	12,899	15,444	83	19.7
Total of Nikkei 225 Futures/mini	10,041	11,557	62	15.1
Nikkei 225 Futures	1,823	1,695	9	△ 7.0
Nikkei 225 mini	8,217	9,861	53	20.0
Nikkei 225 Options	2,770	3,418	18	23.4
OSE-FX (Note 1)	58	431	2	640.6
Other derivatives (Note 2)	29	36	0	23.6
(shares in millions)				
Stocks etc.	17,116	11,508	62	△ 32.8
1st/2nd section	8,960	5,787	31	△ 35.4
JASDAQ (Note 3)	7,889	5,547	29	△ 29.7
ETFs	253	173	0	△ 31.6
Others (Note 4)	13	0	0	△ 98.3

(Note 1) The trading started on July 21, 2009.

(Note 2) Total of Nikkei 300 Futures, Russell/Nomura Prime Index Futures, Nikkei 300 Options, and Security Options. Trading of Nikkei 300 Options is suspended from May 28, 2010.

(Note 3) Includes Hercules and NEO.

(Note 4) Total of domestic investment securities, foreign investment securities, covered warrants, investment securities, and REITs.

**(5) Transaction Participants**

(companies)

Category	End of Previous Consolidated Third Quarter (cumulative) as of Dec. 31, 2009	End of Current Third Quarter (cumulative) as of December 31, 2010	
	Participants	Participants	y/y (%)
Transaction Participants of Cash/Futures Trading etc./FX and JASDAQ	6	10	66.7
Transaction Participants of Cash/Futures Trading etc. and JASDAQ	64	63	△ 1.6
Transaction Participants of Cash/Futures Trading etc.	6	4	△ 33.3
Transaction Participants of Futures Trading etc. and FX	1	1	-
Transaction Participants of Cash Trading and JASDAQ	2	2	-
Transaction Participants of Futures Trading etc. and JASDAQ	10	9	△ 10.0
Transaction Participants of Cash Trading	1	0	△ 100.0
Transaction Participants of Futures Trading etc.	2	2	-
Transaction Participants of FX	3	4	33.3
Transaction Participants of IPO	2	2	-
Transaction Participants of JASDAQ	16	15	△ 6.3
Total	113	112	△ 0.9

**(6) Subscribers etc.**

Category			End of Previous Consolidated Third Quarter (cumulative) as of Dec. 31, 2009	End of Current Third Quarter (cumulative) as of December 31, 2010	
					y/y (%)
Market Information Fees Related (Note 1)	JASDAQ	Number of Subscribers	104	107	2.9
		Number of Corporate-Use Terminals	102,271	100,875	△ 1.4
		Number of Personal-Use Terminals	2,505,170	2,341,266	△ 6.5
	Derivatives and Other Cash Trading	Number of Subscribers	127	141	11.0
		Number of Corporate-Use Terminals	117,726	115,340	△ 2.0
		Number of Personal-Use Terminals	2,618,457	2,447,389	△ 6.5
Line Fees and System Connection Fees Related (Note 2)	Number of Lines	667	623	△ 6.6	
	Number of Terminals	4,391	4,384	△ 0.2	

(Note 1) The number of corporate-use terminals and the number of personal-use terminals are as of September 30, 2009 and September 30, 2010.

(Note 2) The number of lines and the number of terminals are as of November 30, 2009 and November 30, 2010.

**(7) Listed Issues**

Category	End of Previous Consolidated Third Quarter (cumulative) as of Dec.31, 2009	End of Current Third Quarter (cumulative) as of December 31, 2010	
	Listed issues	Listed issues	y/y (%)
Stocks	1,843 companies	1,746 companies	△ 5.3
1st/2nd section	804 companies	747 companies	△ 7.1
JASDAQ (Note 1)	1,039 companies	999 companies	△ 3.8
ETFs	13 issues	16 issues	23.1

(Note 1) Includes Hercules and NEO.

(Note 2) The above doesn't include covered warrants, domestic investment securities, foreign investment securities, investment securities, REITs, and bonds.

**(8) IPOs etc.**

Category		Previous Consolidated Third Quarter (cumulative) From April 1, 2009 To Dec. 31, 2009	Current Third Quarter (cumulative)	
			From April 1, 2010 To December 31, 2010	y/y (%)
IPOs (Note 1)	Stocks	5 companies	8 companies	60.0
	1st/2nd section	0	0	-
	JASDAQ (Note 3)	5 companies	8 companies	60.0
	ETFs	1 issues	4 issues	300.0
Capital increase (Note 2)		109 cases	60 cases	Δ 45.0
1st/2nd section		50 cases	23 cases	Δ 54.0
JASDAQ (Note 3)		59 cases	37 cases	Δ 37.3

(Note 1) Not include IPOs due to switching to holding companies system etc.

(Note 2) Cases of POs, allocations of new shares to a third party, or allocations of new shares to shareholders. Not include IPOs.

(Note 3) Includes Hercules and NEO.

**(9) Selling, General and Administrative Expenses**

(yen in millions)

Category	Previous Consolidated Third Quarter (cumulative) From April 1, 2009 To December 31, 2009		Current Third Quarter (cumulative) From April 1, 2010 To December 31, 2010		
	Amount	Ratio (%)	Amount	Ratio (%)	y/y (%)
	Depreciation expenses	3,619	31.4	2,643	25.3
Operating expenses	3,208	27.9	3,337	32.0	4.0
Occupancy expenses	2,028	17.6	1,924	18.5	Δ 5.1
Personnel expenses	2,658	23.1	2,526	24.2	Δ 5.0
Total	11,516	100.0	10,432	100.0	Δ 9.4

(Note) As OSE merged with Jasdac, which had been its only consolidated subsidiary, on April 1, 2010, OSE prepares individual financial statements from the first quarter of the fiscal year ending March 31, 2011. Therefore, figures of the previous consolidated third quarter, which is before the merger, are shown as a reference.

**(10) Amount already paid for equipment investment etc.**

(yen in millions)

Category	Current Third Quarter (cumulative) From April 1, 2010 To December 31, 2010	
	Amount	Ratio (%)
J-GATE related	1,335	62.9
JASDAQ Market Integration related	220	10.4
Others	565	26.7
Total	2,122	100.0

(Note) As categorization is vary by financial years, there is no comparison to the previous consolidated financial year.

<Supplementary Data>

2. Comparative Data to the End of Previous Consolidated Fiscal Year or the Previous Consolidated Third Quarter

(1) Summarized Quarterly Balance Sheets

(yen in millions, %)

	End of Previous Consolidated Fiscal Year (March 31, 2010)	End of Current Quarter (December 31, 2010)	Change	
	Amount	Amount	Amount	Ratio
<b>Assets</b>				
<b>Current Assets</b>	<b>304,932</b>	<b>280,067</b>	<b>Δ 24,864</b>	<b>Δ 8.2</b>
Cash and Deposits	33,115	26,624	Δ 6,491	Δ 19.6
Operating Accounts Receivable	1,788	2,173	384	21.5
Short-Term Investment Securities	8,528	512	Δ 8,015	Δ 94.0
Prepaid Expenses	142	153	10	7.7
Special Assets for Clearing Margin	218,012	218,428	415	0.2
Special Assets for Clearing Deposit	42,801	30,694	Δ 12,106	Δ 28.3
Deferred Tax Assets	210	184	Δ 25	Δ 12.3
Income Taxes Receivable	-	964	964	-
Other	342	340	Δ 1	Δ 0.4
Allowance for Doubtful Accounts	Δ 7	Δ 7	0	Δ 0.0
<b>Noncurrent Assets</b>	<b>15,429</b>	<b>30,176</b>	<b>14,746</b>	<b>95.6</b>
<b>Property, Plant and Equipment</b>	<b>2,825</b>	<b>3,162</b>	<b>336</b>	<b>11.9</b>
Buildings, net	1,491	1,343	Δ 147	Δ 9.9
Structures, net	1	0	Δ 0	Δ 54.6
Information Equipment, net	822	411	Δ 411	Δ 50.0
Tools, Furniture and Fixtures, net	154	172	17	11.4
Land	99	98	Δ 0	Δ 0.3
Lease Assets	-	23	23	-
Construction in Progress	256	1,112	855	333.2
<b>Intangible Assets</b>	<b>6,385</b>	<b>9,507</b>	<b>3,121</b>	<b>48.9</b>
Software	5,375	3,837	Δ 1,538	Δ 28.6
Software in Progress	972	5,651	4,679	481.1
Other	37	18	Δ 19	Δ 52.3
<b>Investments and Other Assets</b>	<b>6,217</b>	<b>17,507</b>	<b>11,289</b>	<b>181.6</b>
Investment Securities	2,902	2,298	Δ 604	Δ 20.8
Long-Term Loans Receivable from Employees	22	21	Δ 1	Δ 4.8
Long-Term Prepaid Expenses	24	89	65	272.6
Long-Term Deposits	-	12,000	12,000	-
Guarantee Deposits	326	325	Δ 0	Δ 0.1
Special Assets for Guarantee Deposit	589	401	Δ 187	Δ 31.8
Deferred Tax Assets	2,326	2,346	19	0.8
Other	90	83	Δ 7	Δ 7.8
Allowance for Doubtful Accounts	Δ 63	Δ 58	4	Δ 7.3
<b>Total Assets</b>	<b>320,362</b>	<b>310,244</b>	<b>Δ 10,118</b>	<b>Δ 3.2</b>

(yen in millions, %)

	End of Previous Consolidated Fiscal Year (March 31, 2010)	End of Current Quarter (December 31, 2010)	Change	
	Amount	Amount	Amount	Ratio
<b>Liabilities</b>				
<b>Current Liabilities</b>	<b>268,007</b>	<b>255,073</b>	<b>Δ 12,933</b>	<b>Δ 4.8</b>
Accounts Payable-Other	324	4,630	4,306	1,328.2
Accrued Expenses	845	1,031	186	22.0
Income Taxes Payable	1,642	-	Δ 1,642	Δ 100.0
Accrued Consumption Taxes	150	-	Δ 150	Δ 100.0
Deposits Received	3,949	171	Δ 3,778	Δ 95.7
Clearing Margin	218,012	218,428	415	0.2
Clearing Deposit	42,801	30,694	Δ 12,106	Δ 28.3
Lease Obligations	-	5	5	-
Provision for Bonuses	216	46	Δ 170	Δ 78.5
Provision for Directors' Bonuses	29	48	19	67.8
Deferred Tax Liabilities	9	-	Δ 9	Δ 100.0
Other	25	16	Δ 8	Δ 34.2
<b>Noncurrent Liabilities</b>	<b>3,925</b>	<b>3,532</b>	<b>Δ 393</b>	<b>Δ 10.0</b>
Long-Term Loans Payable	1	1	Δ 0	Δ 14.3
Long-Term Deposits Received	480	459	Δ 20	Δ 4.3
Guarantee Deposits Received	589	401	Δ 187	Δ 31.8
Lease Obligations	-	17	17	-
Provision for Retirement Benefits	2,258	2,289	30	1.4
Deferred Tax Liabilities	0	-	Δ 0	Δ 100.0
Negative Goodwill	544	311	Δ 233	Δ 42.9
Other	52	52	0	-
<b>Total Liabilities</b>	<b>271,933</b>	<b>258,605</b>	<b>Δ 13,327</b>	<b>Δ 4.9</b>
<b>Net Assets</b>				
<b>Shareholders' Equity</b>	<b>48,416</b>	<b>51,625</b>	<b>3,209</b>	<b>6.6</b>
<b>Capital Stock</b>	<b>4,723</b>	<b>4,723</b>	-	-
<b>Capital Surplus</b>	<b>4,825</b>	<b>4,825</b>	-	-
<b>Retained Earnings</b>	<b>38,867</b>	<b>42,076</b>	<b>3,209</b>	<b>8.3</b>
<b>Valuation and Translation Adjustments</b>	<b>13</b>	<b>12</b>	<b>Δ 0</b>	<b>Δ 3.5</b>
<b>Valuation Difference on Available-for-Sale Securities</b>	<b>13</b>	<b>12</b>	<b>Δ 0</b>	<b>Δ 3.5</b>
<b>Total Net Assets</b>	<b>48,429</b>	<b>51,638</b>	<b>3,209</b>	<b>6.6</b>
<b>Total Liabilities and Net Assets</b>	<b>320,362</b>	<b>310,244</b>	<b>Δ 10,118</b>	<b>Δ 3.2</b>

\* OSE acquired and merged Jasdax Securities Exchange, Inc., which was a consolidated subsidiary, on April 1 2010. For a year-to-year comparison of the current quarter's figures, the Consolidated Balance Sheets at the end of the previous consolidated fiscal year and the Balance Sheets at the end of current quarter are shown in a comparison format.

\* OSE is reviewed based on the Rule 193.2, Paragraph 1 of Financial Instruments and Exchange Law on the financial statements for the previous consolidated fiscal year by KPMG AZSA & CO., and the quarterly financial statements for the current third quarterly cumulative term (from April 1, 2010 to December 31, 2010) by KPMG AZSA LLC, but the reviewing process of the quarterly financial statements has not been completed at the time of disclosure of this quarterly financial results. Due to a change of a firm category, KPMG AZSA & CO., became KPMG AZSA LLC as of July 1, 2010.

\* A 3,569 million-yen of default compensation reserve for cash transactions and a 7,011 million-yen of default compensation reserve for futures trading are included in the retained earnings at the end of the current quarter.

<Supplementary Data>

**(2) Summarized Quarterly Profit and Loss Statements**

(yen in millions, %)

Sector	Previous Consolidated Third Quarter (Cumulative Total) From April 1, 2009 To Dec. 31, 2009	Current Third Quarter (Cumulative Total) From April 1, 2010 To Dec. 31, 2010	Change	
	Amount	Amount	Amount	Ratio
Transaction Participants' Fees	9,687	9,464	△ 223	△ 2.3
Listing Fees	2,415	1,446	△ 969	△ 40.1
Income from Equipment & Market Information Services	5,146	5,316	170	3.3
Other	306	110	△ 195	△ 63.9
<b>Operating Revenue</b>	<b>17,556</b>	<b>16,337</b>	<b>△ 1,218</b>	<b>△ 6.9</b>
Selling, General & Administrative Expenses	11,516	10,432	△ 1,083	△ 9.4
<b>Operating Income</b>	<b>6,040</b>	<b>5,905</b>	<b>△ 135</b>	<b>△ 2.2</b>
Interest Income	817	505	△ 311	△ 38.1
Dividends Income	42	53	10	24.4
Other	291	255	△ 35	△ 12.3
<b>Non-Operating Income</b>	<b>1,151</b>	<b>814</b>	<b>△ 336</b>	<b>△ 29.3</b>
Interest Expenses	9	9	0	△ 0.0
Other	12	5	△ 6	△ 53.8
<b>Non-Operating Expenses</b>	<b>21</b>	<b>14</b>	<b>△ 6</b>	<b>△ 31.1</b>
<b>Ordinary Income</b>	<b>7,170</b>	<b>6,705</b>	<b>△ 465</b>	<b>△ 6.5</b>
Extraordinary Income	616	2,026	1,410	228.9
Extraordinary Loss	428	96	△ 332	△ 77.6
<b>Income Before Income Taxes</b>	<b>7,358</b>	<b>8,636</b>	<b>1,277</b>	<b>17.4</b>
<b>Income Taxes</b>	<b>2,338</b>	<b>708</b>	<b>△ 1,629</b>	<b>△ 69.7</b>
<b>Minority Interests</b>	<b>117</b>	<b>—</b>	<b>△ 117</b>	<b>△ 100.0</b>
<b>Net Income</b>	<b>4,902</b>	<b>7,927</b>	<b>3,025</b>	<b>61.7</b>

\* OSE acquired and merged Jasdax Securities Exchange, Inc., which was a consolidated subsidiary, on April 1 2010. For a year-to-year comparison of the current quarter's figures, the Consolidated Quarterly Profit and Loss Statements of the previous consolidated third quarter and the Quarterly Profit and Loss Statements of the current third quarter are shown in a comparison format.

\* OSE is reviewed based on the Rule 193.2, Paragraph 1 of Financial Instruments and Exchange Law on the financial statements for the previous consolidated fiscal year by KPMG AZSA & CO., and the quarterly financial statements for the current third quarterly cumulative term (from April 1, 2010 to December 31, 2010) by KPMG AZSA LLC, but the reviewing process of the quarterly financial statements has not been completed at the time of disclosure of this quarterly financial results.  
 Due to a change of a firm category, KPMG AZSA & CO., became KPMG AZSA LLC as of July 1, 2010.

<Supplementary Data>

**(3) Quarterly Statement of Cash Flows**

(yen in millions)

	Previous Consolidated Third Quarter (Cumulative Total) From April 1, 2009 To Dec. 31, 2009	Current Third Quarter (Cumulative Total) From April 1, 2010 To Dec. 31, 2010
Items	Amount	Amount
<b>I Net Cash Provided by Operating Activities</b>		
Income before Income Taxes	7,358	8,636
Depreciation and Amortization	3,619	2,643
Amortization of Negative Goodwill	△ 233	△ 233
Gain on Negative Goodwill	△ 567	-
Gain on Extinguishment of Tie-In Shares	-	△ 2,013
Loss (Gain) on Sale of Investment Securities	-	△ 6
Loss on Retirement of Noncurrent Assets	28	-
Interest and Dividends Income	△ 860	△ 559
Interest Expenses	9	9
Increase (Decrease) in Allowance for Doubtful Accounts	△ 13	△ 4
Increase (Decrease) in Provision for Retirement Benefits	36	30
Increase (Decrease) in Provision for Bonuses	△ 117	△ 170
Increase (Decrease) in Provision for Directors' Bonuses	△ 8	19
Decrease (Increase) in Operating Receivables	△ 536	△ 384
Increase (Decrease) in Accrued Expenses	△ 110	207
Other, net	△ 1,360	△ 3,933
Subtotal	7,244	4,241
Interest and Dividends Income Received	952	685
Interest Expenses Paid	△ 10	△ 10
Income Taxes (Paid) Refund	△ 3,197	△ 3,150
<b>Net cash Provided by Operating Activities</b>	<b>4,989</b>	<b>1,767</b>
<b>II Cash Flows from Investing Activities</b>		
Payments into Time Deposits	△ 13,500	△ 20,870
Proceeds from Withdrawal of Time Deposits	11,530	13,500
Purchase of Short-Term Investment Securities	△ 500	△ 499
Proceeds from Redemption of Securities	4,500	9,000
Purchase of Property, Plant and Equipment	△ 58	△ 1,096
Purchase of Intangible Assets	△ 2,456	△ 1,025
Purchase of Investment Securities	△ 1,019	-
Purchase of Shares of Consolidated Subsidiaries	△ 1,673	-
Collection of Loans Receivable	3	1
Other, net	22	-
<b>Net Cash Provided by Investment Activities</b>	<b>△ 3,152</b>	<b>△ 990</b>
<b>III Net Cash Provided by Financing Activities</b>		
Cash Dividends Paid	△ 2,098	△ 2,637
Repayment of long-term loans payable	△ 0	△ 0
<b>Net Cash Provided by Financing Activities</b>	<b>△ 2,098</b>	<b>△ 2,637</b>
<b>IV Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>△ 261</b>	<b>△ 1,861</b>
<b>V Cash and Cash Equivalents at Beginning of Current Term</b>	<b>12,513</b>	<b>12,877</b>
<b>VI Increase in Cash and Cash Equivalents in Scope of Integration</b>	<b>-</b>	<b>2,238</b>
<b>VII Cash and Cash Equivalents at End of Current Quarter</b>	<b>12,251</b>	<b>13,254</b>

\* OSE acquired and merged Jasdac Securities Exchange, Inc., which was a consolidated subsidiary, on April 1 2010. For a year-to-year comparison of the current quarter's figures, the Consolidated Quarterly Statement of Cash Flows of the previous consolidated third quarter and the Quarterly Statement of Cash Flows of the current third quarter are shown in a comparison format.

\* OSE is reviewed based on the Rule 193.2, Paragraph 1 of Financial Instruments and Exchange Law on the financial statements for the previous consolidated fiscal year by KPMG AZSA & CO., and the quarterly financial statements for the current third quarterly cumulative term (from April 1, 2010 to December 31, 2010) by KPMG AZSA LLC, but the reviewing process of the quarterly financial statements has not been completed at the time of disclosure of this quarterly financial results. Due to a change of a firm category, KPMG AZSA & CO., became KPMG AZSA LLC as of July 1, 2010.

**<Supplementary Data>**

### 3. Changes in Latest Quarterly Business Performance

The Fiscal Year Ending March 31, 2011(Individual)

	First Quarter	Second Quarter	Third Quarter
	Apr. 2010 - June 2010	July 2010 - Sep. 2010	Oct. 2010 - Dec. 2010
	mil. yen	mil. yen	mil. yen
Operating Revenue	5,872	5,238	5,226
Selling, General & Administrative Expenses	3,402	3,589	3,440
Operating Income	2,470	1,648	1,786
Ordinary Income	2,793	1,896	2,015
Income before Income Taxes	4,811	1,815	2,009
Net Income	4,416	1,666	1,845
	yen	yen	yen
Net Income per Share	16,356.63	6,170.95	6,834.78
	mil. yen	mil. yen	mil. yen
Total Assets	354,944	366,135	310,244
Net Assets	49,354	51,009	51,638
	yen	yen	yen
Net Assets per Share	182,796.17	188,924.32	191,253.80

The Fiscal Year Ended March 31, 2010 (Consolidated)

	First Quarter	Second Quarter	Third Quarter	Fourth Quarter
	Apr. 2009 - June 2009	July 2009 - Sep. 2009	Oct. 2009 - Dec. 2009	Jan. 2010 - Mar. 2010
	mil. yen	mil. yen	mil. yen	mil. yen
Operating Revenue	5,759	5,984	5,812	5,465
Selling, General & Administrative Expenses	3,829	4,093	3,593	3,780
Operating Income	1,930	1,891	2,218	1,684
Ordinary Income	2,364	2,250	2,555	1,989
Income before Income Taxes	2,351	2,477	2,529	2,003
Net Income	1,457	1,795	1,649	1,395
	yen	yen	yen	yen
Net Income per Share	5,398.30	6,651.23	6,108.99	5,167.87
	mil. yen	mil. yen	mil. yen	mil. yen
Total Assets	364,474	355,917	335,906	320,362
Net Assets	46,771	46,382	47,061	48,429
	yen	yen	yen	yen
Net Assets per Share	165,178.45	171,786.93	174,300.75	179,368.39

As OSE merged and acquired with Jasdaq Securities Exchange, Inc., which was its consolidated subsidiary, on April 1, 2010, OSE prepares individual financial statements from the first quarter of the fiscal year ending March 31, 2011. Therefore, figures of the previous fiscal year ended March 31, 2010 are consolidated figures, and figures of the current fiscal year ending March 31, 2011 are individual figures.