

## Annual Report 2008

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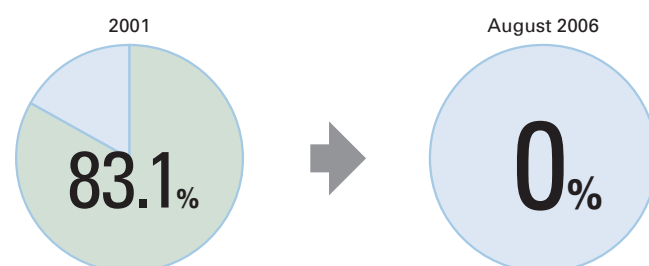
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### Forward-Looking Statement

Statements contained in this report regarding the plans, projections and strategies of SBI Holdings, Inc. and its subsidiaries and affiliates that are not historical fact constitute forward-looking statements about future financial results. As such, they are based on data obtainable at the time of announcement in compliance with SBI Holdings' management policies and certain premises that are deemed reasonable by SBI Holdings. Hence, actual results may differ, in some cases significantly, from these forward looking statements contained herein due to changes in various factors, including but not limited to economic conditions in principal markets, service demand trends and currency exchange rate fluctuations. Further, statements contained herein should not be construed to encompass tax, legal, or financial advice, and should not be considered to be solicitations to invest in SBI Holdings, Inc., or any of the SBIH Group companies.

<p><b>1999 March</b> SOFTBANK CORP.'s Administrative Division spun off as an independent company, SOFTBANK FINANCE CORPORATION, as part of business reorganization accompanying the conversion of SOFTBANK CORP. into a pure holding company; SOFTBANK FINANCE CORPORATION becomes an operating holding company to oversee financial-related business activities</p> <p><b>July</b> SOFTBANK INVESTMENT CORPORATION (currently SBI Holdings, Inc., hereafter "SBIH") established to undertake venture capital and incubation business</p> <hr/> <p><b>2000 June</b> Morningstar Japan K.K. listed on NASDAQ Japan (currently Hercules market of the Osaka Securities Exchange)</p> <p><b>September</b> E*TRADE Japan K.K. (currently SBI Holdings, Inc.) listed on NASDAQ Japan (currently Hercules market of the Osaka Securities Exchange)</p> <p><b>December</b> SBIH listed on NASDAQ Japan (currently Hercules market of the Osaka Securities Exchange)</p> <hr/> <p><b>2001 August</b> SOFTBANK FRONTIER Securities Co., Ltd. (SBI Securities Co., Ltd. after merger with WORLD NICHIEI Securities Co., Ltd.) listed on NASDAQ Japan (currently Hercules market of the Osaka Securities Exchange)</p> <hr/> <p><b>2002 February</b> SBIH listed on First Section of Tokyo Stock Exchange</p> <p><b>November</b> SBIH listed on First Section of Osaka Securities Exchange</p> <hr/> <p><b>2003 June</b> SBIH merged with E*TRADE Japan K.K. (currently SBI Holdings, Inc.) and converted E*TRADE SECURITIES Co., Ltd. into a subsidiary; reorganization of business accelerates thereafter, with SBIH positioned as the core company</p> <p><b>September</b> Listed FINANCE ALL CORPORATION on the Hercules market of the Osaka Securities Exchange</p> <p><b>October</b> SBIH acquired WORLD NICHIEI Securities Co., Ltd. (formerly SBI Securities Co., Ltd.) and converted this company into a subsidiary</p>	<p><b>2004 October</b> Listed VeriTrans Inc. (currently SBI VeriTrans Co., Ltd.) on the Hercules market of the Osaka Securities Exchange</p> <p><b>November</b> Listed subsidiary E*TRADE SECURITIES Co., Ltd. (currently SBI SECURITIES Co., Ltd.) on JASDAQ</p> <hr/> <p><b>2005 March</b> Percentage of equity share held by SOFTBANK CORP. decreases due to a capital increase through a public offering; changed from a consolidated subsidiary to an equity-method affiliate</p> <p><b>July</b> Changed name to SBI Holdings, Inc. Transferred venture fund management business to SOFTBANK INVESTMENT CORPORATION (formerly SBI VENTURES K.K.) and changed to a holding company structure</p> <hr/> <p><b>2006 March</b> SBI Holdings, Inc. merged with consolidated subsidiaries of SBI Partners Co., Ltd. and FINANCE ALL CORPORATION</p> <p><b>May</b> SBI Securities Co., Ltd. became a wholly owned consolidated subsidiary through a share exchange</p> <p><b>August</b> Listed SBI Futures Co., Ltd. on the Hercules market of the Osaka Securities Exchange</p> <p><b>August</b> Listed Gomez Consulting Co., Ltd., a subsidiary of Morningstar Japan K.K., on the Hercules market of the Osaka Securities Exchange</p> <p><b>September</b> SBI Holdings, Inc. purchased its stock held by majority shareholder SOFTBANK CORP. via its subsidiary, and is no longer an equity method affiliate of SOFTBANK CORP.</p> <hr/> <p><b>2007 February</b> Listed E*TRADE Korea Co., Ltd., a subsidiary of SBI E*TRADE SECURITIES Co., Ltd. (currently SBI SECURITIES Co., Ltd.) on the KOSDAQ market in S. Korea</p> <p><b>October</b> SBI Securities Co., Ltd. and SBI E*TRADE SECURITIES Co., Ltd. merged, with SBI E*TRADE SECURITIES Co., Ltd. (currently SBI SECURITIES Co., Ltd.) as the surviving company</p> <hr/> <p><b>2008 August</b> SBI SECURITIES Co., Ltd. became a wholly owned consolidated subsidiary through a share exchange</p>
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**Decline in SOFTBANK ownership of SBI Holdings**



## 2007

- April**
  - Started operation of the "SBI Money World" financial community website
  - Signed Memorandum of Understanding with Weifang City, Shandong Province in China for a comprehensive alliance for the purpose of establishing a jointly owned company
- May**
  - Established SBI Fund Bank Co., Ltd. to start a "fee revolution" in the investment trust sector
- June**
  - Established alliance with The Corporation for Financing and Promoting Technology (FPT), Vietnam's largest information technology group, and agreed to jointly establish a fund management company for a fund denominated in the Vietnamese dong
- July**
  - Announced launch of a fund through a joint venture with Mizuho Securities Co., Ltd. to invest in companies in the energy and environmental protection sectors
  - Subsidiary SBI Wellness Bank Co., Ltd. signed an agreement with Clinique La Prairie of Switzerland, a world leader in anti-aging treatments, to start a members-only healthcare service
- August**
  - Five securities companies each acquired a 5% equity stake in SBI Japannext Co., Ltd., as Japannext PTS (Proprietary Trading System) started operations
  - Jointly established a Chinese asset management company named SBI & TH (Beijing) Venture Capital Management Co., Ltd. with Tsinghua Holdings Co., Ltd.
- September**
  - SBI Sumishin Net Bank, Ltd., an Internet bank, received its business license and began operations
  - LIVING Corporation, a developer of condominiums for sale to investors, became a subsidiary of SBI Holdings, Inc.
- October**
  - SBI Securities Co., Ltd. and SBI E\*TRADE SECURITIES Co., Ltd. merged, with SBI E\*TRADE SECURITIES as the surviving company
- November**
  - Agreed to establish a joint fund with Beida Jade Bird, one of China's leading corporate groups in the information technology sector
  - Agreed to work with Keio University to establish a fund that will provide support primarily for venture companies originating from Asian universities
  - SBI University received permission from the Ministry of Education, Culture, Sports, Science and Technology to establish SBI Graduate School
  - Increased equity investment in Autobyte Japan Co., Ltd. (currently Autoc one K.K.), making this company a consolidated subsidiary

## 2008

- January**
  - Received final approval from the Chinese Ministry of Commerce to establish a fund with Tsinghua Holdings Co., Ltd., making this the first fund in Beijing that will be established with a foreign owned company
  - Agreed to establish a fund jointly with IFC METROPOL, a leading Russian financial group, to jointly establish a fund in Russia
  - SBI Insurance Co., Ltd., an Internet nonlife insurance company, started operations following the December 2007 receipt of a business license
  - SBI Robo Corp. a joint venture with Norwegian search technology company FAST, started "SBI Business," an SNS (Social Networking Service) exclusively allowing business name registration
- February**
  - Opened a representative office in Weifang City, Shandong Province, China
- March**
  - SBI Japannext Co., Ltd. extended nighttime trading hours of its PTS (Proprietary Trading System)
  - C4 Technology, Inc. (changed name to SBI Net Systems Co., Ltd. in August 2008) became a subsidiary
  - SOFTBANK MOBILE Corp. began retailing the "Stock Mobile Phone," which has pre-installed application software to permit users to trade stocks using SBI E\*TRADE SECURITIES Co., Ltd.
- April**
  - SBI AXA Life Insurance Co., Ltd., Japan's first life insurer to operate exclusively on the Internet, received its business license and began operations
  - SBI E\*TRADE SECURITIES Co., Ltd. announced the sale of stock of subsidiary E\*TRADE Korea Co., Ltd.
  - Announced purchase of stock of Strategic Consulting Group Inc., a boutique investment bank
  - Signed Memorandum of Understanding with China-Singapore Suzhou Industrial Park Land Co., Ltd. for joint investments in real estate development projects at Suzhou Industrial Park in Jiangsu Province, China
- May**
  - Signed an agreement with COSMO OIL CO., LTD. for the joint ownership of SBI ALAproMo Co., Ltd., a newly established biotechnology company
- June**
  - SBI Wellness Bank Co., Ltd. contracted with Clinique La Prairie of Switzerland for exclusive rights in Japan
  - Agreed to establish a fund in China with China Merchants Securities Company Limited, Resource Capital China Limited and China CITIC Bank Corporation Limited, and to establish a jointly operated fund management company with these partners
  - Announced purchase of newly issued shares of KTIC Holdings Corporation, a leading investment company group in South Korea, through a private placement
  - Jointly established an asset management company specializing in real estate with Korea's Hyundai Suisse Group
- July**
  - SBI E\*TRADE SECURITIES Co., Ltd. changed its name to SBI SECURITIES Co., Ltd.
  - Established SBI AutoSupport Co., Ltd., which provides financing for buyers of used cars, as a joint venture with JAPAN AUTOMOBILE AUCTION INC. (JAA)
- August**
  - SBI SECURITIES Co., Ltd. became a wholly owned subsidiary through an exchange of stock
  - Deposits of SBI Sumishin Net Bank, Ltd. surpassed ¥400 billion only 320 days after the start of operations