



July 24, 2008

SBI Holdings, Inc.
SBI Japannext Co., Ltd.

SBI Japannext - Issuance of new shares and
third party allotment for the paid-in capital increase

SBI Japannext Co., Ltd. ("SBIJ") is pleased to announce that SBIJ has increased its capital by issuing new shares through a third party allotment. The payment for the shares allotted has already been completed by the subscribers, which include three new foreign-affiliated companies.

1. Outline of newly issued shares

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|--|-----------------------|
| (1) Number of new shares issued | 30,001 common shares |
| (2) Payment amount | JPY 100,000 per share |
| (3) Total payment amount | JPY 3,000,100,000 |
| (4) Share capital increase | JPY 1,500,050,000 |
| (5) Subscriber's name and number of shares of the allotment: | |

SBI Holdings, Inc.	10,001 shares
The Goldman Sachs Group, Inc.	10,001 shares
SBI SECURITIES Co., Ltd.	3,000 shares
Credit Suisse Securities (Japan) Limited	2,333 shares
Merrill Lynch Japan Finance Co., Ltd.	2,333 shares
Lehman Brothers Japan Inc.	2,333 shares

2. Background

"Japannext PTS", the Proprietary Trading System ("PTS") operated by SBIJ, is Japan's largest "after hours" stock market with five securities companies connected, and has been performing successfully since the start of its operations in August 2007. SBIJ primarily owes its success to the high-performance stock exchange system, which is the same system as that used by NYSE Euronext (Paris), the world's largest stock exchange. SBIJ has been operating the nighttime trading market for over 10 months with no system issues, which exemplifies its credibility and stability, both of which are essential



for the PTS operations. Furthermore, operational projects for daytime trading are underway to capitalize on the high-performance trading system, and to provide further convenience for investors.

This capital increase improves SBIJ's financial positions and meets its capital needs for investments to strengthen the system capacity for the expansion of the trading hours at Japannext PTS.

Credit Suisse Securities (Japan) Limited, Merrill Lynch Japan Finance Co., Ltd., and Lehman Brothers Japan Inc. are the subscribers to the new share allotment. They became new shareholders of SBIJ under the condition that they, or their group securities companies, will participate in trading at Japannext PTS to bring cost savings and performance benefits to their firms and clients.

3. Change in SBI Japannext's status:

	Before Capital Increase	After Capital Increase
Paid-in capital	JPY 1,050,000,000	JPY 2,550,050,000
Capital reserve	JPY 950,000,000	JPY 2,450,050,000
Number of shares issued	40,000 shares	70,001 shares
	SBI Holdings, Inc. 37.5%	SBI Holdings, Inc. 35.7%
	The Goldman Sachs Group, Inc. 37.5%	The Goldman Sachs Group, Inc. 35.7%
	SBI SECURITIES Co., Ltd. 10.0%	SBI SECURITIES Co., Ltd. 10.0%
	Rakuten Securities, Inc. 5.0%	Credit Suisse Securities (Japan) Limited 3.3%
	ORIX Securities Corporation 5.0%	Merrill Lynch Japan Finance Co., Ltd. 3.3%
	CLICK Securities, Inc. 5.0%	Lehman Brothers Japan Inc. 3.3%
		Rakuten Securities, Inc. 2.9%
		ORIX Securities Corporation 2.9%
		CLICK Securities, Inc. 2.9%

For further information, please contact:

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