# Report Regarding Situation of Soundness in Management as of June 30, 2016

In accordance with the Financial Instruments and the Exchange Act Article 57-17, 'Notification, etc., of Documents Describing Status of Soundness in Management,' Daiwa Securities Group Inc. reports situation of soundness in management as of June 30, 2016.

	June 2016
1. Consolidated Total Capital Ratio	22.4 %
2. Consolidated Tier 1 Capital Ratio	22.2 %
3. Consolidated Common Equity Tier 1 Capital Ratio	22.2 %
4. Total Qualifying Capital	1,119,172
5. Tier 1 Capital	1,106,760
6. Common Equity Tier1	1,106,760
7. Total Capital Requirements	398,512

## 8. Composition of capital disclosure

			(Unit: 1 Million Yen)			
Basel III template number	Items	June 2016	Exclusion under transitional arrangements			
Common Equity Tier 1 capital: Instruments and reserves (1)						
1a+2-1c-26	Shareholders' equity	1,137,854				
1a	Common stock and capital surplus	479,281				
2	Retained earnings	688,499				
1c	Treasury stock( $\triangle$ )	29,926				
26	Planned distributions (△)	-				
	Others	-				
1b	Stock subscription rights	7,957				
3	Accumulated other comprehensive income (and other reserves)	22,482	14,988			
5	Minority interest after adjustments	-				
	Common Equity Tier 1 capital under transitional Basel III rules	-				
	Minority interest	-				
6	Common Equity Tier 1 capital before regulatory adjustments (a)	1,168,294				
Common Equity Tier 1	capital: regulatory adjustments (2)					
8+9	Intangible assets other than mortgage-servicing rights (net of related tax liability)	50,963	33,975			
8	Goodwill (net of related tax liability)	4,398	2,932			
9	Other intangibles other than mortgage-servicing rights(net of related tax liability)	46,565	31,043			
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	258	172			
11	Cash-flow hedge reserve	Δ217	Δ145			
12	Shortfall of allowance to expected losses	-	-			
13	Securitization gain on sale (as set out in paragraph 562 of Basel II framework)	-	-			
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-			
15	Defined-benefit pension fund net assets	-	-			
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	131	87			
17	Reciprocal cross-holdings in common equity	-	-			
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	3,389	2,259			
19+20+21	Amount exceeding the 10% threshold	-	-			
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	-	-			
20	Mortgage servicing rights (amount above 10% threshold)	-	-			
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-			
22	Amount exceeding the 15% threshold	-	-			
23	of which: significant investments in the common stock of financials	_	-			
24	of which: mortgage servicing rights	-	-			
25	of which: deferred tax assets arising from temporary differences	-	-			
27	Regulatory adjustments applied to Common Equity Tier I due to insufficient Additional Tier I and Tier 2 to cover deductions	7,008				
28	Total regulatory adjustments to Common equity Tier 1 (b)	61,534				
Common Equity Tier 1		,				
29	Common Equity Tier 1 capital (CET1) ((a) - (b)) (c)	1,106,760				

				(Unit: 1 Million Yen)
Bacal III	template			Exclusion under
	nber	Items	June 2016	transitional
nun	noci			arrangements
Additional	Tier 1 capital	Linstruments (3)		
	31a	Shareholders' equity	=	
	31b	Stock subscription rights	-	
30	32	Liabilities	-	
		Instruments issued by Special Purpose Companies	_	
2.1	-35	Minority interest after adjustments		
34	-33	Tier 1 capital under Basel II included in Additional Tier 1 capital under transitional		
33+	+35	Basel III rules	-	
3	33	Capital instruments issued by Daiwa Securities Group Inc. and its Special Purpose Companies	-	
3	35	Capital instruments issued by consolidated subsidiaries and affiliates (excluding Special Purpose Companies of Daiwa Securities Group Inc.)	_	
		Additional Tier 1 capital under transitional Basel III rules	Δ3,640	
		Foreign currency translation adjustment	Δ3,640	
2	36	Additional Tier 1 capital before regulatory adjustments (d)	Δ3,640	
		E regulatory adjustments	Δ3,040	
	37	Investments in own Additional Tier 1 instruments	_	_
	38	Reciprocal cross-holdings in Additional Tier 1 instruments		
		7 0	-	-
3	39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	436	290
4	10	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
		Regulatory adjustments of additional Tier 1 capital under transitional Basel III rules	2,932	
		Goodwill (net of related tax liability)	2,932	
4	12	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	
4	13	Total regulatory adjustments to Additional Tier 1 capital (e)	3,368	
	Tier 1 capital		2,200	
		Additional Tier 1 capital ((d) - (e)) (f)		
Tier 1 capita	14 -1	Additional Fiel Featura ((u) - (c))	-	
		Tigg Legality $((a) + (b))$	1 106 760	
	ls in atmaman	Tier 1 capital $((c)+(f))$ (g) ts and allowance (4)	1,106,760	
Tier 2 capita	ai. iiistiumen			
		Shareholders' equity	-	
4	16	Stock subscription rights	-	
		Liabilities	-	
		Capital instruments issued by Special Purpose Companies	-	
	-49	Minority interest after adjustments	-	
47	+49	Tier 2 capital under Basel II included in Tier 2 capital under transitional Basel III rules	-	-
47		Capital instruments issued by Daiwa Securities Group Inc. and its Special Purpose Companies	-	_
49		Capital instruments issued by consolidated subsidiaries and affiliates (excluding Special Purpose Companies of Daiwa Securities Group Inc.)		_
5	50	General allowance included and eligible allowance in Tier 2 capital	-	
	0a	General allowance	-	
	0b	Eligible allowance	-	
		Tier 2 capital under transitional Basel III rules	15,129	
		Unrealized holding gain or loss on securities and cash flow hedge reserve	15,129	
5	51	Tier 2 capital before regulatory adjustments (h)		
	7.1	1 ioi 2 capital deldie legulatory adjustinents (n)	15,129	

Basel III template number	Items	June 2016	Unit: 1 Million Yen, %)  Exclusion under  transitional  arrangements
Tier 2 capital: regulator	y adjustments		
52	Investments in own Tier 2 instruments	-	-
53	Reciprocal cross-holdings in Tier 2 instruments	-	-
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	2,718	1,812
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	_
	Tier 2 capital adjustments under transitional Basel III rules	-	
57	Total regulatory adjustments to Tier 2 capital (i)	2,718	
Tier 2 capital			
58	Tier 2 capital ((h) - (i)) (j)	12,411	
Total capital	<u>,                                      </u>		
59	Total capital $((g)+(j))$ (k)	1,119,172	
Risk weighted assets	(5)		
	Amount of risk weighted assets under transitional Basel III rules	35,578	
	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	4,362	
	Intangible assets(other than Goodwill)	31,043	
	Deferred tax assets excluding assets arising from temporary differences(net of related tax liability)	172	
60	Total risk weighted assets (l)	4,981,401	
Consolidated capital ad		, ,	
61	Common Equity Tier 1 (as a percentage of risk weighted assets) ((c)/(l))	22.2%	
62	Tier 1 (as a percentage of risk weighted assets) ((g)/(l))	22.2%	
63	Total capital (as a percentage of risk weighted assets) ((k)/(l))	22.4%	
Amounts below the thr	resholds for deduction (before risk weighting) (6)		
72	Non-significant investments in the capital of other financials	109,805	
73	Significant investments in the common stock of financials	29,115	
74	Mortgage servicing rights (net of related tax liability)	-	
75	Deferred tax assets arising from temporary differences (net of related tax liability)	10,156	
Applicable caps on the	inclusion of allowance in Tier 2 (7)		
76	Allowance eligible for inclusion in Tier 2 in respect of exposures subject to Standardised approach (prior to application of cap)	-	
77	Cap on inclusion of allowance in Tier 2 under Standardised approach	-	
78	Allowance eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-	
79	Cap for inclusion of allowance in Tier 2 under internal ratings-based approach	-	
Capital instruments sub	oject to phase out arrangements (8)		
82	Current cap on AT1 instruments subject to Phase out arrangements	-	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	
84	Current cap on T2 instruments subject to Phase out arrangements	-	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-	

## 9. The amount of each account in Balance sheet as in published statement and the reference number in composition of capital disclosure under the assumption of the financial statement under the regulatory scope of consolidation complying the Capital Adequacy Ratio Accord item 3

	I		(Onit. 1 Million Ten)
Reference number in composition of capital disclosure		Balance sheets as in published statements	Under regulatory scope of consolidation
	Assets		
	Current assets		
	Cash and deposits	3,533,795	3,533,795
	Cash segregated as deposits	282,791	282,791
	Notes and accounts receivable-trade	15,186	15,186
18, 39, 54, 72, 73	Short-term investment securities	2,033,230	2,033,230
16, 18, 39, 54, 72, 73	Trading products	9,146,721	9,146,721
18, 39, 54, 72, 73	Operational investment securities	121,689	121,689
	Allowance for investment loss	Δ 11,030	Δ 11,030
	Operating loans	431,895	431,895
	Work in process	864	864
	Margin transaction assets	187,329	187,329
	Loans secured by securities	4,575,351	4,575,351
	Advances paid	23,014	23,014
	Short-term loans receivable	514	514
	Accrued income	28,797	28,797
10, 75	Deferred tax assets	4,430	4,430
	Other current assets	503,894	503,894
	Allowance for doubtful accounts	Δ 689	Δ 689
	Total current assets	20,877,787	20,877,787
	Noncurrent assets		
	Property, plant and equipment	123,068	123,068
	Intangible assets	84,939	84,939
8	Goodwill	7,330	7,330
9	Others	77,608	77,608
	Investments and other assets	334,112	334,112
18, 39, 54, 72, 73	Investment securities	298,444	298,444
10, 75	Deferred tax assets	6,157	6,157
	Others	29,510	29,510
	Total noncurrent assets	542,120	542,120
	Total assets	21,419,907	21,419,907

			(Unit: 1 Million Yen)
Reference number in composition of capital disclosure		Balance sheets as in published statements	Under regulatory scope of consolidation
	Liabilities	'	
	Current liabilities		
	Notes and accounts payable-trade	4,634	4,634
	Trading products	5,341,178	5,341,178
	Trading date accrual	1,950,572	1,950,572
	Margin transaction liabilities	58,202	58,202
	Loans payable secured by securities	5,577,068	5,577,068
	Deposits from banking business	2,887,258	2,887,258
	Deposits received	266,356	266,356
	Guarantee deposits received	532,946	532,946
	Short-term loans payable	749,102	749,102
	Commercial paper	101,850	101,850
	Current portion of bonds	209,955	209,955
	Income taxes payable	4,931	4,931
	Deferred tax liabilities	2,159	2,159
	Provision for bonuses	12,314	12,314
	Other current liabilities	164,810	164,810
	Noncurrent liabilities	*	
	Bonds payable	1,220,156	1,220,156
	Long-term loans payable	1,004,862	1,004,862
	Deferred tax liabilities	13,186	13,186
	Net defined benefit liabilities	38,900	38,900
	Provision for loss on litigation	1,975	1,975
	Other noncurrent liabilities	6,210	6,210
	Reserves under the special laws	3,970	3,970
	Total liabilities	20,152,603	20,152,603
	Net assets		
	Shareholders' equity		
la	Common stock	247,397	247,397
la	Capital surplus	231,884	231,884
2	Retained earnings	688,499	688,499
1c	Treasury stock	Δ 29,926	Δ 29,926
1c	Advances on subscription of treasury stock	-	-
	Total shareholders' equity	1,137,854	1,137,854
	Accumulated other comprehensive income		
	Valuation difference on available-for-sale securities	83,290	83,290
11	Deferred gains or losses on hedges	Δ 36,718	Δ 36,718
	Foreign currency translation adjustment	Δ 9,100	Δ 9,100
3	Total accumulated other comprehensive income	37,471	37,471
1b	Subscription rights to shares	7,957	7,957
34-35, 48-49	Minority interests	84,020	84,020
	Total net assets	1,267,304	

## 10. Overview of main features of regulatory capital instruments

1	Issuer	Daiwa Securities Group Inc.
2	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement)	NA
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment	
4	Transitional Basel III rules	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Group
7	Instrument type (types to be specified by each jurisdiction)	Common stock
8	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)	
	Consolidated Capital Adequacy Ratio	1,137,854 million Yen
9	Par value of instrument	_
10	Accounting classification	
	Consolidated balance sheets	Shareholders' equity
11	Original date of issuance	_
12	Perpetual or dated	NA
13	Original maturity date	_
14	Issuer call subject to prior supervisory approval	NA
15	Optional call date, contingent call dates and redemption amount	_
16	Subsequent call dates, if applicable	<del>-</del>
	Coupons / dividends	
17	Fixed or floating dividend/coupon	Floating
18	Coupon rate and any related index	_
19	Existence of a dividend stopper	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	NA
22	Noncumulative or cumulative	NA
23	Convertible or non-convertible	NA
24	If convertible, conversion trigger(s)	_
25	If convertible, fully or partially	<del>-</del>
26	If convertible, conversion rate	_
27	If convertible, mandatory or optional conversion	<del>-</del>
28	If convertible, specify instrument type convertible into	_
29	If convertible, specify issuer of instrument it converts into	_
30	Write-down feature	NA
31	If write-down, write-down trigger(s)	_
32	If write-down, full or partial	_
33	If write-down, permanent or temporary	_
34	If temporary write-down, description of write-up mechanism	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts
36	Non-compliant transitioned features	NA
37	If yes, specify non-compliant features	_

1	Issuer	Daiwa Securities Group Inc.
2	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement)	NA
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment	
4	Transitional Basel III rules	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in July 2006
8	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)	
	Consolidated Capital Adequacy Ratio	231 million Yen
9	Par value of instrument	_
10	Accounting classification	
	Consolidated balance sheets	Stock subscription right
11	Original date of issuance	July 1, 2006
12	Perpetual or dated	Dated
13	Original maturity date	June 30, 2026
14	Issuer call subject to prior supervisory approval	NA
15	Optional call date, contingent call dates and redemption amount	_
16	Subsequent call dates, if applicable	_
	Coupons / dividends	
17	Fixed or floating dividend/coupon	Floating
18	Coupon rate and any related index	_
19	Existence of a dividend stopper	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	NA
22	Noncumulative or cumulative	NA
23	Convertible or non-convertible	NA
24	If convertible, conversion trigger(s)	_
25	If convertible, fully or partially	_
26	If convertible, conversion rate	_
27	If convertible, mandatory or optional conversion	_
28	If convertible, specify instrument type convertible into	_
29	If convertible, specify issuer of instrument it converts into	_
30	Write-down feature	NA
31	If write-down, write-down trigger(s)	_
32	If write-down, full or partial	_
33	If write-down, permanent or temporary	_
34	If temporary write-down, description of write-up mechanism	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts
36	Non-compliant transitioned features	NA
37	If yes, specify non-compliant features	_

2 Dispute stentifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) 3 Governing lav(s) of the instrument 4 Transitional Basel III rules 5 Post-transitional Basel III rules 6 Eligible at solo/group/group&solo 6 Eligible at solo/group/group&solo 7 Instrument type (types to be specified by each jurisdiction) 8 Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date) 9 Par value of instrument 10 Accounting classification 10 Accounting classification 11 Original date of sa same 12 Original maturity date 13 Original maturity date 14 Susce calls usbest to prior supervisory approval 15 Optional call date, on injury and individual of patient 16 Susception and any related index 17 Fixed or floating dividend/coupon 18 Coupons of dividends 19 Outpon rate and any related index 20 Post of dividends 21 Outpon rate and any related index 22 Non-countble, conversion tigget(s) 23 One of dividends 24 Non-countble, conversion tigget(s) 25 If convertible, conversion tigget(s) 26 If convertible, conversion tigget(s) 27 If freeovertible, conversion tigget(s) 28 If convertible, conversion tigget(s) 29 If revolved be, specify instrument if convertible into 29 If freeovertible, conversion tigget(s) 20 If convertible, conversion tigget(s) 30 If removerible, conversion tigget(s) 31 If removerible, conversion tigget(s) 32 If removerible, conversion tigget(s) 33 If removerible, specify instrument it converts into 34 If removerible, specify instrument it converts into 35 Postion in subordination in instrument it converts into 36 Postion in subordination in instrument it converts into 37 If removerible, conversion to instrument it converts into 38 If removerible, specify instrument type convertible into 39 If convertible, conversion to instrument it converts into 40 Postion in subordination interaction to instrument 41 If removerible, specify instrument type convertible into 42 If removerible, specify instrument to instrument 43 If removerible, specify instrument to minutenated 44	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
		Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
Regulatory treatment         Common Equity Tier Leapital         Common Equity Tier Leapital           6         Post-Iransitional Based III rules         Common Equity Tier Leapital         Common Equity Tier Leapital           6         Disgible at solo/group/group&solo         Daiwa Securities Group Inc.         Stock subscription right is sued in July 2007         Daiwa Securities Group Inc.           7         Instrument type (types to be specified by each jurisdiction)         Stock subscription right is sued in July 2007         Stock subscription right series 4 July 2007           8         Accounting classification         ————————————————————————————————————	2	placement)	NA	NA
Transitional Basel III rules   Common Equity Tier Leapital	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
Social Post-transitional Based III rules   Common Equity Tier Leapital   Daiwa Securities Group Inc.   Stock subscription right sexied in July 2007   Stock subscription right sexied in July 2007   Stock subscription right sexied in July 2007   Stock subscription right   Sto		Regulatory treatment		
Bigible at solo/group/group&solo   Daiwa Securities Group Inc.   Instrument type (types to be specified by each jurisdiction)   Stock subscription right saved in July 2007   Stock subscription right series 4	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Instrument type (types to be specified by each jurisdiction)   Stock subscription right is sued in July 2007   Stock subscription right series 4	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Instrument type (types to be specimed by each jurnsduction)   July 2007   Stock subscription right series 4	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
beams recent reporting date)         254 million Yen         811 million Yen           9         Par value of instrument         —         —           10         Accounting classification         —         —           11         Ornsolidated balance sheets         Stock subscription right         Stock subscription right           12         Perpetual or dated         Dated         Dated           13         Original date of issuance         July 1, 2007         September 3, 2007           14         Issuer call subject to prior supervisory approval         NA         NA           15         Optional call date, contingent call dates and redemption amount         —         —           16         Subsequent call dates, frapplicable         —         —           17         Fixed or floating dividend/coupon         Floating         Floating           18         Coupons / dividends         —         —           19         Existence of a dividend stopper         NA         NA           19         Existence of a dividend stopper         NA         NA           20         Fully discretionary, partially discretionary or mandatory         Fully discretionary         Fully discretionary           21         Existence of step up or other incentive to redeem <t< td=""><td>7</td><td>Instrument type (types to be specified by each jurisdiction)</td><td>, .</td><td>Stock subscription right series 4</td></t<>	7	Instrument type (types to be specified by each jurisdiction)	, .	Stock subscription right series 4
Par value of instrument	8			
Accounting classification   Stock subscription right   Consolidated balance sheets   Stock subscription right   Original date of its suance   July 1, 2007   September 3, 2007		Consolidated Capital Adequacy Ratio	254 million Yen	811 million Yen
Consolidated balance sheets   Stock subscription right   Original date of issuance   July 1, 2007   September 3, 2007     Perpetual or dated   Dated   Dated   Dated     Original maturity date   June 30, 2027   June 22, 2017     Issuer call subject to prior supervisory approval   NA   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA     Issuer call date, contingent call dates and redemption amount   -	9	Par value of instrument	_	_
11   Original date of issuance	10	Accounting classification		
Perpetual or dated		Consolidated balance sheets	Stock subscription right	Stock subscription right
June 30, 2027   June 22, 2017	11	Original date of issuance	July 1, 2007	September 3, 2007
14     Issuer call subject to prior supervisory approval     NA     NA       15     Optional call date, contingent call dates and redemption amount     —     —       16     Subsequent call dates, if applicable     —     —       17     Coupons / dividends     —     —       18     Coupon rate and any related index     —     —       19     Existence of a dividend stopper     NA     NA       20     Fully discretionary, partially discretionary or mandatory     Fully discretionary     Fully discretionary       21     Existence of step up or other incentive to redeem     NA     NA       22     Noncumbaltive or cumulative     NA     NA       23     Convertible or non-convertible     NA     NA       24     If convertible, conversion trigger(s)     —     —       25     If convertible, fully or partially     —     —       26     If convertible, conversion rate     —     —       27     If convertible, pandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down, feature     NA     NA       31     If write-d	12	Perpetual or dated	Dated	Dated
15       Optional call date, contingent call dates and redemption amount       —       —         16       Subsequent call dates, if applicable       —       —         Coupons / dividends       —       —         17       Fixed or floating dividend/coupon       Floating       Floating         18       Coupon rate and any related index       —       —         19       Existence of a dividend stopper       NA       NA         20       Fully discretionary, partially discretionary or mandatory       Fully discretionary       Fully discretionary         21       Existence of step up or other incentive to redeem       NA       NA         22       Noncumulative or cumulative       NA       NA         23       Convertible or non-convertible       NA       NA         24       If convertible, conversion trigger(s)       —       —         25       If convertible, fully or partially       —       —         26       If convertible, annatory or optional conversion       —       —         27       If convertible, mandatory or optional conversion       —       —         28       If convertible, specify instrument type convertible into       —       —         29       If convertible, specify instrument it converts into<	13	Original maturity date	June 30, 2027	June 22, 2017
16       Subsequent call dates, if applicable       —       —         Coupons / dividends       —       —         17       Fixed or floating dividend/coupon       Floating       Floating         18       Coupon rate and any related index       —       —         19       Existence of a dividend stopper       NA       NA         20       Fully discretionary, partially discretionary or mandatory       Fully discretionary       Fully discretionary         21       Existence of step up or other incentive to redeem       NA       NA         22       Noncumulative or cumulative       NA       NA         23       Convertible or non-convertible       NA       NA         24       If convertible, conversion trigger(s)       —       —         25       If convertible, fully or partially       —       —         26       If convertible, ponversion rate       —       —         27       If convertible, specify instrument type conversion       —       —         28       If convertible, specify instrument type convertible into       —       —         29       If convertible, specify instrument it converts into       —       —         30       Write-down, write-down, trigger(s)       —       —	14	Issuer call subject to prior supervisory approval	NA	NA
Coupons / dividends  17 Fixed or floating dividend/coupon Floating Floating  18 Coupon rate and any related index ————————————————————————————————————	15	Optional call date, contingent call dates and redemption amount	_	_
17     Fixed or floating dividend/coupon     Floating     Floating       18     Coupon rate and any related index     —     —       19     Existence of a dividend stopper     NA     NA       20     Fully discretionary, partially discretionary or mandatory     Fully discretionary     Fully discretionary       21     Existence of step up or other incentive to redeem     NA     NA       22     Noncumulative or cumulative     NA     NA       23     Convertible or non-convertible     NA     NA       24     If convertible, conversion trigger(s)     —     —       25     If convertible, conversion rate     —     —       26     If convertible, conversion rate     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, permanent or temporary     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, d	16	Subsequent call dates, if applicable	_	_
18   Coupon rate and any related index		Coupons / dividends		
Existence of a dividend stopper   NA   NA	17	Fixed or floating dividend/coupon	Floating	Floating
Fully discretionary, partially discretionary or mandatory Existence of step up or other incentive to redeem NA NA NA NA Convertible or non-convertible NA	18	Coupon rate and any related index	_	_
Existence of step up or other incentive to redeem	19	Existence of a dividend stopper	NA	NA
NA NA  NA NA  Convertible or non-convertible  NA NA  If convertible, conversion trigger(s)  If convertible, fully or partially  If convertible, conversion rate  If convertible, conversion rate  If convertible, mandatory or optional conversion  If convertible, specify instrument type convertible into  If convertible, specify instrument it converts into  If convertible, specify issuer of instrument it converts into  If write-down feature  NA NA  If write-down, write-down trigger(s)  If write-down, permanent or temporary  If temporary write-down, description of write-up mechanism  Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  NA NA  NA  NA  NA  NA  NA  NA  NA  NA	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
Convertible or non-convertible	21	Existence of step up or other incentive to redeem	NA	NA
24     If convertible, conversion trigger(s)     —     —       25     If convertible, fully or partially     —     —       26     If convertible, conversion rate     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	22	Noncumulative or cumulative	NA	NA
25 If convertible, fully or partially 26 If convertible, conversion rate 27 If convertible, mandatory or optional conversion 28 If convertible, specify instrument type convertible into 29 If convertible, specify issuer of instrument it converts into 30 Write-down feature 31 If write-down, write-down trigger(s) 32 If write-down, full or partial 33 If write-down, permanent or temporary 34 If temporary write-down, description of write-up mechanism 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) 36 Non-compliant transitioned features 37 NA 38 NA 39 NA 30 NA 30 NA 30 NA 31 NA	23	Convertible or non-convertible	NA	NA
26     If convertible, conversion rate     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	24	If convertible, conversion trigger(s)	_	_
27     If convertible, mandatory or optional conversion     —       28     If convertible, specify instrument type convertible into     —       29     If convertible, specify issuer of instrument it converts into     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	25	If convertible, fully or partially	_	_
If convertible, specify instrument type convertible into  If convertible, specify issuer of instrument it converts into  Write-down feature  NA  If write-down, write-down trigger(s)  If write-down, full or partial  If write-down, permanent or temporary  If temporary write-down, description of write-up mechanism  Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  NA  NA  NA  NA  NA  NA  NA  NA  NA	26	If convertible, conversion rate	_	_
29 If convertible, specify issuer of instrument it converts into	27	If convertible, mandatory or optional conversion	_	_
30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	28	If convertible, specify instrument type convertible into	_	_
31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	29		_	_
32   If write-down, full or partial   -   -     -	30	Write-down feature	NA	NA
32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	31	If write-down, write-down trigger(s)	_	_
33     If write-down, permanent or temporary     -     -       34     If temporary write-down, description of write-up mechanism     -     -       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	32		_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts  Non-compliant transitioned features  NA  NA	33		_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts  Non-compliant transitioned features  NA  NA	34	If temporary write-down, description of write-up mechanism	_	_
	35	2 1 1 2	Debts	Debts
37 If yes, specify non-compliant features – –	36	Non-compliant transitioned features	NA	NA
	37	If yes, specify non-compliant features	_	_

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
2	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in July 2008	Stock subscription right series 5
8	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	238 million Yen	637 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	July 1, 2008	September 8, 2008
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2028	June 20, 2018
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	_	_
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA
22	Noncumulative or cumulative	NA	NA
23	Convertible or non-convertible	NA	NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion	_	_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into	_	_
30	Write-down feature	NA	NA
31	If write-down, write-down trigger(s)	_	_
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism	_	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
37	If yes, specify non-compliant features	_	_

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
2	placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in July 2009	Stock subscription right series 6
	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	313 million Yen	319 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	July 1, 2009	November 9, 2009
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2029	June 19, 2019
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	_	_
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA
22	Noncumulative or cumulative	NA	NA
23	Convertible or non-convertible	NA	NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion	_	_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into	_	_
30	Write-down feature	NA	NA
31	If write-down, write-down trigger(s)	_	_
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism	_	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
	*		

2 bilique sientifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)         NA         NA           3 Governing law(s) of the instrument         Japanese Law         Japanese Law           4 Fransitional Base III rules         Common Equity Tier Leapital         Common Equity Tier Leapital           5 Post-transitional Base III rules         Common Equity Tier Leapital         Common Equity Tier Leapital           6 Eligible at solo/group/group/8xolo         Daiwa Securities Group Inc.         Daiwa Securities Group Inc.           1 Instrument type (types to be specified by each jurisdiction)         Slock subscription right is sued in Equity Tier Leapital           2 Amount recognised in regulatory capital (Currency in millions, as of the mast recent reporting date)         Slock subscription right is sued in Sock subscription right series 7           3 Amount recognised in regulatory capital (Currency in millions, as of the mast recent reporting date)         — — — — — — — — — — — — — — — — — — —	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Regulatory treatment  Transitional Based III rules  Common Equity Tier Leaphal  Daiwa Securities Goup Inc.  Stock subscription right is sued in July 2010  Tandount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)  Consolidated Capital Adequacy Ratio  Paravalue of instrument  Consolidated Capital Adequacy Ratio  Provincial Cassification  Consolidated Daiance sheets  Stock subscription right  Provincial date of instrument  Consolidated balance sheets  Stock subscription right  Stock subscription right series 7  July 2010  September 1,2010	2		NA	NA
Transitional Basel III rules	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
5         Post-transitional Basel III rules         Common Equity Tier Leapital         Common Equity Tier Leapital           6         Eligible at solo/group/gr		Regulatory treatment		
Bigible at solo/group/group&solo   Daiwa Securities Group Inc.   Instrument type (types to be specified by each jurisdiction)   Stock subscription right saved in July 2010   Stock subscription right series 7	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Instrument type (types to be specified by each jurisdiction)   Stock subscription right is sued in July 2010   Stock subscription right series 7	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
## Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)    Consolidated Capital Adequacy Ratio   355 million Yen   333 million Yen	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
most recent reporting date)  Consolidated Capital Adequacy Ratio  Par value of instrument  Accounting classification  Consolidated balance sheets  Stock subscription right  Accounting classification  Original date of issuance  Perpetual or dated  Original maturity date  Suscer call subject to prior supervisory approval  Kanaca and a subscupent call dates, if applicable  Coupons / dividends  Fised or floating dividend/coupon  Fised or floating dividend/coupon  Fised or floating dividend/coupon  Fised or floating dividend/coupon  Fised or floating dividend/soupon  Fised or floating	7	Instrument type (types to be specified by each jurisdiction)	^ -	Stock subscription right series 7
Par value of instrument	8			
Accounting classification Consolidated balance sheets Stock subscription right Original date of issuance July 1, 2010 September 2, 2020 September 1, 2010 September 2, 2020 Se		Consolidated Capital Adequacy Ratio	355 million Yen	333 million Yen
Consolidated balance sheets   Stock subscription right   Original date of issuance   July 1, 2010   September 1, 2010	9	Par value of instrument	_	_
Original date of issuance	10	Accounting classification		
Dated   Dated   Dated   Dated   Dated   Dated   Dated   Dated   June 30, 2030   June 25, 2020   Dated   June 30, 2030   June 25, 2020   Dated   Date		Consolidated balance sheets	Stock subscription right	Stock subscription right
13 Original maturity date   June 30, 2030   June 25, 2020     14 Issuer call subject to prior supervisory approval   NA   NA     15 Optional call date, contingent call dates and redemption amount   -   -     16 Subsequent call dates, if applicable   -   -     17 Fixed or floating dividends     18 Coupon rate and any related index   -   -     19 Existence of a dividend stopper   NA   NA     19 Existence of a dividend stopper   NA   NA     10 Fully discretionary, partially discretionary or mandatory   Fully discretionary     11 Existence of step up or other incentive to redeem   NA   NA     12 Noncumulative or cumulative   NA   NA   NA     14 If convertible, conversion trigger(s)   -     -     15 If convertible, fully or partially   -     -     16 If convertible, specify instrument it converts into   -     -     18 Coupon rate and any related index   -     -     19 Existence of a dividend stopper   NA   NA   NA     10 Fully discretionary, partially discretionary or mandatory   Fully discretionary     10 Fully discretionary   Fully discretionary     11 Fully discretionary   Fully discretionary     12 Fully discretionary   Fully discretionary     12 Fully discretionary   Fully discretionary     12 Fully discretionary   Fully discretionary     13 If convertible, conversion trigger(s)   -     -     15 Fully discretionary   -     -     16 Fully discretionary   Fully discretionary     17 Fully discretionary   Fully discretionary     18 Fully discretionary   Fully discretionary     19 Fully discretionary   Fully discretionary     19 Fully discretionary   Fully discretionary     10 Fully discretionary   Fully discretionary     10 Fully discretionary   Fully discretionary     10 Fully discretionary   Fully discretionary     19 Fully discretionary   Fully discretionary     10 Fully discretionary   Fully discretionary     10 Fully discretionary   Fully discretionary     10 Full	11	Original date of issuance	July 1, 2010	September 1, 2010
14     Issuer call subject to prior supervisory approval     NA     NA       15     Optional call date, contingent call dates and redemption amount     —     —       16     Subsequent call dates, if applicable     —     —       Coupons / dividends     —     —       17     Fixed or floating dividend/coupon     Floating     Floating       18     Coupon rate and any related index     —     —       20     Fully discretionary, partially discretionary or mandatory     Fully discretionary     Fully discretionary       21     Existence of step up or other incentive to redeem     NA     NA       22     Noncumulative or cumulative     NA     NA       23     Convertible or non-convertible     NA     NA       24     If convertible, conversion trigger(s)     —     —       25     If convertible, conversion rate     —     —       26     If convertible, pandatory or optional conversion     —     —       27     If convertible, specify instrument type convertible into     —     —       28     If convertible, specify instrument it converts into     —     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If temporary write-do	12	Perpetual or dated	Dated	Dated
15   Optional call date, contingent call dates and redemption amount           Coupons / dividends           Coupons / dividends   Floating   Floating       Fixed or floating dividend/coupon   Floating   Floating       Fully discretionary, partially discretionary or mandatory       Fully discretionary   Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discretionary       Fully discr	13	Original maturity date	June 30, 2030	June 25, 2020
Subsequent call dates, if applicable	14	Issuer call subject to prior supervisory approval	NA	NA
Coupons / dividends  17 Fixed or floating dividend/coupon  Floating  Floatin	15	Optional call date, contingent call dates and redemption amount	_	_
Fixed or floating dividend/coupon  Floating  Fixed or floating dividend/coupon  Resistence of a dividend stopper  NA  NA  Pully discretionary, partially discretionary or mandatory  Existence of step up or other incentive to redeem  NA  NA  NA  NA  NA  NA  NA  NA  NA  N	16	Subsequent call dates, if applicable	_	_
18   Coupon rate and any related index		Coupons / dividends		
Existence of a dividend stopper   NA   NA	17	Fixed or floating dividend/coupon	Floating	Floating
Fully discretionary, partially discretionary or mandatory  Existence of step up or other incentive to redeem  NA  Noncumulative or cumulative  NA  NA  NA  NA  NA  NA  NA  NA  NA  N	18	Coupon rate and any related index	_	_
Existence of step up or other incentive to redeem	19	Existence of a dividend stopper	NA	NA
NA NA Convertible or non-convertible NA NA NA NA Convertible or non-convertible NA N	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
23   Convertible or non-convertible   NA	21	Existence of step up or other incentive to redeem	NA	NA
24     If convertible, conversion trigger(s)     —     —       25     If convertible, fully or partially     —     —       26     If convertible, conversion rate     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	22	Noncumulative or cumulative	NA	NA
1	23	Convertible or non-convertible	NA	NA
26   If convertible, conversion rate	24	If convertible, conversion trigger(s)	_	_
If convertible, mandatory or optional conversion	25	If convertible, fully or partially	_	_
If convertible, specify instrument type convertible into  If convertible, specify issuer of instrument it converts into  Write-down feature  NA  If write-down, write-down trigger(s)  If write-down, full or partial  If write-down, permanent or temporary  If temporary write-down, description of write-up mechanism  Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  NA  NA  NA  NA  NA  NA  NA  NA  NA	26	If convertible, conversion rate	_	_
29 If convertible, specify issuer of instrument it converts into  30 Write-down feature  NA  NA  NA  11 If write-down, write-down trigger(s)  12 If write-down, full or partial  13 If write-down, permanent or temporary  14 If temporary write-down, description of write-up mechanism  15 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  16 Non-compliant transitioned features  NA  NA	27	If convertible, mandatory or optional conversion	_	_
30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	28	If convertible, specify instrument type convertible into	_	_
31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	29	If convertible, specify issuer of instrument it converts into	_	_
32   If write-down, full or partial   -   -   -	30	Write-down feature	NA	NA
32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	31	If write-down, write-down trigger(s)	_	_
33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	32	77 17	_	_
34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	33		_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts  Non-compliant transitioned features  NA  NA	34	If temporary write-down, description of write-up mechanism	_	_
	35	Position in subordination hierarchy in liquidation (specify instrument	Debts	Debts
37 If yes, specify non-compliant features – –	36	Non-compliant transitioned features	NA	NA
	37	If yes, specify non-compliant features	_	_

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1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
2	placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in July 2011	Stock subscription right series 8
	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	413 million Yen	483 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	July 1, 2011	September 5, 2011
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2031	June 24, 2021
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	_	_
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA
22	Noncumulative or cumulative	NA	NA
23	Convertible or non-convertible	NA	NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion	_	_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into	_	_
30	Write-down feature	NA	NA
31	If write-down, write-down trigger(s)	_	_
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism	_	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
37	If yes, specify non-compliant features		

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
2	placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in February 2013	Stock subscription right series 9
	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	453 million Yen	947 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	February 12, 2013	February 12, 2013
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2032	June 26, 2022
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	_	_
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA
22	Noncumulative or cumulative	NA	NA
23	Convertible or non-convertible	NA	NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion	_	_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into	_	_
30	Write-down feature	NA	NA
31	If write-down, write-down trigger(s)	_	_
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism		
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
37	If yes, specify non-compliant features		

2         Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement)         NA         NA           3         Coverning law(s) of the instrument         Japanese Law         Japanese Law           Regulatory treatment         Common Equity Tier Leapital         Common Equity Tier Leapital           4         Transitional Basel III rules         Common Equity Tier Leapital         Common Equity Tier Leapital           5         Post-transitional Basel III rules         Common Equity Tier Leapital         Daiwa Securities Group Inc.           6         Eligible at solo/group/group-Roolo         Daiwa Securities Group Inc.         Stock subscription right is sueed in Epituary 2014           6         Instrument type (types to be specified by each jurisdiction)         Stock subscription right is sueed in Epituary 2014           6         Consolidated Capital Adequacy Ratio         372 million Yen         640 million Yen           7         Part value of instrument         — — — — — — — — — — — — — — — — — — —	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
		Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
Regulatory treatment         Common Equity Tier Loapital         Common Equity Tier Loapital           6         Post-framational Based III rules         Common Equity Tier Loapital         Common Equity Tier Loapital           6         Eligible at solo/group/group&solo         Daiwa Securities Goup Inc.         Daiwa Securities Goup Inc.           7         Instrument type (types to be specified by each jurisdiction)         Stock subscription right series 10           6         February 2014         Stock subscription right series 10           6         February 2014         Stock subscription right series 10           6         Consolidated Capital Adequacy Ratio         372 million Yen         640 million Yen           8         Accounting classification         ————————————————————————————————————	2	placement)	NA	NA
Transitional Basel III rules   Common Equity Tier Leapital   Experiment Stock Stock and Stock Stock III   Common Equity Tier Leapital   Stock Subscription right   Common Equity Tier Leapital   Stock Subscription right   Common Equity Tier Leapital   Stock Subscription right   Convertion Figer(S)   Stock subscription right   Stock Subsc	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
5         Post-transitional Based III rules         Common Equity Tier Leapital         Common Equity Tier Leapital           6         Bigible at solo/group/group/group/group/scolo         Daiwa Securities Group Inc.           7         Instrument type (types to be specified by each jurisdiction)         Stock subscription right is sued in February 2014         Stock subscription right is sued in February 2014         Stock subscription right is sued in February 2014         Accounting Capital Adequacy Ratio         372 million Yen         640 million Yen           9         Par value of instrument         —         —         —           10         Accounting class lifestion         —         —           11         Original date of is suance         February 10, 2014         February 10, 2014           12         Perpetual or dated         Dated         Dated           13         Original naturity date         Juna 30, 2033         June 25, 2023           14         Issuer call subject to prior supervisory approval         NA         NA           15         Optional call date, contingent call dates and redemption amount         —         —           16         Subsequent call dates, frapplicable         —         —           17         Freed or floating dividend/coupon         Floating         Floating           18		Regulatory treatment		
Bigible at solo/group/group&solo   Daiwa Securities Group Inc.   Stock subscription right series 10   Instrument type (types to be specified by each jurisdiction)   Stock subscription right series 10   Consolidated Capital Adequacy Ratio   372 million Yen   640 million Yen	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Instrument type (types to be specified by each jurisdiction)   Stock subscription right is series 10	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)   Stock subscription right	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Service treporting date)  Par value of instrument  Consolidated Capital Adequacy Ratio  Par value of instrument  Consolidated Capital Adequacy Ratio  Accounting classification  Consolidated balance sheets  Stock subscription right  Stock subscription right  Original date of issuance  Perbuary 10, 2014  Perbuary 10,	7	Instrument type (types to be specified by each jurisdiction)	, ,	Stock subscription right series 10
Par value of instrument	8			
Accounting classification   Stock subscription right   Consolidated balance sheets   Stock subscription right   Original date of issuance   February 10, 2014   February 10, 2014   February 10, 2014   Perpetual or dated		Consolidated Capital Adequacy Ratio	372 million Yen	640 million Yen
Consolidated balance sheets   Stock subscription right   Original date of issuance   February 10, 2014   February 10, 2014   Perpetual or dated   Da	9	Par value of instrument	_	_
11   Original date of issuance   February 10, 2014   February 10, 2014     Perpetual or dated   Dated   Dated     Dated   Dated   Dated     Subscur call subject to prior supervisory approval   NA   NA     Subsequent call dates, if applicable   — — — — — — — — — — — — — — — — — —	10	Accounting classification		
Perpetual or dated		Consolidated balance sheets	Stock subscription right	Stock subscription right
13   Original maturity date   June 30, 2033   June 25, 2023     14   Issuer call subject to prior supervisory approval   NA   NA     15   Optional call date, contingent call dates and redemption amount   — — — — — — — — — — — — — — — — — —	11	Original date of issuance	February 10, 2014	February 10, 2014
14     Issuer call subject to prior supervisory approval     NA     NA       15     Optional call date, contingent call dates and redemption amount     —     —       16     Subsequent call dates, if applicable     —     —       Coupons / dividends     —     —       18     Coupon rate and any related index     —     —       19     Existence of a dividend stopper     NA     NA       20     Fully discretionary, partially discretionary or mandatory     Fully discretionary     Fully discretionary       21     Existence of step up or other incentive to redeem     NA     NA       22     Noncumulative or cumulative     NA     NA       23     Convertible or non-convertible     NA     NA       24     If convertible, conversion trigger(s)     —     —       25     If convertible, fully or partially     —     —       26     If convertible, conversion rate     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down, feature     NA     NA       31     If write-down, permanent o	12	Perpetual or dated	Dated	Dated
15 Optional call date, contingent call dates and redemption amount  Coupons / dividends  Fixed or floating dividend/coupon  Fixed or floating  Fixed or floating  Fixed in MA  NA  NA  NA  NA  If write-down, full or partial  Fixed own, permanent or temporary  Fixed or floating  Fixed or floatin	13	Original maturity date	June 30, 2033	June 25, 2023
16     Subsequent call dates, if applicable     —     —       Coupons / dividends     Floating     Floating       17     Fixed or floating dividend/coupon     Floating     Floating       18     Coupon rate and any related index     —     —       19     Existence of a dividend stopper     NA     NA       20     Fully discretionary, partially discretionary or mandatory     Fully discretionary     Fully discretionary       21     Existence of step up or other incentive to redeem     NA     NA       22     Noncumulative or cumulative     NA     NA       23     Convertible or non-convertible     NA     NA       24     If convertible, conversion trigger(s)     —     —       25     If convertible, fully or partially     —     —       26     If convertible, fully or partially     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down, feature     NA     NA       31     If write-down, full or partial     —     —       32     If write-down, permanent or temporary	14	Issuer call subject to prior supervisory approval	NA	NA
Coupons / dividends  17 Fixed or floating dividend/coupon Floating Floating  18 Coupon rate and any related index ————————————————————————————————————	15	Optional call date, contingent call dates and redemption amount	_	_
17     Fixed or floating dividend/coupon     Floating     Floating       18     Coupon rate and any related index     —     —       19     Existence of a dividend stopper     NA     NA       20     Fully discretionary, partially discretionary or mandatory     Fully discretionary     Fully discretionary       21     Existence of step up or other incentive to redeem     NA     NA       22     Noncumulative or cumulative     NA     NA       23     Convertible or non-convertible     NA     NA       24     If convertible, conversion trigger(s)     —     —       25     If convertible, conversion rate     —     —       26     If convertible, conversion rate     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down, feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, descrip	16	Subsequent call dates, if applicable	_	_
Coupon rate and any related index		Coupons / dividends		
Existence of a dividend stopper   NA   NA	17	Fixed or floating dividend/coupon	Floating	Floating
Fully discretionary, partially discretionary or mandatory  Existence of step up or other incentive to redeem  NA  NA  NA  NA  NA  NA  NA  NA  NA  N	18	Coupon rate and any related index	_	_
Existence of step up or other incentive to redeem	19	Existence of a dividend stopper	NA	NA
NA NA  NA NA  Convertible or non-convertible  NA NA  If convertible, conversion trigger(s)  If convertible, fully or partially  If convertible, conversion rate  If convertible, mandatory or optional conversion  If convertible, specify instrument type convertible into  If convertible, specify instrument it converts into  If convertible, specify issuer of instrument it converts into  If write-down feature  If write-down, write-down trigger(s)  If write-down, permanent or temporary  If temporary write-down, description of write-up mechanism  Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  NA NA  NA  NA  NA  NA  NA  NA  NA  NA	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
Convertible or non-convertible	21	Existence of step up or other incentive to redeem	NA	NA
24     If convertible, conversion trigger(s)     —     —       25     If convertible, fully or partially     —     —       26     If convertible, conversion rate     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	22	Noncumulative or cumulative	NA	NA
25   If convertible, fully or partially   -   -   -     26   If convertible, conversion rate   -   -     27   If convertible, mandatory or optional conversion   -   -     28   If convertible, specify instrument type convertible into   -   -     29   If convertible, specify issuer of instrument it converts into   -   -     30   Write-down feature   NA   NA     31   If write-down, write-down trigger(s)   -   -     32   If write-down, full or partial   -   -     33   If write-down, permanent or temporary   -   -     34   If temporary write-down, description of write-up mechanism   -   -     35   Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)   Debts   Debts     36   Non-compliant transitioned features   NA   NA	23	Convertible or non-convertible	NA	NA
26	24	If convertible, conversion trigger(s)	_	_
27     If convertible, mandatory or optional conversion     —       28     If convertible, specify instrument type convertible into     —       29     If convertible, specify issuer of instrument it converts into     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	25	If convertible, fully or partially	_	_
If convertible, specify instrument type convertible into  If convertible, specify issuer of instrument it converts into  Write-down feature  NA  If write-down, write-down trigger(s)  If write-down, full or partial  If write-down, permanent or temporary  If temporary write-down, description of write-up mechanism  Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  NA  NA  NA  NA  NA  NA  NA  NA	26	If convertible, conversion rate	_	_
29 If convertible, specify issuer of instrument it converts into	27	If convertible, mandatory or optional conversion	_	_
30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	28		_	_
30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	29	If convertible, specify issuer of instrument it converts into	_	_
32   If write-down, full or partial   -   -       33   If write-down, permanent or temporary   -   -     34   If temporary write-down, description of write-up mechanism   -   -     35   Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)   Debts   Debts     36   Non-compliant transitioned features   NA   NA	30		NA	NA
32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	31	If write-down, write-down trigger(s)	_	_
33     If write-down, permanent or temporary     -     -       34     If temporary write-down, description of write-up mechanism     -     -       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	32		_	_
34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA			_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts  Non-compliant transitioned features  NA  NA	34		_	_
	35	Position in subordination hierarchy in liquidation (specify instrument	Debts	Debts
37 If yes, specify non-compliant features – –	36	Non-compliant transitioned features	NA	NA
	37	If yes, specify non-compliant features	_	_

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
2	placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in February 2015	Stock subscription right series 11
	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	389 million Yen	328 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	February 9, 2015	February 9, 2015
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2034	June 25, 2024
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	_	_
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA
22	Noncumulative or cumulative	NA	NA
23	Convertible or non-convertible	NA	NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion	_	_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into	_	_
30	Write-down feature	NA	NA
31	If write-down, write-down trigger(s)	_	_
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism	_	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
37	If yes, specify non-compliant features		

December   Secretary   Secre	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
Regulatory treatment  1 Transitional Basel III rules	2		NA	NA	
Transitional Basel III rules   Common Equity Ter   capital	3	Governing law(s) of the instrument	Japanese Law	Japanese Law	
Post-transitional Basel III rules		Regulatory treatment			
Bigble at solo/group/group&solo	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
Instrument type (types to be specified by each jurisdiction)   Stock subscription right issued in February 2016	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
Instrument type (types to be specified by each jurisdiction)   February 2016   Shock subscription right   Shock subscription right   Shock subscription right   Shock subscription right   Stock subscription ri	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
most recent reporting date)  Consolidated Capital Adequacy Ratio  Par value of instrument  10 Accounting classification  Consolidated balance sheets  Stock subscription right  Formary 8, 2016  February 8, 2016  February 8, 2016  February 8, 2016  Dated  Dated  Dated  Dated  Dated  Dated  Dated  Dated  13 Original maturity date  Successification  Original maturity date  Dated  D	7	Instrument type (types to be specified by each jurisdiction)	, .	Stock subscription right series 12	
Par value of instrument	8				
Accounting classification   Stock subscription right   Stock subscription right		Consolidated Capital Adequacy Ratio	385 million Yen	48 million Yen	
Consolidated balance sheets  Stock subscription right  Peptuary 8, 2016  February 8, 2016  Peptuary 8,	9	Par value of instrument	_	_	
11   Original date of issuance	10	Accounting classification			
Dated   Date		Consolidated balance sheets	Stock subscription right	Stock subscription right	
June 20, 2035   June 24, 2025	11	Original date of issuance	February 8, 2016	February 8, 2016	
14   Issuer call subject to prior supervisory approval   NA	12	Perpetual or dated	Dated	Dated	
14   Issuer call subject to prior supervisory approval   NA   NA     15   Optional call date, contingent call dates and redemption amount         16   Subsequent call dates, if applicable         Coupons / dividends   Coupons / dividends     17   Fixed or floating dividend/coupon   Floating   Floating     18   Coupon rate and any related index         19   Existence of a dividend stopper   NA   NA     10   Fully discretionary, partially discretionary or mandatory   Fully discretionary     11   Existence of step up or other incentive to redeem   NA   NA     12   Noncumulative or cumulative   NA   NA   NA     12   Noncumulative or cumulative   NA   NA   NA     14   If convertible, conversion trigger(s)         25   If convertible, fully or partially         26   If convertible, conversion rate         27   If convertible, specify instrument type convertible into         28   If convertible, specify instrument type convertible into         29   If convertible, specify instrument it converts into         30   Write-down feature   NA   NA   NA     31   If write-down, write-down trigger(s)         32   If write-down, permanent or temporary         34   If temporary write-down, description of write-up mechanism         35   Position in subordination hierarchy in liquidation (specify instrument type inmediately senior to instrument)   Debts   Debts	13	Original maturity date	June 30, 2035	June 24, 2025	
15 Optional call date, contingent call dates and redemption amount	14		NA	NA	
Coupons / dividends  17 Fixed or floating dividend/coupon  18 Coupon rate and any related index  19 Existence of a dividend stopper  NA  NA  NA  20 Fully discretionary, partially discretionary or mandatory  Existence of step up or other incentive to redeem  NA  NA  NA  NA  NA  NA  NA  NA  NA  N	15	Optional call date, contingent call dates and redemption amount	_	_	
Fixed or floating dividend/coupon   Floating   Floating	16		_	_	
Fixed or floating dividend/coupon   Floating   Floating		Coupons / dividends			
18   Coupon rate and any related index	17	Fixed or floating dividend/coupon	Floating	Floating	
Existence of a dividend stopper	18	Coupon rate and any related index	_	_	
Existence of step up or other incentive to redeem	19	·	NA	NA	
Existence of step up or other incentive to redeem	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	
NA   NA   NA   NA   NA   NA   NA   NA	21		NA	NA	
24     If convertible, conversion trigger(s)     —       25     If convertible, fully or partially     —       26     If convertible, conversion rate     —       27     If convertible, mandatory or optional conversion     —       28     If convertible, specify instrument type convertible into     —       29     If convertible, specify issuer of instrument it converts into     —       30     Write-down feature     NA     NA       31     If write-down, write-down trigger(s)     —     —       32     If write-down, full or partial     —     —       33     If write-down, permanent or temporary     —     —       34     If temporary write-down, description of write-up mechanism     —     —       35     Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)     Debts     Debts       36     Non-compliant transitioned features     NA     NA	22		NA	NA	
25 If convertible, fully or partially 26 If convertible, conversion rate 27 If convertible, mandatory or optional conversion 28 If convertible, specify instrument type convertible into 29 If convertible, specify issuer of instrument it converts into 30 Write-down feature 31 If write-down, write-down trigger(s) 32 If write-down, full or partial 33 If write-down, permanent or temporary 34 If temporary write-down, description of write-up mechanism 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) 36 Non-compliant transitioned features 37 NA 38 NA 39 NA 30 NA 30 NA 30 NA 31 NA	23	Convertible or non-convertible	NA	NA	
25   If convertible, fully or partially	24	If convertible, conversion trigger(s)	_	_	
26	25		_	_	
27	******************************		_	_	
28 If convertible, specify instrument type convertible into  29 If convertible, specify issuer of instrument it converts into  30 Write-down feature  NA  NA  NA  31 If write-down, write-down trigger(s)  32 If write-down, full or partial  33 If write-down, permanent or temporary  34 If temporary write-down, description of write-up mechanism  Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts  Debts  NA  NA	27		_	_	
29 If convertible, specify issuer of instrument it converts into  30 Write-down feature  NA  NA  NA  31 If write-down, write-down trigger(s)  32 If write-down, full or partial  33 If write-down, permanent or temporary  34 If temporary write-down, description of write-up mechanism			_	_	
30 Write-down feature			_	_	
31			NA		
32					
33			_	_	
34   If temporary write-down, description of write-up mechanism			_	_	
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)   Debts   Debts				_	
type immediately senior to instrument)  Debts  Debts  NA  NA  NA					
36 Non-compliant transitioned features NA NA	35	* * * * *	Debts	Debts	
	36		NA	NA	
37 If yes, specify non-compliant features – – –	37		_	_	

## 11. Details of main features of regulatory capital instruments

The details are the same with the overview as the regulatory capital instruments held by the Group are all common equity.

## 12. Composition of leverage ratio disclosure

(Unit: 1 Million Yen, %)

				(Clit. I	Million Yen, %)
Basel III template number (2)	Basel III template number (1)	Items		June 2016	March 2016
On-balance she	et exposures		(1)		
1		On-balance sheet items before adjustments		12,318,006	11,191,385
la	1	Total Assets in the consolidated balance sheet		21,419,907	20,420,818
1b	2	Total Assets held by group companies which are not included in the scope of consolidated leverage ratio		0	0
1c	7	Total Assets held by group companies which are included in the scope of consolidated leverage ratio(except for the asset included in the total asset in the consolidated balance sheet)		0	0
1d	3	Assets other than the adjustments that are excluded from the total assets in the consolidated balance sheet.		9,101,901	9,229,433
2	7	Common Equity Tier 1 capital: regulatory adjustments		64,902	64,848
3		Total on-balance sheet exposures (excluding derivatives and SFTs)	(A)	12,253,104	11,126,537
Derivative expo	sures		(2)		
4		Replacement cost associated with all derivatives transactions		614,211	656,938
5		Add-on amounts for PFE associated with all derivatives transactions		1,160,338	1,144,044
				336,539	279,118
6		Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework		0	0
7		Deductions of receivables assets for cash variation margin provided in derivatives transactions)		206,495	149,476
8		Exempted CCP leg of client-cleared trade exposures			
9		Adjusted effective notional amount of written credit derivatives		1,871,956	2,200,308
10		Adjusted effective notional offsets and add-on deductions for written credit derivatives		1,425,735	1,753,296
11	4	Total derivative exposures (sum of lines 4 to 10)	(B)	2,350,814	2,377,636
Securities finan	cing transaction	exposures	(3)		
12		Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions		5,811,584	6,531,364
13		Netted amounts of cash payables and cash receivables of gross SFT assets		1,354,168	1,569,600
14		CCR exposure for SFT assets		149,350	140,262
15		Agent transaction exposures			
16	5	Total securities financing transaction exposures (sum of lines 12 to 15)	(C)	4,606,766	5,102,026
Other off-balance sheet exposures		(4)			
17		Off-balance sheet exposure at gross notional amount		55,238	56,650
18		Adjustments for conversion to credit equivalent amounts		11,108	8,499
19	6	Off-balance sheet items	(D)	44,130	48,151
Capital and total exposures (5)		(5)			
20		Tier 1 capital	(E)	1,106,760	1,117,436
21	8	Total exposures (A)+(B)+(C)+(D)	(F)	19,254,814	18,654,350
22		Basel III consolidated leverage ratio(E)/ (F)		5.74%	5.99%

## 13. Reasons for significant differences in the consolidated leverage ratio over previous quarter

There are no significant differences in the consolidated leverage ratio over previous quarter.

End