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

## **Composition of Capital Disclosure**

			(Unit: 1 Million Yen)
Basel III template number	Items	September 2016	Exclusion under transitional arrangements
Common Equity Tier 1	capital: Instruments and reserves (1)		
1a+2-1c-26	Shareholders' equity	1,146,824	
1a	Common stock and capital surplus	479,151	
2	Retained earnings	718,943	
1c	Treasury stock( $\triangle$ )	29,254	
26	Planned distributions ( $\triangle$ )	22,016	
	Others	-	
1b	Stock subscription rights	8,059	
3	Accumulated other comprehensive income (and other reserves)	22,083	14,722
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)	1,176,967	
	capital: regulatory adjustments (2)	1,170,707	
8+9			
619	Intangible assets other than mortgage-servicing rights (net of related tax liability)	51,787	34,525
8	Goodwill (net of related tax liability)	4,173	2,782
9	Other intangibles other than mortgage-servicing rights(net of related tax liability)	47,613	31,742
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	231	154
11	Cash-flow hedge reserve	Δ195	Δ130
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)	171	114
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)	10,297	6,865
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 taxassets 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		
	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional	-	
27	Tier 1 and Tier 2 to cover deductions	11,398	
28	Total regulatory adjustments to Common equity Tier 1 (b)	73,692	
Common Equity Tier 1	capital	*	
29	Common Equity Tier 1 capital (CET1) ((a) - (b)) (c)	1,103,274	

				(Unit: 1 Million Yen)
Basel III	template			Exclusion under
number		Items	September 2016	transitional
				arrangements
Additional '		l:instruments (3)		
	31a	Shareholders' equity	-	
30	31b	Stock subscription rights	-	
	32	Liabilities	-	
		Instruments issued by Special Purpose Companies	-	
34	-35	Minority interest after adjustments	-	
		Tier 1 capital under Basel II included in Additional Tier 1 capital under transitional		
33-	+35	Basel III rules	-	
		Capital instruments issued by Daiwa Securities Group Inc. and its Special		
	33	Purpose Companies	-	
		Capital instruments issued by consolidated subsidiaries and affiliates		
3	35	(excluding Special Purpose Companies of Daiwa Securities Group Inc.)	-	
		Additional Tier 1 capital under transitional Basel III rules	Δ6,540	
		Foreign currency translation adjustment	Δ6,540	
3	36	Additional Tier 1 capital before regulatory adjustments (d)	Δ6,540	
Additional '	Tier 1 capita	l: regulatory adjustments		
3	37	Investments in own Additional Tier 1 instruments	-	-
3	38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-
		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		
3	39	does not own more than 10% of the issued common share capital of the entity (amount	2,076	1,384
		above 10% threshold)		
4	10	Significant investments in the capital of banking, financial and insurance entities that	_	_
40		are outside the scope of regulatory consolidation (net of eligible short positions)		
		Regulatory adjustments of additional Tier 1 capital under transitional Basel III rules	2,782	
		Goodwill (net of related tax liability)	2,782	
		Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover	2,762	
4	12	deductions	-	
4	13	Total regulatory adjustments to Additional Tier 1 capital (e)	4,858	
	Tier 1 capita		1,030	
	14	Additional Tier 1 capital ((d) - (e)) (f)		
Tier 1 capita		reductional field (a) (b))	-	
		Tier 1 capital $((c)+(f))$ (g)	1 102 274	
	15 al: instruman	its and allowance (4)	1,103,274	
Tiel 2 capita	ai. iiistiuiiicii			
		Shareholders' equity Stock subscription rights	-	
4	16	Liabilities	-	
		Capital instruments issued by Special Purpose Companies	-	
			-	
		Minority interest after adjustments  Tior 2 conited under Peccal III included in Tior 2 conited under transitional Peccal III rules	-	
		Tier 2 capital under Basel II included in Tier 2 capital under transitional Basel III rules	-	-
		Capital instruments issued by Daiwa Securities Group Inc. and its Special Purpose Companies		
47			-	-
49		Capital instruments issued by consolidated subsidiaries and affiliates (excluding Special Purpose Companies of Daiwa Securities Group Inc.)		
	-0	12 2 2	-	
	50	General allowance included and eligible allowance in Tier 2 capital	-	
	0a	General allowance	-	
50	0b	Eligible allowance	-	
		Tier 2 capital under transitional Basel III rules	16,207	
		Unrealized holding gain or loss on securities and cash flow hedge reserve	16,207	
5	Tier 2 capital before regulatory adjustments (h)		16,207	

		(	Unit: 1 Million Yen, %)
Basel III template number	Items	September 2016	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)	8,242	5,495
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)	8,242	
Tier 2 capital			
58	Tier 2 capital ((h) - (i)) (j)	7,965	
Total capital	·		
59	Total capital $((g)+(j))$ (k)	1,111,239	
Risk weighted assets	(5)		
	Amount of risk weighted assets under transitional Basel III rules	45,641	
	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)	13,744	
	Intangible assets(other than Goodwill)	31,742	
	Deferred tax assets excluding assets arising from temporary differences(net of related tax liability)	154	
60	Total risk weighted assets (I)	4,977,599	
Consolidated capital ad	- "	, ,	
61	Common Equity Tier 1 (as a percentage of risk weighted assets) ((c)/(l))	22.1%	
62	Tier 1 (as a percentage of risk weighted assets) ((g)/(l))	22.1%	
63	Total capital (as a percentage of risk weighted assets) ((k) / (l))	22.3%	
	esholds for deduction (before risk weighting) (6)	22.370	
72	Non-significant investments in the capital of other financials	110,502	
73	Significant investments in the common stock of financials	40,081	
74	Mortgage servicing rights (net of related tax liability)	-	
75	Deferred tax assets arising from temporary differences (net of related tax liability)	12,813	
	inclusion of allowance in Tier 2 (7)	,510	
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	eject 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)	-	

### **Scope of Consolidation**

- Discrepancy and the reason in the scope of consolidation defined under consolidated financial statements reported and that for consolidated capital adequacy ratio calculation.
   Not applicable.
- 2. Number of consolidated subsidiaries, and company names and businesses of major consolidated subsidiaries.

Number of consolidated subsidiaries: 54 companies

September 2016				
Major Consolidated Subsidiaries	Businesses			
Daiwa Securities Co. Ltd.	Securities related businesses			
Daiwa Securities Co. Ltd.	Investment advisory and agency businesses			
Daire Assat Managament Co. Ltd.	Investment management businesses			
Daiwa Asset Management Co. Ltd.	Investment advisory and agency businesses			
Daiwa Institute of Research Holdings Ltd.	Integration and management of subsidiaries			
Daiwa Securities Business Center Co. Ltd.	Back office operations			
Daiwa Property Co., Ltd.	Lending and borrowing of real estates			
Daiwa Next Bank, Ltd.	Banking businesses			
Daiwa Institute of Research Ltd.	Information services			
Daiwa Institute of Research Business Innovation Ltd.	Information services			
Daiwa Corporate Investment Co., Ltd.	Investment businesses			
Daiwa PI Partners Co. Ltd.	Investment businesses			
Daiwa Securities SMBC Principal Investments Co. Ltd.	Investment businesses			
Daiwa Real Estate Asset Management Co., Ltd.	Investment management businesses			
Daiwa Real Estate Asset Management Co., Ltu.	Investment advisory and agency businesses			
Daiwa Capital Markets Europe Limited	Securities related businesses			
Daiwa Capital Markets Hong Kong Limited	Securities related businesses			
Daiwa Capital Markets Singapore Limited	Securities related businesses			
Daiwa Capital Markets America Holdings Inc.	Integration and management of subsidiaries			
Daiwa Capital Markets America Inc.	Securities-related businesses			

- 3. Number of affiliated companies engaged in financial activities, company names, total assets as well as net assets on balance sheets, and businesses of major affiliated companies engaged in financial activities under the provision of Article 9 of the Consolidated Capital Adequacy Ratio Notification published by Japan FSA
  - No company is subject to proportionate consolidation methods.
- 4. Company names, total assets as well as net assets on balance sheets, and business of companies which belong to Daiwa Group but are not included under the scope of consolidation in the financial statements; and companies which are included under the scope of consolidation in the financial statements but do not belong to Daiwa Group. Not applicable.

The amount of each account in balance sheets as in the published statements and the reference number in the composition of capital disclosure under the assumptions of the financial statements under the regulatory scope of consolidation complying with the Capital Adequacy Ratio Accord item 3

			(Unit: 1 Million Yen)
Reference number in composition of capital disclosure		Balance sheets as in published statements	Under regulatory scope of consolidation
	Assets	'	
	Current assets		
	Cash and deposits	3,551,431	3,551,43
	Cash segregated as deposits	327,521	327,52
	Notes and accounts receivable-trade	14,567	14,56
18, 39, 54, 72, 73	Short-term investment securities	1,884,250	1,884,25
16, 18, 39, 54, 72, 73	Trading products	7,028,640	7,028,64
18, 39, 54, 72, 73	Operational investment securities	134,148	134,14
	Allowance for investment loss	Δ 11,372	Δ 11,37.
	Operating loans	486,664	486,66
	Work in process	1,097	1,09
	Margin transaction assets	190,714	190,71
	Loans secured by securities	5,355,831	5,355,83
	Advances paid	16,955	16,95
	Short-term loans receivable	658	65
	Accrued income	29,841	29,84
10, 75	Deferred tax assets	7,779	7,77
	Other current assets	452,107	452,10
	Allowance for doubtful accounts	Δ 645	Δ 64
	Total current assets	19,470,191	19,470,19
	Noncurrent assets		
	Property, plant and equipment	122,417	122,41
	Intangible assets	86,312	86,31
8	Goodwill	6,956	6,95
9	Others	79,356	79,35
	Investments and other assets	342,721	342,72
18, 39, 54, 72, 73	Investment securities	308,501	308,50
10, 75	Deferred tax assets	5,420	5,42
	Others	28,798	28,79
	Total noncurrent assets	551,451	551,45
	Total assets	20,021,642	20,021,64

			(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	5,062	5,062
	Trading products	4,913,273	4,913,273
	Trading date accrual	508,631	508,631
	Margin transaction liabilities	62,626	62,626
	Loans payable secured by securities	6,161,208	6,161,208
	Deposits from banking business	2,814,623	2,814,623
	Deposits received	242,792	242,792
	Guarantee deposits received	447,058	447,058
	Short-term loans payable	827,015	827,015
	Commercial paper	-	
	Current portion of bonds	275,339	275,339
	Income taxes payable	14,854	14,854
	Deferred tax liabilities	1,623	1,623
	Provision for bonuses	23,389	23,389
	Other current liabilities	148,697	148,697
	Noncurrent liabilities		
	Bonds payable	1,257,591	1,257,591
	Long-term loans payable	958,097	958,097
	Deferred tax liabilities	10,706	10,706
	Net defined benefit liabilities	39,468	39,468
	Provision for loss on litigation	1,697	1,697
	Other noncurrent liabilities	6,159	6,159
	Reserves under the special laws	3,970	3,970
	Total liabilities	18,723,886	18,723,886
	Net assets		
	Shareholders' equity		
1a	Common stock	247,397	247,397
1a	Capital surplus	231,754	231,754
2	Retained earnings	718,943	718,943
1c	Treasury stock	Δ 29,254	Δ 29,254
1c	Advances on subscription of treasury stock	5	5
	Total shareholders' equity	1,168,845	1,168,845
	Accumulated other comprehensive income		
	Valuation difference on available-for-sale securities	85,702	85,702
11	Deferred gains or losses on hedges	Δ 32,547	Δ 32,547
	Foreign currency translation adjustment	Δ 16,350	
3	Total accumulated other comprehensive income	36,805	36,805
1b	Subscription rights to shares	8,059	8,059
34-35, 48-49	Minority interests	84,045	84,045
,	Total net assets	1,297,756	1,297,756

## **Quantitative Disclosure (Consolidated)**

 The name as well as the total amount that is lower than required capital for Daiwa Group's subsidiary within subsidiaries that are classified as significant investments in the capital of financial institutions. Not applicable.

## 2. Capital adequacy

Capital requirements for credit risk

	(Unit: IMillion Yen, %)
	September 2016
-balance transactions	99,562
1.Cash	
2.Japanese government and central bank	
3.Non-Japanese sovereign and central bank	4:
4.Bank for International Settlements (BIS)	
5. Japanese local public authorities	
6.Non-Japanese public sector entities (excluding sovereign)	142
7.Multilateral Development Banks (MDBs)	
8.Japan Finance Organization for Municipalities (JFM)	944
9.Japanese government-sponsored entities	1,425
10.Three major local public corporations of Japan	
11.Financial institutions and securities firms	9,60
12.Corporates	20,209
13.SMEs and individuals (risk weight 75% applied)	
14.Residential mortgage loans	
15.Projects including acquisition of real estate properties	80
16.Past due exposures for three months or more	1:
17.Cash items in process of collection	
18.Exposures secured by Credit Guarantee Association in Japan	
19.Exposures secured by Enterprise Tumaround Initiative Corporation of Japan	
20.Equities	26,29
21.Others	15,70
22.Securitizations (as an originator)	
23.Securitizations (not as an originator)	5,82
24.Fund	19,26

(Unit:1Milion Yen, %)

	September 2016
f-balance transactions	49,299
1.Unconditionally or automatically cancellable commitments	-
2.Commitments with an original maturity up to one year	66
3.Short-term self-liquidating trade letters of credit arising from the movement of goods	-
4.Certain transaction-related contingent items	-
5.Note Issuance Facilities (NIFs) and Revolving Underwriting Facilities (RUFs)	-
6.Commitments with an original maturity over one year	-
7.Commitments-related the IRB Approach	-
8.Direct credit substitutes and acceptances	137
9.Sale and repurchase agreements and asset sales with recourse	-
10.Forward asset purchases, forward deposits and partly-paid shares and securities	-
11.Lending or posting of securities as collateral	17,474
12.Derivative transactions	31,418
13.Long settlement transactions	26
14.Unsettled transactions	3
15. Securitization exposure qualifies as an 'eligible liquidity facility' or an 'eligible servicer cash advance facility'	-
16.Others (Securitization off-balance transactions)	173
'A risk capital charge	56,546
posures to Central Counterparties(CCPs)	2,200
tal capital requirements for credit risk	207,607

 $<sup>\</sup>fine 3$  There is no applicable credit risk exposure which is calculated under the IRB approach.

# Capital requirements for market risk

(Unit:1Milion Yen, %)

	September 2016
Standardized approach	
Interest rate risk	42,568
Equity risk	9,003
Foreign exchange risk	2,498
Commodities risk	0
Option transactions	-
Internal models approach	52,720
Total capital requirements for market risk	106,907

## Capital requirements for operational risk

		September 2016
В	asic indicator approach	83,692
S	tandardized approach	-
A	dvanced measurement approach	-
Total	capital requirements for operational risk	83,692

## Total capital requirements

(Unit:1Milion Yen, %)

	September 2016
Credit risk	207,607
Market risk	106,907
Operational risk	83,692
Total capital requirements	398,206

## 3. Credit risk exposures (excluding exposures under the IRB approach and securitization exposures)

Exposures by geographical area, industry, and residual contractual maturity [September 2016]

	Credit risk expos	sures				`	Past due exposures
		Loans	Repo	Derivatives	Securities	Others (**)	for three months or more
Japan	17,092,906	128,069	4,494,616	5,681,231	2,270,986	4,518,002	185
Overseas	9,267,504	22,603	8,896,581	106,063	7,049	235,206	12
Total (by area)	26,360,411	150,673	13,391,197	5,787,295	2,278,035	4,753,208	197
Sovereign	6,438,768	5,353	1,629,224	61,028	1,660,212	3,082,950	-
Financial institutions	7,958,454	4,131	3,988,863	3,347,357	31,171	586,931	-
Corporate	5,019,366	44,166	4,309,630	389,734	154,334	121,499	186
Individuals	275,319	97,021	-	420	-	177,877	10
CCPs	5,632,298	-	3,463,479	1,988,755	-	180,063	-
Others	1,036,202	-	-	-	432,316	603,886	-
Total (by industry)	26,360,411	150,673	13,391,197	5,787,295	2,278,035	4,753,208	197
≦ 1year	12,511,009	95,578	11,986,567	252,505	42,388	133,968	/
>1year≦3years	354,750	-	-	210,215	144,534	-	] /
>3year≦5years	1,567,091	-	-	1,044,084	523,007	-	/
>5year≦7years	3,827,631	6	-	3,539,881	287,743	-	/
>7year	1,170,035	109	-	735,450	434,475	-	/
Indeterminate	6,929,893	54,978	1,404,630	5,158	845,886	4,619,239	V
Total (by maturity)	26,360,411	150,673	13,391,197	5,787,295	2,278,035	4,753,208	

XIncluding deposits, properties and equipment, intangible assets.

Year-end balance and changes of general and specific allowances for credit loss, and allowances to specific foreign obligations

(Unit:1Milion Yen, %)

Type of allowances	Changes	September 2016	Changes
General allowance		-	-
Specific allowance	Japan	13,780	525
	Overseas	307	233
Allowance to specific foreign obligations		-	
Type of allowance	Industry		
General allowance		-	-
Specific allowance	Sovereign	-	-
	Financial Institutions	-	-
	Corporate	514	8
	Individuals	242	239
	Others	13,330	510
Allowance to specific foreign obligations		-	-

Loan write-off by industry Not applicable.

## Exposure by risk weight after Credit Risk Mitigation (CRM) Techniques

	September 2016		
Dist. Sixta		Exposure amounts	
Risk weight		Application of external rating	Others
0%	4,823,397	742,131	4,081,265
2%	529,883	-	529,883
10%	124,753	-	124,753
20%	2,132,131	1,821,213	310,917
35%	-	-	-
50%	122,871	122,588	282
75%	10	-	10
100%	953,751	34,447	919,304
150%	196	89	107
250%	40,037	-	40,037
1250%	1	-	1
Other	165,970	-	165,970
Total	8,893,006	2,720,470	6,172,536

## 4. Exposure by risk weight after Credit Risk Mitigation (CRM) Techniques

Exposure for which CRM Techniques are applied

(Unit:1Milion Yen, %)

	Туре	September 2016
	Cash	7,261,089
	Debts	5,760,855
	Equities	440,999
	Mutual funds	-
Elig	gible Financial Collateral Total	13,462,945
	Guarantees	-
	Credit derivatives	-
Gua	arantees and Credit Derivatives Total	-

## 5. Counterparty risk for derivative transactions and long settlement transactions

The credit-equivalent amounts are calculated by applying the Current-Exposure Method.

#### [September 2016]

		Gross replacement cost	Gross add-on	Credit equivalent amounts
	Foreign exchanges	574,457	660,820	1,235,278
	Interest rates	2,367,701	1,227,228	3,594,929
	Equities	331,993	282,531	614,524
	Other commodities	-	-	-
	Credit derivatives	24,694	318,469	343,163
Tot	ral (A)	3,298,846	2,489,048	5,787,895
Ber	nefit through close-out netting agreements (I	3,987,276		
Cre	dit equivalent amounts after netting (C=A-B	)		1,800,618
Cre	Credit Risk Mitigation benefits (D)			337,594
	Cash			280,355
	Debts			45,848
	Equities	11,389		
	Mutual funds			-
Cre	dit equivalent amounts after netting and CRM	1,463,024		

Notional amount of credit derivatives subject to the calculation of the credit equivalent amounts

#### [September 2016]

(Unit:1Milion Yen, %)

	September 2016		
Credit derivatives type	Notional amounts		
	Protection bought	Protection sold	
Credit default swaps	1,985,397	1,911,714	

Notional amount of credit derivatives used for CRM purpose Not applicable

- 6. Securitization exposures
  - (1) Securitization exposures for calculating credit risk asset as an originator Not applicable
  - (2) Securitization exposures for calculating credit risk asset as an investor
  - i Underlying assets

[September 2016]

(Unit:1Milion Yen, %)

		September 2016			
Underlying assets		Exposure amounts		Risk weight 1250%	
			Resecuritization		Resecuritization
	Loans and receivables	374,789	-	-	_
	Real estate	-	_	_	_
	Equities	-	_	_	_
	Others	-	_	_	_
Tot	al	374,789	_	_	_

#### ii Exposures balance and capital requirements by risk weight

#### [September 2016]

		September 2016				
Risk weight		Exposure	Exposure amounts		uirements	
			Resecuritization		Resecuritization	
	≦20%	374,789	-	5,996	-	
	>20% \(\leq 50\)%	-	-	-	-	
	>50% ≤100%	-	-	-	-	
	>100% \le 350%	-	-	-	-	
	>350%<1250%	-	-	-	-	
	1250%	-	-	-	-	
То	tal	374,789	-	5,996	-	

- iii The presence of resecuritized exposures subject to the CRM method, and the breakdown by guarantor or by the risk weight segments of guarantors.

  Not applicable
- (3) Securitization exposures for calculating market risk as an originator Not applicable
- (4) Securitization exposures for calculating market risk asset as an investor
- i Underlying assets

#### [September 2016]

(Unit:1Milion Yen, %)

		September			
Underlying assets		Exposure amounts		Risk weight 10	0%
			Resecuritization		Resecuritization
	Loans and receivables	5,475	-	-	_
	Real estate	-	-	-	_
	Equities	-	-	_	_
	Others	-	_	_	_
To	al	5,475	-	_	_

ii Exposure balance and capital requirements by risk weight

#### [September 2016]

		September 2016				
Risk weight		Exposure amounts		Capital requirements		
			Resecuritization		Resecuritization	
	≦3.2%	5,475	-	87	-	
	>3.2% \le 8%	-	-	-	-	
	>8% ≤18%	-	-	-	-	
	>18% ≤52%	-	-	-	-	
	>52%<100%	-	-	-	-	
	100%	-	-	-	-	
То	tal	5,475	-	87	-	

iii The total amount of securitization exposures subject to the comprehensive risk calculation. Not applicable

#### 7. Market risk

Internal models approach Value at Risk (VaR) results

(Calculation method)

Historical Simulation Method

Holding period: 10 business days and a 99% confidence level

#### [September 2016]

(Unit:1Milion Yen, %)

	September 2016		
	VaR	Stress VaR	
Amount as of September 2016	3,794	9,418	
Maximum	15,065	18,178	
Average	5,567	11,414	
Minimum	2,583	4,909	

Excess number of backtesting 2 times
--------------------------------------

Backtesting

Comparing VaR for a one-day holding period with daily profit and loss is conducted in order to verify the accuracy of the VaR model.

The excess number of backtesting is the number of times that losses exceeded VaR over a given holding period.

#### 8. Equity exposure on non trading accounts

#### (1) Booking and market values on consolidated balance sheets

(Unit:1Milion Yen, %)

	September 2016	
	Consolidated balance sheets amount	Market value
Listed equity exposure	161,667	161,667
Others	107,095	

<sup>%</sup> Investment-related equity exposure for which it is difficult to obtain market value is not included hereby.

#### (2) Gains and losses from sales and write-off on equity exposures

September 2016		
Gains on sales Losses on sales		Write-off
6,946	21	544

(3) Unrealized gains or losses recognized on the consolidated balance sheets and not on the consolidated income statement

(Unit:1Milion Yen, %)

	September 2016
Unrealized gains / losses	65,757

X Only securities which have adequate market values are disclosed hereby.

(4) Unrealized gains or losses not recognized on the consolidated balance sheets nor the consolidated income statement

(Unit:1Milion Yen, %)

	September 2016
Unrealized gains / losses	82,651

X Only securities which have adequate market values are disclosed hereby.

- (5) Equity exposure amounts which are subject to the Supplementary Provision Article 6 of the Consolidated Capital Adequacy Ratio Notification published by Japan FSA, and which are sectioned by portfolio Not applicable
- Credit risk exposure calculation set forth under Article 144 of the Consolidated Capital Adequacy Ratio Notification published by Japan FSA is applied Not applicable
- 10. Gain or loss in earnings or economic value (or relevant measure used by management) for upward and downward rate shocks according to management's method for measuring interest rate risk under non trading accounts

[September 2016]

Interest rate risk under non trading accounts

- i Financial asset and liability except for those possessed by the Group companies that transact banking business under the assumption of a change in interest rate for 10 basis point (i.e., 0.1%): we anticipate the market value of 'Bonds payable' and 'Long-term loans payable' to change approximately 3.9 billion yen.
- ii Financial assets and liabilities possessed by the Group companies that transact banking business under assumption of a change in interest rate and all the other risks fixed: we anticipate the market value to be reduced by 2.2 billion yen.

#### **Consolidated Leverage Ratio**

22

#### 1. Composition of Consolidated Leverage Ratio

(Unit: 1 Million Yen, %) Basel Ⅲ Basel III template template Items September 2016 September 2015 number (2) number (1) On-balance sheet exposures (1) On-balance sheet items before adjustments 10,759,269 12,401,980 Total Assets in the consolidated balance sheet 20,021,642 23,183,801 1a 1 Total Assets held by group companies which are not included in the scope 2 1b of consolidated leverage ratio Total Assets held by group companies which are included in the scope of 1c 7 consolidated leverage ratio(except for the asset included in the total asset in the consolidated balance sheet) Assets other than the adjustments that are excluded from the total assets in 1d 3 9,262,373 10,781,821 the consolidated balance sheet 2 7 Common Equity Tier 1 capital: regulatory adjustments 78,550 44.994 Total on-balance sheet exposures (excluding derivatives and SFTs) (A) 10,680,719 12,356,986 Derivative exposures (2) Replacement cost associated with all derivatives transactions 530,622 653,346 5 1,194,999 1,143,833 Add-on amounts for PFE associated with all derivatives transactions 312,589 224,344 Gross-up for derivatives collateral provided where deducted from the balance 6 sheet assets pursuant to the operative accounting framework Deductions of receivables assets for cash variation margin provided in 7 158,28 78,646 derivatives transactions) Exempted CCP leg of client-cleared trade exposures 8 Adjusted effective notional amount of written credit derivatives 1,911,714 2,689,060 Adjusted effective notional offsets and add-on deductions for written credit 1,442,694 2,215,227 derivatives Total derivative exposures (sum of lines 4 to 10) (B) 2,348,943 2,416,710 Securities financing transaction exposures (3) Gross SFT assets (with no recognition of netting), after adjusting for sale 6,290,515 12 8,786,479 accounting transactions 13 Netted amounts of cash payables and cash receivables of gross SFT assets 1,068,573 1,312,471 14 156,420 CCR exposure for SFT assets 132,816 15 Agent transaction exposures (C) 5,354,758 7,630,428 Total securities financing transaction exposures (sum of lines 12 to 15) Other off-balance sheet exposures (4) 17 60,908 47,946 Off-balance sheet exposure at gross notional amount Adjustments for conversion to credit equivalent amounts 15,459 8,092 (D) 45,449 39,854 Off-balance sheet items Capital and total exposures (5) 1,143,101 Tier 1 capital (E) 1,103,274 21 8 Total exposures (A)+(B)+(C)+(D)(F) 18,429,869 22,443,978

#### 2. Reasons for significant differences in the consolidated leverage ratio over previous year

Basel III consolidated leverage ratio(E)/(F)

There was a significant difference in the consolidated leverage ratio over previous year.

The reason of the difference is due to decrease of "total exposures" by 4,014,109 million yen. Decrease in total exposure is due to decrease in "On-balance sheet exposure amount" and "securities financing transaction exposure amount" by 1,676,267 million yen and 2,275,670 million yen respectfully.

5.98%

5.09%

# **Overview of Main Features of Regulatory Capital Instruments**

Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement)   Dapanese Law	1	Issuer	Daiwa Securities Group Inc.
Regulatory treatment   4	2	· · · · · · · · · · · · · · · · · · ·	NA
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 1,146,824 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 NA 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) — 15 If convertible, conversion rate —	3	Governing law(s) of the instrument	Japanese Law
Source   Post-transitional Basel III rules   Common Equity Tier 1 capital		Regulatory treatment	
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)  Consolidated Capital Adequacy Ratio  9 Par value of instrument  10 Accounting classification  Consolidated balance sheets  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  Coupons / dividends  17 Fixed or floating dividend/coupon  18 Coupon rate and any related index  19 Existence of a dividend stopper  NA  20 Fully discretionary, partially discretionary or mandatory  Existence of step up or other incentive to redeem  NA  Noncumulative or cumulative  NA  21 If convertible, conversion rate  NA  22 If convertible, fully or partially  15 Instrument type (types to be specified by each jurisdiction)  Common stock  Common stock  Common stock  Common stock  1,146,824 million yen  1,146,824 milli	4	Transitional Basel III rules	Common Equity Tier 1 capital
Instrument type (types to be specified by each jurisdiction)   Common stock	5	Post-transitional Basel III rules	Common Equity Tier 1 capital
Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)  Consolidated Capital Adequacy Ratio  Par value of instrument  Consolidated balance sheets  Shareholders' equity  Original date of issuance  Perpetual or dated  NA  Original maturity date  Issuer call subject to prior supervisory approval  NA  Subsequent call dates, if applicable  Coupons / dividends  Fixed or floating dividend/coupon  Floating  Coupon rate and any related index  Pully discretionary, partially discretionary or mandatory  Fully discretionary  Existence of step up or other incentive to redeem  NA  Convertible or non-convertible  If convertible, conversion rate  Indicate (Subjects)  Indicate (Subjects	6	Eligible at solo/group/group&solo	Group
recent reporting date)  Consolidated Capital Adequacy Ratio  1,146,824 million Yen  Par value of instrument  Consolidated balance sheets  Shareholders' equity  Original date of issuance  Perpetual or dated  NA  Original maturity date  Issuer call subject to prior supervisory approval  Subsequent call date, contingent call dates and redemption amount  Coupons / dividends  Fixed or floating dividend/coupon  Floating  Coupon rate and any related index  Pully discretionary, partially discretionary or mandatory  Existence of step up or other incentive to redeem  NA  Convertible or non-convertible  NA  If convertible, conversion rate  It foonvertible, conversion rate	7	Instrument type (types to be specified by each jurisdiction)	Common stock
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 ——  Coupons / dividends ——  17 Fixed or floating dividend/coupon Floating NA  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, conversion rate ——	8		
Accounting classification   Consolidated balance sheets   Shareholders' equity		Consolidated Capital Adequacy Ratio	1,146,824 million Yen
Consolidated balance sheets  Shareholders' equity  11 Original date of issuance  ———————————————————————————————————	9	Par value of instrument	_
11 Original date of issuance — 12 Perpetual or dated NA NA 13 Original maturity date — 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 Coupons / dividends — 18 Coupon rate and any related index — 19 Existence of a dividend stopper NA 19 Existence of a dividend stopper NA 19 Existence of step up or other incentive to redeem NA 19 Noncumulative or cumulative NA 19 Convertible or non-convertible NA 19 If convertible, conversion trigger(s) — 18 If convertible, conversion rate — 19 If convertible, conve	10	Accounting classification	
12   Perpetual or dated		Consolidated balance sheets	Shareholders' equity
13   Original maturity date	11	Original date of issuance	_
14 Issuer call subject to prior supervisory approval 15 Optional call date, contingent call dates and redemption amount 16 Subsequent call dates, if applicable 20 Coupons / dividends 20 Fully discretionary, partially discretionary or mandatory 21 Existence of step up or other incentive to redeem 22 Noncumulative or cumulative 33 Convertible or non-convertible 34 If convertible, conversion rate 36 If convertible, conversion rate 38 Convertible, conversion rate 39 NA 30 Issuer call subject to prior supervisory approval 30	12	Perpetual or dated	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  18 Coupon rate and any related index  19 Existence of a dividend stopper  NA  20 Fully discretionary, partially discretionary or mandatory  Fully discretionary  Existence of step up or other incentive to redeem  NA  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)	13	Original maturity date	_
Subsequent call dates, if applicable   Coupons / dividends     17	14	Issuer call subject to prior supervisory approval	NA
Coupons / dividends  17 Fixed or floating dividend/coupon  18 Coupon rate and any related index  19 Existence of a dividend stopper  NA  20 Fully discretionary, partially discretionary or mandatory  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	15	Optional call date, contingent call dates and redemption amount	_
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       —	16	Subsequent call dates, if applicable	_
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 —		Coupons / dividends	
19 Existence of a dividend stopper 20 Fully discretionary, partially discretionary or mandatory 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)	17	Fixed or floating dividend/coupon	Floating
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       —	18	Coupon rate and any related index	_
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       —	19	Existence of a dividend stopper	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       —	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
23     Convertible or non-convertible     NA       24     If convertible, conversion trigger(s)     —       25     If convertible, fully or partially     —       26     If convertible, conversion rate     —	21	Existence of step up or other incentive to redeem	NA
24     If convertible, conversion trigger(s)     —       25     If convertible, fully or partially     —       26     If convertible, conversion rate     —	22	Noncumulative or cumulative	NA
25 If convertible, fully or partially — 26 If convertible, conversion rate —	23	Convertible or non-convertible	NA
26 If convertible, conversion rate –	24	If convertible, conversion trigger(s)	_
	25	If convertible, fully or partially	_
27 If convertible mandatory or ontional conversion —	26	If convertible, conversion rate	_
2/ If convertible, mandatory of optional conversion —	27	If convertible, mandatory or optional conversion	_
28 If convertible, specify instrument type convertible into	28	If convertible, specify instrument type convertible into	_
29 If convertible, specify issuer of instrument it converts into	29	If convertible, specify issuer of instrument it converts into	_
30 Write-down feature NA	30	Write-down feature	NA
31 If write-down, write-down trigger(s) —	31	If write-down, write-down trigger(s)	_
32 If write-down, full or partial —	32	If write-down, full or partial	_
33 If write-down, permanent or temporary —	33	If write-down, permanent or temporary	_
34 If temporary write-down, description of write-up mechanism —	34	If temporary write-down, description of write-up mechanism	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts	35	3 1 \1 3 31	Debts
36 Non-compliant transitioned features NA	36	Non-compliant transitioned features	NA
37 If yes, specify non-compliant features –	37	If yes, specify non-compliant features	_

1	Issuer	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private	•
2	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 18 Outpon rate and any related index 19 Esistence of a dividend stoopper 18 Outpon rate and any related index 20 Par lay discretionary partially discretionary or mandatory 21 Eligible at consumeration 22 Informeration and any related index 23 Oncoronation and any related index 24 Non-courable, conversion rate 25 Informeration and any related index 26 Informeration and any related index 27 Fixed or floating discretionary or mandatory 28 Eligible discretionary apartially discretionary or mandatory 29 Eligible discretionary apartially discretionary or mandatory 30 Fixed or floating discretionary or partially discretionary or mandatory 31 Fixed or floating discretionary or partially 32 Informerable, conversion integer(s) 33 If convertible, conversion integer(s) 44 If convertible, conversion integer(s) 45 If convertible, conversion integer(s) 46 If convertible, specify instrument type convertible into 47 If removerible, specify instrument it converts into 48 If convertible, conversion integer(s) 49 If convertible, conversion integer(s) 40 If convertible, specify instrument it converts into 40 If convertible, conversion integer(s) 41 If convertible, specify instrument type convertible into 41 If convertible, specify instrument or i	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 maturity date         June 30, 2027         June 22, 2017           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         NA </td <td>7</td> <td>Instrument type (types to be specified by each jurisdiction)</td> <td>, .</td> <td>Stock subscription right series 4</td>	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, 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, write-down, trigger(s)       —       — </td <td>14</td> <td>Issuer call subject to prior supervisory approval</td> <td>NA</td> <td>NA</td>	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 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	_	_

2 Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) 3 Coverning [av(4) of the instrument 4 Transactional Based III rules 5 Post-transitional Based III rules 6 Eligible at solo/group/group-&colo 7 Instrument type (types to be specified by each jurisdiction) 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 Parvalue of instrument 10 Accounting classification 10 Original dated capital Adequacy Ratio 11 Original dated of Stuance 12 Perpetual or dated 13 Original maturity date 13 Original dated of Stuance 14 Sasure all subject to prior supervisory approval 15 Optional call date, contingent call dates and redemption amount 16 Subsequent call dates, if applicable 17 Fised or floating dividend/coupon 18 Coupons' dividend/supper 19 Esistence of a dividend stopper 19 Esistence of a dividend stopper 20 Dividend Stuance 21 Populy discretionary, partially discretionary or mandatory 22 Some can dark any relation or consolidated or non-convertible and subject to prior companies or fire and any relation or relative to redeem 21 Poly discretionary, partially discretionary or mandatory 22 Some consolidation or companies or fire or companies or comp	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Security	_	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
Regulatory treatment  Transistorial Basel III rules  Common Equity Tier I capital  Eligible at solo/group/group&solo  Daiwa Securities Group Inc.  Daiwa Secu	2	placement)	NA	NA
Transitional Basel III rules	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
Social post-transitional Basel III rules   Daiwa Securities Group Inc.   Daiwa Securities Group Inc.		Regulatory treatment		
Bigible at solo/group/group&solo   Daiwa Securities Group Inc.	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 2008   Stock subscription right series 5	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 teporting date)  Consolidated Capital Adequacy Ratio  Par value of instrument  Accounting classification  Consolidated balance sheets  Stock subscription right  Consolidated balance sheets  Stock subscription right  Consolidated balance sheets  Stock subscription right  Stock subscription right  Toriginal date of issuance  July 1,2008  September 8,2008  Perpetual or dated  Coupon and muturity date  Priced or floating dividends  Fised or floating dividend/coupon  Fised or floating dividends  Pully discretionary, partially discretionary or mandatory  Fully discretionary or mon-convertible  NA  NA  NA  NA  NA  NA  NA  NA  If convertible, conversion trigger(s)  If convertible, conversion trigger(s)  If convertible, conversion rate  If convertible, specify instrument type convertible into  If convertible, specify instrument it converts into  Write-down, full or partial  If write-down, full or partial  If write-down, full or partial  If the program write-down instrument in updation (specify instrument type instr	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Mark   Consolidated Capital Adequacy Ratio   238 million Yen   637 million Yen	7	Instrument type (types to be specified by each jurisdiction)		Stock subscription right series 5
Par value of instrument	8			
Accounting classification Consolidated balance sheets Stock subscription right Tomiginal date of issuance Preptual or dated Da		Consolidated Capital Adequacy Ratio	238 million Yen	637 million Yen
Consolidated balance sheets   Stock subscription right   Original date of issuance   July 1, 2008   September 8, 2008     Perpetual or dated   Dated   Dated   Dated     Original maturity date   June 30, 2028   June 20, 2018     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA   NA   NA   NA     Issuer call subject to prior supervisory approval   NA   NA   NA   NA   NA   NA   NA   N	9	Par value of instrument	_	_
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	10	Accounting classification		
Dated   Dated   Dated   Dated   Dated   Dated   Dated   Dated   June 30, 2028   June 20, 2018   June 20, 201		Consolidated balance sheets	Stock subscription right	Stock subscription right
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   -	11	Original date of issuance	July 1, 2008	September 8, 2008
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       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, fully or partially     —     —       27     If convertible, mandatory or optional conversion     —     —       28     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify instrument it converts into     —     —       30     Write-down, feature     NA	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, conversion trigger(s)     —     —       26     If convertible, andatory or optional conversion     —     —       27     If convertible, specify instrument type convertible into     —     —       29     If convertible, specify instrument it converts into     —     —       30     Write-down feature     NA     NA       31     If write-down, write-down, till or partial     —     —       32     If write-down, permanent or	13	Original maturity date	June 30, 2028	June 20, 2018
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, 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 </td <td>14</td> <td>Issuer call subject to prior supervisory approval</td> <td>NA</td> <td>NA</td>	14	Issuer call subject to prior supervisory approval	NA	NA
Coupons / dividends  17 Fixed or floating dividend/coupon  Floating  Fixed or floating dividend/coupon  Floating  Floating  Floating  Floating  Floating  Floating  Floating  Floating  Floating  Foundation  Foundation  Fully discretionary  F	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, 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 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, descript	16	Subsequent call dates, if applicable	_	_
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 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       —       —         34       If temporary write-down, description of write-up mechanism       <		Coupons / dividends		
Existence of a dividend stopper   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  22 Noncumulative or cumulative  NA  NA  NA  NA  NA  23 Convertible or non-convertible  NA  NA  NA  NA  NA  NA  NA  1f 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  NA  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)  Pobts  Debts	18	Coupon rate and any related index	_	_
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         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 innerdiately senior to instrument) </td <td>19</td> <td>Existence of a dividend stopper</td> <td>NA</td> <td>NA</td>	19	Existence of a dividend stopper	NA	NA
Noncumulative or cumulative  Convertible or non-convertible  NA  NA  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 issuer of instrument it converts into  Write-down feature  NA  NA  NA  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  Debts  Debts	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
23 Convertible or non-convertible  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 instrument it converts into  30 Write-down feature  NA  NA  NA  NA  11 If write-down, write-down trigger(s)  21 If write-down, permanent or temporary  32 If write-down, permanent or temporary  33 If temporary write-down, description of write-up mechanism  Abelse  Debts  Debts	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	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 Debts 37 Debts	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)  Debts  Debts	26	If convertible, conversion rate	_	_
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	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	28	If convertible, specify instrument type convertible into	_	_
31 If write-down, write-down trigger(s)	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	30	Write-down feature	NA	NA
33 If write-down, permanent or temporary	31	If write-down, write-down trigger(s)	_	_
34 If temporary write-down, description of write-up mechanism — — — — — — — — — — — — — — — — — — —	32	If write-down, full or partial	_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts	33	If write-down, permanent or temporary	_	_
type immediately senior to instrument)  Debts  Debts	34	If temporary write-down, description of write-up mechanism	_	_
36 Non-compliant transitioned features NA NA	35	2 1 1 2	Debts	Debts
1111	36	Non-compliant transitioned features	NA	NA
37 If yes, specify non-compliant features – –	37	If yes, specify non-compliant features	_	_

2 Displaye identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement)  3 Governing [avit's) of the instrument  4 Fransitional Based III rules  5 Post-munitional Based III rules  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)  8 Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)  9 Parvalue of instrument  10 Accounting classification  10 Tourist dated Capital Adequacy Ratio  10 Original dated of Staucace  10 Original dated of Staucace  11 Original dated of Staucace  12 Perpetual or dated  13 Original dated of Staucace  14 Sauce real subject to prior supervisory approval  15 Subscussion call date, contingent call dates and redemption amount  16 Subscussor call dates, contingent call dat	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Regulatory treatment   Japanese Law   Japanese Law   Regulatory treatment   Tarnsitional Based III rules   Common Equity Ther Leapital   Eligible at solo/group/group&solo   Daiwa Securities Group Inc.   Daiwa Secur	_	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
Regulatory treatment 1 Trans atomal Based III rules 2 Post-transational Based III rules 3 Post-transational Based III rules 4 Eligible at solo/group/group&colo 5 Post-transational Based III rules 6 Eligible at solo/group/group&colo 7 Instrument type (types to be specified by each jurisdiction) 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) 6 Consolidated Capital Adequacy Ratio 7 Ostolidated Capital Adequacy Ratio 8 Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date) 9 Par value of instrument 9 P	2	placement)	NA	NA
Transitional Basel III rules	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
Social Post-transitional Basel III rules   Common Equity Tier Lapital   Common Equity Tier Lapital   Daiwa Securities Group Inc.   Daiwa Securities Group Inc.   Daiwa Securities Group Inc.   Stock subscription right series 6   July 2009   Stock subscription right   Stock		Regulatory treatment		
Bigible at solo/group/group&solo   Daiwa Securities Group Inc.	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 2009   Stock subscription right series 6	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)    Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)   Consolidated Capital Adequacy Ratio	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
most recent reporting date)         313 million Yen         316 million Yen           Consolidated Capital Adequacy Ratio         ————————————————————————————————————	7	Instrument type (types to be specified by each jurisdiction)	^ -	Stock subscription right series 6
Par value of instrument	8			
Accounting classification Consolidated balance sheets Stock subscription right Tofiginal date of its suance Tofiginal date of its su		Consolidated Capital Adequacy Ratio	313 million Yen	316 million Yen
Consolidated balance sheets   Stock subscription right   Original date of issuance   July 1, 2009   November 9, 2009	9	Par value of instrument	_	_
Description of the content of the	10	Accounting classification		
Dated   Date		Consolidated balance sheets	Stock subscription right	Stock subscription right
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   -	11	Original date of issuance	July 1, 2009	November 9, 2009
Issuer call subject to prior supervisory approval   NA   NA	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, conversion trigger(s)     —     —       26     If convertible, andatory or optional conversion     —     —       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       31     If write-down,	13	Original maturity date	June 30, 2029	June 19, 2019
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, write-down trigger(s)     —     —       32     If write-down, permanent or temporary <td>14</td> <td>Issuer call subject to prior supervisory approval</td> <td>NA</td> <td>NA</td>	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, 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 instrument it converts into     —     —       29     If convertible, specify instrument it converts into     —     —       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     —     —       <	16	Subsequent call dates, if applicable	_	_
Coupon rate and any related index		Coupons / dividends		
Existence of a dividend stopper   NA	17	Fixed or floating dividend/coupon	Floating	Floating
20     Fully discretionary, partially discretionary or mandatory     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 temporary write-down, description of write-up mechanism     —     —       34     If temporary write-down, description of write-up mechanism     —     Debts	18	Coupon rate and any related index	_	_
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         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) <td>19</td> <td>Existence of a dividend stopper</td> <td>NA</td> <td>NA</td>	19	Existence of a dividend stopper	NA	NA
Noncumulative or cumulative  NA  NA  NA  NA  NA  1 fronvertible or non-convertible  NA  NA  NA  NA  NA  NA  NA  NA  NA  N	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
23 Convertible or non-convertible  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 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  45 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  50 Debts  51 Debts	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	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 Debts 37 Debts	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	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	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)  Debts  Debts	26	If convertible, conversion rate	_	_
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	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	28	If convertible, specify instrument type convertible into	_	_
31 If write-down, write-down trigger(s)	29	If convertible, specify issuer of instrument it converts into	_	_
32   If write-down, full or partial   -   -     -	30	Write-down feature	NA	NA
33 If write-down, permanent or temporary — — — — — — — — — — — — — — — — — — —	31	If write-down, write-down trigger(s)	_	_
34 If temporary write-down, description of write-up mechanism – — — — — — — — — — — — — — — — — — —	32	If write-down, full or partial	_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts	33	If write-down, permanent or temporary	_	_
type immediately senior to instrument)  Debts  Debts	34	If temporary write-down, description of write-up mechanism	_	_
36 Non-compliant transitioned features NA NA	35	2 1 1 2	Debts	Debts
	36	Non-compliant transitioned features	NA	NA
37 If yes, specify non-compliant features – –	37	If yes, specify non-compliant features	_	_

December   Security	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Regulatory treatment  Transitional Basel III rules Common Equity Tier I capital Stock subscription right Condition of Institute of Institute Stock subscription right Condition of Institute Stock subscription right Stock subscription	2	* * * * * * * * * * * * * * * * * * * *	NA	NA
Transitional Basel III rules   Common Equity Tier 1 capital   Consolidated Capital	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
Post-transitional Basel III rules		Regulatory treatment		
Bigible 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 is sued in July 2010	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  Par value of instrument  Consolidated balance sheets  Stock subscription right  Stock s	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  Stock subscription right  Tonginal date of issuance  July 1, 2010  September 1, 2010  Dated  Dated  Dated  Dated  Dated  Dated  Original maturity date  June 30, 2030  June 25, 2020  June 25, 20	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 Torginal date of issuance Torginal date of issuance Torginal maturity date Torginal date of sugar date Torginal maturity date T		Consolidated Capital Adequacy Ratio	355 million Yen	323 million Yen
Consolidated balance sheets  Stock subscription right  Original date of issuance  Perpetual or dated  Dated  Dated  Dated  Dated  Dated  Dated  July 1, 2010  September 1, 2010  Perpetual or dated  Dated  June 30, 2030  June 25, 2020  NA  NA  NA  NA  Subscruent call subject to prior supervisory approval  NA  NA  Subsequent call date, contingent call dates and redemption amount  Coupons / dividends  Floating  Float	9	Par value of instrument	_	_
11 Original date of issuance	10	Accounting classification		
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   -	11	Original date of issuance	July 1, 2010	September 1, 2010
14   Issuer call subject to prior supervisory approval   NA	12	Perpetual or dated	Dated	Dated
14   Issuer call subject to prior supervisory approval   NA	13	Original maturity date	June 30, 2030	June 25, 2020
15 Optional call date, contingent cal dates and redemption amount	14		NA	NA
Coupons / dividends  17 Fixed or floating dividend/coupon  18 Coupon rate and any related index	15	Optional call date, contingent call dates and redemption amount	_	_
Coupons / dividends  17 Fixed or floating dividend/coupon  18 Coupon rate and any related index	16		_	_
Fixed or floating dividend/coupon   Floating   Floating				
18   Coupon rate and any related index	17		Floating	Floating
20 Fully discretionary, partially discretionary or mandatory 21 Existence of step up or other incentive to redeem NA NA NA NA 22 Noncumulative or cumulative NA	18	Coupon rate and any related index	_	_
21 Existence of step up or other incentive to redeem NA NA 22 Noncumulative or cumulative 33 Convertible or non-convertible 34 If convertible, conversion trigger(s) 35 If convertible, conversion rate 36 If convertible, conversion rate 37 If convertible, specify instrument type convertible into 38 If convertible, specify issuer of instrument it converts into 39 Write-down feature 30 Write-down, write-down trigger(s) 30 If write-down, permanent or temporary 31 If write-down, permanent or temporary 32 Position in subordination hierarchy in liquidation (specify instrument type instrument	19	Existence of a dividend stopper	NA	NA
21 Existence of step up or other incentive to redeem NA NA 22 Noncumulative or cumulative 33 Convertible or non-convertible 34 If convertible, conversion trigger(s) 35 If convertible, conversion rate 36 If convertible, conversion rate 37 If convertible, specify instrument type convertible into 38 If convertible, specify issuer of instrument it converts into 39 Write-down feature 30 Write-down, write-down trigger(s) 30 If write-down, permanent or temporary 31 If write-down, permanent or temporary 32 Position in subordination hierarchy in liquidation (specify instrument type instrument	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)	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 Debts 37 Debts 38 Debts	23	Convertible or non-convertible	NA	NA
25	24	If convertible, conversion trigger(s)	_	_
26			_	_
27	******************************		_	_
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			_	_
30 Write-down feature			_	_
31		· 1	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				
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				
	35	2 * ` ` *	Debts	Debts
	36		NA	NA
37 If yes, specify non-compliant features – –	37		_	_

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	409 million Yen	381 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		

2 biguite 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 Flighbe 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 Are value of instrument 10 Accounting class fiscation 10 Accounting class fiscation 10 Accounting class fiscation 10 Original dates of susance 11 Original date of instrument 12 Original date of susance 13 Original dates for susance 14 Susance all subject to prior supervisory approval 15 Optional call date, contingent call dates and redemption amount 16 Subsequent call dates, if applicable 17 Outpoint of dividends 18 Coupon risk dead dropper 18 Coupon risk dead dropper 19 Existence of a dividend stopper 10 Outpoint of dividends 10 Dividends 10 Coupon risk dividends (coupon) 10 Existence of a dividend stopper 10 Dividends or convertible or redemption amount 10 Coupon risk dead or susance 10 Dividends 11 Dividends 11 Dividends 12 Dividends 13 Dividends 14 Dividends 15 Dividends 16 Dividends 17 Dividends 18 Dividends 19 Dividends 10 Dividends 11 Dividends 11 Dividends 12 Dividends 13 Dividends 14 Dividends 15 Dividends 16 Dividends 16 Dividends 17 Dividends 18 Dividends 18 Dividends 19 Dividends 10 Divi	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Pilecement	_	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
Regulatory treatment	2	placement)	NA	NA
Transitional Basel III rules	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
Social Post-transitional Based III rules   Daiwa Securities Group Inc.   Daiwa Securities Grou		Regulatory treatment		
Bigible at solo/group/group&solo   Daiwa Securities Group Inc.   Instrument type (types to be specified by each jurisdiction)   Stock subscription right issued in February 2013   Stock subscription right series 9	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Stock subscription right is saud in February 2013   Stock subscription right series 9   Pebruary 2013   Pebruary 2014   Pebr	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Instrument type (types to be specimed by each jurnadeton)   Febmary 2013   Stock subscription right series 9	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
6         Most recent reporting date)         453 million Yen         1016 million Yen           9         Par value of instrument         —         —           10         Accounting classification         —         —           10         Accounting classification         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         —         —           17         Fixed or floating dividend/coupon         Floating         Floating           18         Coupons / dividends         —         —           19         Existence of a dividend stopper         NA         NA           20         Fully discretionary, partially discretionary or madatory         Fully discretionary         Fully discretionary           21         Existence of step up or other	7	Instrument type (types to be specified by each jurisdiction)	, 0	Stock subscription right series 9
Par value of instrument	8			
Accounting classification   Stock subscription right   Stock subscription right   Original date of issuance   February 12, 2013   February 12, 2013   February 12, 2013   Perpetual or dated		Consolidated Capital Adequacy Ratio	453 million Yen	1016 million Yen
Consolidated balance sheets   Stock subscription right   Original date of is suance   February 12, 2013   February 12, 2013     Pepetual or dated   Dated   Dated   Dated     Subscription right   June 30, 2032   June 26, 2022     Issuer call subject to prior supervisory approval   NA   NA   NA     Subsequent call date, contingent call dates and redemption amount       Coupons / dividends   Coupons / dividends   Coupons / dividends   Floating   Floating     Floating   Floating   Floating   Floating     Existence of a dividend stopper   NA   NA   NA     Fully discretionary, partially discretionary or mandatory   Fully discretionary   Fully discretionary     Existence of step up or other incentive to redeem   NA   NA   NA     Convertible or non-convertible   NA   NA   NA     If convertible, conversion trigger(s)         If convertible, conversion rate         If foronvertible, specify instrument type convertible into         If foronvertible, specify instrument it converts into         If write-down, write-down trigger(s)       -     If write-down, permanent or temporary   Fwite-down feature   NA   NA   NA     If write-down, permanent or temporary       -     If write-down, permanent or temporary       -   -     If write-down, permanent or temporary       -   -   -     If write-down, permanent or temporary       -   -   -   -       If write-down, permanent or temporary       -   -   -   -       If write-down, permanent or temporary       -   -   -       If write-down, permanent or temporary     -   -   -       If write-down, permanent or temporary     -   -       If write-down, permanent or temporary     -   -       If write-down, permanent or temporary     -       If write-down, permanent or temporary     -       If write-down, permanent or temporary       -       If write-down, permanent or temporary         If write-down, permanent or temporary         If write-down permanent or t	9	Par value of instrument	_	_
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   -	10	Accounting classification		
Perpetual or dated		Consolidated balance sheets	Stock subscription right	Stock subscription right
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   — — — — — — — — — — — — — — — — — —	11	Original date of issuance	February 12, 2013	February 12, 2013
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 r dividends         18   Coupon rate and any related index         19   Existence of a dividend stopper   NA   NA     10   Fully discretionary, partially discretionary or mandatory   Fully discretionary     19   Existence of step up or other incentive to redeem   NA   NA     20   Fully discretionary, partially discretionary or mandatory   Fully discretionary     10   Existence of step up or other incentive to redeem   NA   NA     10   NA   NA   NA     11   Convertible or non-convertible   NA   NA   NA     12   Moncumulative or cumulative   NA   NA   NA     14   If convertible, conversion trigger(s)         15   If convertible, fully or partially         16   If convertible, conversion rate         17   If convertible, specify instrument type conversion         18   If convertible, specify instrument type convertible into         19   If convertible, specify instrument it converts into         10   Write-down, feature   NA   NA   NA     10   If write-down, write-down trigger(s)           10   Write-down, permanent or temporary           16   If write-down, permanent or temporary           17   If write-down, permanent or temporary           18   If write-down, permanent or temporary           19   Position in subordination hierarchy in liquidation (specify instrument type inmediately senior to instrument)   Debts   Debts	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, conversion trigger(s)     —     —       24     If convertible, conversion trigger(s)     —     —       25     If convertible, fully or partially     —     —       26     If convertible, sourcersion 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, write-down, write-down trigger(s)     —     —       31     If wr	13	Original maturity date	June 30, 2032	June 26, 2022
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, specify instrument type conversion     —     —       27     If convertible, specify instrument type convertible into     —     —       28     If convertible, specify instrument it converts into     —     —       29     If convertible, specify issuer of instrument it converts into     —     —       30     Write-down, write-down, trigger(s)     —     —       31     If write-down, full or partial     —     —       32     If write-down,	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       —       —         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, dully 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 instrument type convertible into       —       —         30       Write-down feature       NA       NA         30       Write-down feature       NA       NA         31       If write-down, write-down trigger(s)       —       —         32       If write-down, permanent or temporary       —       — </td <td></td> <td>Coupons / dividends</td> <td></td> <td></td>		Coupons / dividends		
Existence of a dividend stopper	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
Noncumulative or cumulative  NA  NA  NA  Convertible or non-convertible  NA  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 type convertible into  If convertible, specify issuer of instrument it converts into  If write-down feature  NA  NA  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  N	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	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	If convertible, specify issuer of instrument it converts into	_	_
32   If write-down, full or partial   -   -     -	30	Write-down feature	NA	NA
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)	_	_
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	If write-down, full or partial	_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)  Debts  Debts  Non-compliant transitioned features  NA  NA	33	If write-down, permanent or temporary	_	_
type immediately senior to instrument)  Debts  Debts  Non-compliant transitioned features  NA  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.
	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 2014	Stock subscription right series 10
8	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	372 million Yen	707 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 10, 2014	February 10, 2014
12	Perpetual or dated	Dated	Dated
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	_	_
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 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	386 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			

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 2016	Stock subscription right series 12
	Amount recognised in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	385 million Yen	76 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 8, 2016	February 8, 2016
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2035	June 24, 2025
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		

End