

Notice Regarding Determination of the Terms of Stock Options
Utilizing Stock Acquisition Rights

Attention

This document is an unofficial translation of a press release announced on February 9, 2017 by Daiwa Securities Group Inc. The original press release is in Japanese.

Daiwa Securities Group Inc. (hereinafter "Company") determined the terms of Stock Options Utilizing Stock Acquisition Rights, resolved by Company's Executive Management Committee held on January 30, 2017.

1. Name of Common Stock Acquisition Rights

Series 13 Stock Acquisition Rights

2. Number of Common Stock Acquisition Rights to be Issued

7,448 (The number of shares to be issued upon exercise of one (1) Common Stock Acquisition Right shall be 1,000 shares of Common Stock.)

3. To whom and the number of Common Stock Acquisition Rights being allocated

Total of 3,482 persons of directors, executive officers and employees of the Company, its subsidiaries and affiliates

4. Class and Number of Shares to be Issued upon Exercise of Common Stock Acquisition Rights

7,448,000 common stocks

5. Amount to be Paid in upon Exercise of Common Stock Acquisition Rights

767,000 yen per Common Stock Acquisition Right
(Exercise Price) 767 yen per common stock

6. Total Amount of Issue Price of Common Stocks to be Issued upon Exercise of Common Stock Acquisition Rights

5,712,616,000 yen

7. Exercise Period of Common Stock Acquisition Rights

From July 1, 2021 to June 27, 2026

8. Amount of Increase in Capital Stock upon Issuance of Common Stocks by Exercise of Common Stock Acquisition Rights

384 yen per share

The above price shall be 0.5 times of exercise price 767 yen (Any fraction less than one (1) yen shall be rounded up to the nearest yen.). The amount of increase in Capital Stock is 445 yen by adding book value 122.1 yen to exercise price 767 yen.

9. Date of Allocation of Stock Acquisition Rights

February 8, 2017

< Reference >

1. Date of the Board of Directors meeting that resolved to propose this issue to the Ordinary General Meeting of Shareholders: April 28, 2016
2. Date of the 79th Ordinary General Meeting of Shareholders: June 28, 2016
3. Date of the Executive Management Committee that resolved this issue: January 30, 2017