

June 13, 2018

Daiwa Securities Group Inc.

## **Issuance of JICA's Japanese Government Guaranteed Dollar Bonds to Address Challenges to SDGs**

~Support the financing for socioeconomic development in developing regions~

Daiwa Securities Group announces the issuance of Japanese Government Guaranteed Dollar Bonds by Japan International Cooperation Agency ("JICA") and underwritten by four lead managers including Daiwa Capital Markets Europe Limited on 12<sup>th</sup> June.

An amount equal to part or all of the net proceeds will support the financing of the Eligible Projects selected under the Development Cooperation Charter, which was endorsed by the Japanese government in 2015 with the aim to proactively contribute to peace, stability and prosperity in the international community. Through each Eligible Project, JICA strives to promote socio-economic development of developing countries and address challenges to the Sustainable Development Goals (SDGs) adopted at the UN Sustainable Development Summit.

In its efforts to contribute to the MDGs (Millennium Development Goals), the predecessor of SDGs, JICA has produced significant outcomes including poverty reduction, reduction of child mortality, and assistance in water and sanitation in developing countries. With the experience and expertise of advancing the MDGs as well as JICA's 60-year experience and network in development cooperation, JICA proactively contributes to the SDGs and plays a key role in addressing 10 (\*) of the 17 goals in Japan's efforts toward achieving the SDGs.

\* 10 goals: 2 zero hunger, 3 good health and well-being, 4 quality education, 6 clean water and sanitation, 7 affordable and clean energy, 8 decent work and economic growth, 9 industry, innovation and infrastructure, 11 sustainable cities and communities 13 climate action, and 15 life on land

The transaction attracted strong demand from various investors including SRI investors and the order book reached approximately USD 1 billion. The distribution by investor type was as follows: Central Banks and Official Institutions 19%, Banks 39%, Asset Managers 11% and Insurances and Pensions 31%. The distribution by geography was as follows: Americas 9%, Asia 81%, and Europe, Middle East, and Africa 10%.

Daiwa Securities Group Inc. (“Daiwa”) has proven strong initiatives on addressing social issues and contributing to future development of society through its continuous effort in product development and provision for the past 10 years. On February 16, Daiwa has announced the launch of SDGs Promotion Committee chaired by Seiji Nakata, President and CEO of Daiwa Securities Group Inc. Through the distribution of the Bonds, Daiwa shows its strong commitment and efforts to promote its SDGs goals and provides new investment opportunities to investors in Japan.

## Summary Terms of JICA's Japanese Government Guaranteed Dollar Bonds

Issuer	Japan International Cooperation Agency (JICA)
Guarantor	The Government of Japan
Market	Global Market
Issue amount	USD 500 million
Maturity	10 years (due on June 12, 2028)
Coupon	3.375%
Re-offer price	100%
Listing	Singapore Exchange Securities Trading Limited
Lead Manager	Barclays Bank PLC Citigroup Global Markets Inc. Daiwa Capital Markets Europe Limited HSBC Bank plc
Closing date	June 12, 2018
Bond Rating	A+: S&P

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### ■ About Japan International Cooperation Agency (JICA)

JICA is 100% owned by the Government of Japan (GOJ) and the sole agency implementing Official Development Assistance as an arm of GOJ. JICA aims to contribute to the promotion of international cooperation as well as the sound development of Japanese and global economy by supporting the socioeconomic development, recovery or economic stability of developing regions.

### ■ About the Daiwa Securities Group

Daiwa Securities Group Inc., founded in 1902, is one of the largest independent and comprehensive securities company in Japan. The Group contributes to the development of society and economy by providing a broad range of financial services worldwide through its global network. The Group's core

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business includes brokerage, investment banking, asset management, investment, and technology services. Additionally, the Group entered into banking business in 2011. In April 2012, Daiwa Securities, the retail arm of the Group, merged with Daiwa Securities Capital Markets, the wholesale arm.

Operational base of the Group spreads around the world, including Japan, the United States, Europe, and Asia-Oceania. The Group employs near 16,000 personnel worldwide, and its customer asset under custody is approximately JPY68.1 trillion. (All figures are as of the end of Mar.2018)

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