

*Attention*

*This is an unofficial translation of the press release announced on November 1, 2018 by Daiwa Securities Group Inc. The original press release is in Japanese.*

November 1, 2018

Press Release

Daiwa Securities Group Inc.

Announcement on the signing of MoU between Daiwa Securities Group Inc. and Beijing State-owned Capital Operation and Management Center in relation to the establishment of a joint securities company

Daiwa Securities Group Inc. (“Daiwa”) and Beijing State-owned Capital Operation and Management Center (“BSCOMC”), signed a memorandum of understanding (“MoU”) in relation to the establishment of a securities joint venture in Beijing, China, 51% shares of which will be controlled by Daiwa.

BSCOMC, wholly owned by the Beijing city government, focuses on management and restructuring of state-owned enterprises. Daiwa is planning to grow this newly established company into our future business hub in China by prioritizing building cross border business with our global network and experience.

The application for the establishment of the joint company between Daiwa and BSCOMC will be submitted to the China Securities Regulatory Commission, in due course.