

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 September 2, 2010 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 Committee held on August 23, 2010.

1. Name of Common Stock Acquisition Rights

Series 7 Stock Acquisition Rights

2. Number of Common Stock Acquisition Rights to be Issued

7,399

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

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

7,399,000 common stocks

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

380,000 yen per Common Stock Acquisition Rights

(Exercise Price) 380 yen per common stock

5. Total Amount of Common Stocks to be Issued upon Exercise of Common Stock Acquisition Rights

2,811,620,000 yen

6. Exercise Period of Common Stock Acquisition Rights

From July 1, 2015 to June 25, 2020

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

190 yen per share

The above price shall be 0.5 times exercise price 380 yen. The amount of increase in Capital Stock is 232 yen by adding book value 83 yen to exercise price 380 yen.

8. Date of Allocation of Stock Acquisition Rights

September 1, 2010

< Reference >

1. Date of Board of Directors meeting that resolved to propose this issue to the 73rd Ordinary General Meeting of Shareholders: April 30, 2010
2. Date of the 73rd Ordinary General Meeting of Shareholders: June 26, 2010
3. Date of the Executive Committee that resolved this issue: August 23, 2010