

Management Report

Information Disclosure

Daiwa Securities Group strives to maintain accountability by fairly and appropriately disclosing corporate information and working to expand dialogue with all types of stakeholders.



Approach and Basic Stance

The Daiwa Securities Group has established a Disclosure Policy outlining its basic approach to information disclosure, and strives to disclose accurate information fairly, appropriately, and in a timely manner. The disclosure of appropriate information for people to take into account when making investment decisions is the most important element in the sound operation of the equity market. As a company in the financial industry, the Group strives to attain a high level of information disclosure, to be a model for other publicly listed companies. Going beyond financial information, the Group is strengthening its disclosure of non-financial information related to social and environmental issues, progress on which is not necessarily represented by short-term financial indicators. Going forward, Group companies will continue to pursue information sharing, work to establish a collaborative system, and strive to convey a consistent and effective message.

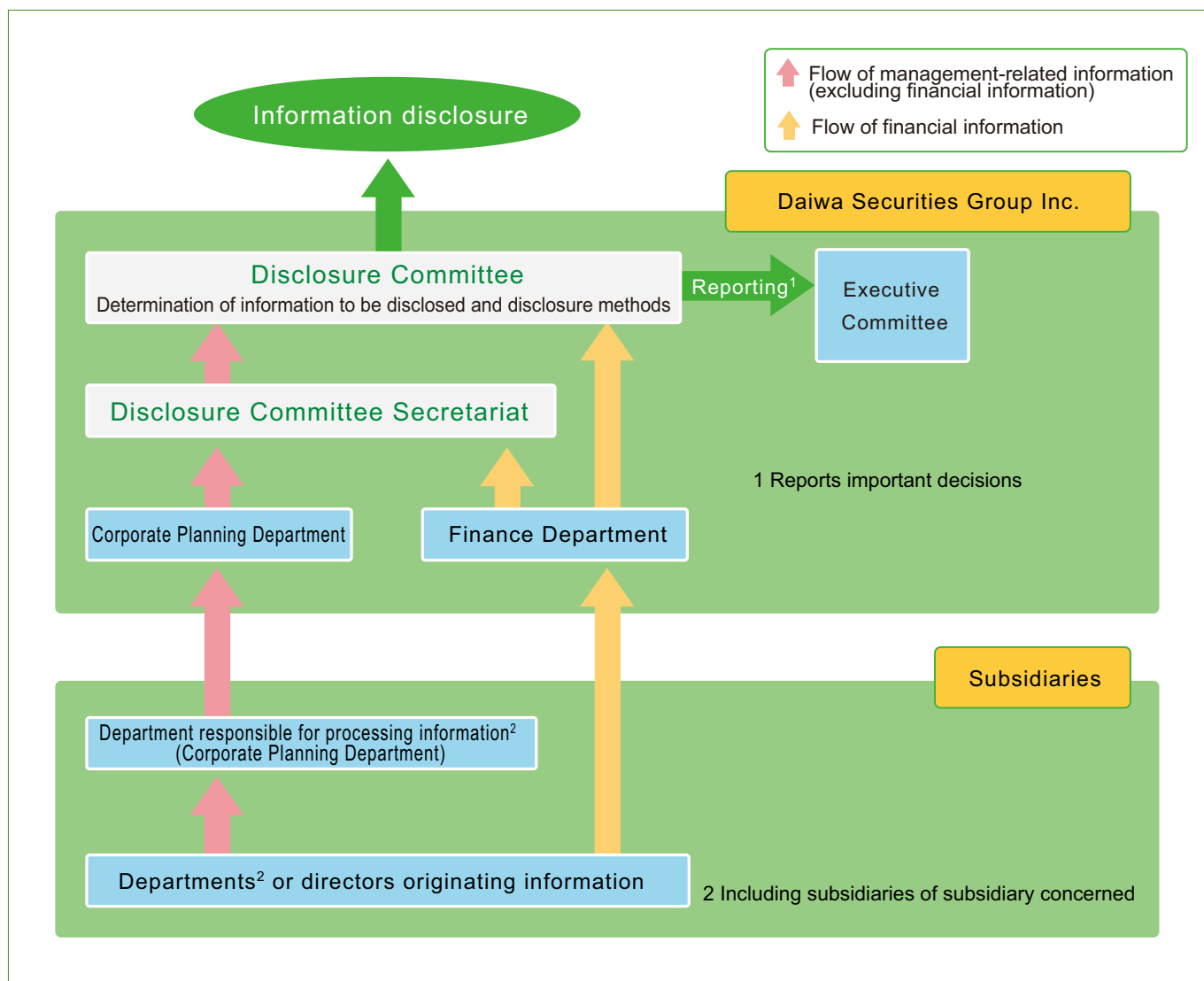
■ Disclosure Policy

- We will observe the fair and timely disclosure of important financial, social and environmental information ("management-related information") regarding the Daiwa Securities Group so that our stakeholders (including shareholders, investors and the communities we operate in) may understand and maintain realistic expectations of the Daiwa Securities Group.
- We will comply with the Financial Instruments and Exchange Law and other laws and ordinances related to securities transactions and the various rules of the stock exchanges on which our stock is listed.
- We will endeavor to achieve fair disclosure both in terms of content and timing.
- We will utilize various communication channels including presentations, telephone conferences, the Internet and printed materials in order to disclose information in a manner that is easy to comprehend for investors.
- We will consciously act as a leader of the securities markets in terms of disclosure and set the standards for all other listed corporations.
- We have established the Daiwa Securities Group Inc. Disclosure Regulations, which define guidelines such as the setting up of a disclosure committee and the methods of disclosing management-related information, in order to fulfill the spirit of this Policy.

Information Disclosure System

Daiwa Securities Group Inc. has created Disclosure Regulations in order to achieve its Disclosure Policy. Its Disclosure Committee, a subcommittee of the Executive Committee, is responsible for final decisions regarding disclosure in accordance with these regulations. Group companies also create rules for controlling

the release of management-related information, following a uniform disclosure system created for the entire Group. Group companies collect and report information to Daiwa Securities Group Inc. without fail, including posting management-related information contact lists on the in-house network.



Fair Disclosure Policy

The Daiwa Securities Group has made its fair disclosure policy a priority. The Group strives to utilize a range of IR tools to release fair, timely and appropriate information so that there are no information gaps resulting from differences in the

perspectives of institutional investors and retail investors. The Group will continue to disclose clear and intelligible information so that more stakeholders can benefit from the fairness of its disclosure.

Communication with Investors

The Group endeavors to issue information that is clear and intelligible for all investors. The IR website is being overhauled so that it is more user-friendly. In fiscal 2009, the IR website was upgraded to augment the information disclosed to retail investors. The Fact Sheet, which provides a succinct overview of the Group, has been posted on the Group's website since fiscal 2009 to help reach more investors.

IR briefings are held regularly for institutional investors, and the Group also holds small group meetings on business issues that cannot be fully

explained in IR briefings, providing opportunities for investors to speak directly with executives. The Group strives to engage in direct dialogue as much as possible. In fiscal 2009, 280 one-on-one meetings (220 in fiscal 2008) were held to deepen understanding regarding the secondary offering and the dissolution of the joint venture between Daiwa Securities Group and Sumitomo Mitsui Financial Group on Daiwa Securities SMBC (since renamed Daiwa Securities Capital Markets).

Investor Relations <http://www.daiwa-grp.jp/english/ir/index.cfm>

Disclosure of Non-Financial Information

The Group is committed to disclosing non-financial information to all stakeholders to promote understanding of the Daiwa Securities Group and ensure that the Group is accurately assessed.

When financial statements are released to investors, the president of Daiwa Securities Group Inc. reports on the impact on social aspects, such as the underwriting and sales of Impact Investment products, as well as providing financial information. In addition, in publications such as annual reports and business reports and during

company briefings, the Group proactively discloses information on initiatives that serve as models for Japan's leading companies, such as work-life balance, the promotion of success for women, and social contributions.

In its role as a company involved in the financial industry, the Group strives to disclose non-financial information that affects long-term corporate value but may not appear in short-term financial indicators. The Group strives to be a model for other listed companies.