

Daiwa Aid after the Great East Japan Earthquake

We extend our deepest condolences to the victims of the earthquake that took place on March 11, 2011.

The following is a report on our donations to help reconstruction and provide aid to affected areas and the direct support the Daiwa Securities Group is providing, as well as our future plans.

■ Donations

¥100 million (Daiwa Securities Group)

¥30 million each to Iwate, Miyagi, and Fukushima prefectures

¥10 million to Ibaraki Prefecture

■ Subsidies for volunteer activities

¥35 million (Daiwa Securities Foundation)

¥5 million (¥1 million each) to disaster volunteer centers in Iwate, Miyagi, Fukushima, and Ibaraki prefectures, and Sendai City

¥30 million in grants to disaster volunteer action groups (maximum ¥500,000 per grant)

Recipients are students and specialist groups engaging in activities needing specialized skills.

■ Subsidies for research into disaster medicine

¥10 million (Daiwa Securities Health Foundation)

¥10 million (maximum ¥1 million per grant) to universities, research centers, hospitals, and other individuals and groups engaged in research into disaster medicine or medical care in the disaster-stricken areas of the Tohoku region and Ibaraki, Miyagi, and Chiba prefectures.

■ Daiwa Foundation Tohoku Scholarships

£250,000 (Daiwa Anglo-Japanese Foundation)

The foundation has decided to establish a £250,000 scholarship fund for students from the Tohoku region whose educational or other circumstances were affected by the earthquake.

■ Daiwa Point Program

Donations through point exchange (Daiwa Securities)

¥7.18 million raised by 7,005 participants (as of April 30, 2011)

Used to support reconstruction in affected areas through NPO Japan Platform.

■ Charity collection (Daiwa Securities Group)

¥40.57 million raised from executives and employees in Japan and abroad (as of April 27, 2011)

Used for reconstruction of affected areas and to support victims through Japan Platform and the Japanese Red Cross Society.

■ Policy Proposal (Daiwa Institute of Research)

The Daiwa Institute of Research announced a proposal for the establishment of a reconstruction fund and a reconstruction solidarity tax.

(Proposal for Establishment of Reconstruction Fund and Reconstruction Solidarity Tax to Finance Rehabilitation after Great Earthquake of Unprecedented Scale).

Please see the following website for more information (in Japanese).

<http://www.daiwa-grp.jp/data/current/press-2955-attachment.pdf>

■ Support through financial products

The Daiwa Securities Group is giving a portion of trust fees from the Daiwa Nippon Ouen Fund (Phoenix Japan)¹ to earthquake victim support groups.

The group is also supporting finance aspects of the massive reconstruction funds and developing impact investment financial products.

¹ Daiwa Nippon Ouen Fund (Phoenix Japan): Japanese stock fund offered by Daiwa Asset Management. Invests only in Japanese stocks to support strong Japanese companies and invigorate the Japanese economy.

■ Future support

Interest in building a sustainable economy has grown since the earthquake and accident at the Fukushima Daiichi Nuclear Power Plant brought into focus sustainable energy and regional economies that take into consideration the surrounding environment and communities. We strive to offer companies and investors information spanning a wide range of perspectives such as the environment and CSR.

There are many additional ways, such as the Daiwa Institute of Research's policy proposal, for the Daiwa Securities Group to contribute through capital markets.

We plan to share our experiences in the reconstruction of Sumatra, using knowledge gained in our project supporting reconstruction after the 2004 tsunami².

We also plan to encourage employee's activities long-term by providing employee volunteer information through our intranet.

² Daiwa Securities Group Tsunami Reconstruction Fund

Please see the following websites for more information about the Daiwa Securities Group Tsunami Reconstruction Fund (in Japanese).

<http://www.daiwa-grp.jp/csr/citizen/support/tsunami/>
<http://www.acc21.org/act/act-specialfund-daiwa.html>