

## Editorial Policy

The Daiwa Securities Group has been publishing this report annually since 2002 with the aim of clearly disclosing our CSR activities, which are intended to support the creation of a sustainable society. We also use this opportunity to evaluate the company's current status and the challenges it is facing.

In "CSR Report 2012", we aim to explain in good faith our activities about environment, society and governance (ESG) along with annual report 2012. We also aim to view an integrated report that contemplates further enhance non-financial information. We added new activities on our efforts to Socially Responsible Investment (SRI), because we wish to convey to many stakeholders that the way money is used is key to resolving society's problems such as climate change and poverty.

We post our CSR report 2012 only in the website by PDF, since we published an annual report 2012 which contains essential parts of our ESG activities.

This CSR report is edited based on the guidelines of the global reporting initiative (GRI)\* and ISO26000.

\* GRI (Global Reporting Initiative): An organization dedicated to proposing and promoting common international guidelines for sustainability reports.

### Scope of Report

#### Intended Readership

This report is intended for Daiwa Securities Group's stakeholders, which primarily include customers, shareholders and investors, executives and employees, as well as business partners, government agencies, non-profits (NPOs, NGOs), local communities where Daiwa Securities has offices, educational institutions, and the families of executives and employees.

#### Scope of Reporting

This report basically covers the principal companies of the Daiwa Securities Group (see page 4). The report does not, however, include all data from the Group's principal companies on items reported; the information is selected based on the respective companies' size and type of business. Each set of numerical data specifies the scope of coverage.

#### Period Covered by Report

Fiscal 2011 (April 1, 2011 to March 31, 2012). The report also includes information on events and activities carried out prior to fiscal 2010, as well as those scheduled to take place during fiscal 2012.

#### Date of Publication

October 2012 (The previous report was published in August 2011; the next report is planned for August 2013).

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#### ◆ A reorganization of group companies

The Group decided to merge Daiwa Securities Co. Ltd. with Daiwa Securities Capital Markets Co. Ltd. on April 1, 2012, reuniting Retail and Wholesale operations for the first time in 13 years. As the "new" Daiwa Securities Co. Ltd. opens a new chapter in its history.

It aims to strengthen the group total solution capacity by integrating both expertises.

This report uses both "Daiwa Securities Co. Ltd." and "Daiwa Securities Capital Markets Co. Ltd." to describe FY2011 activities.