

## Company profile

Business name	Daiwa Securities Group Inc.
Head office	GranTokyo North Tower, 9-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo 100-6751, Japan
Tel	(81) 3-5555 -1111
President and CEO	Shigeharu Suzuki
Commencement of operations	May 1, 1902
Common stock	JPY247.3bil (as of September 30, 2009)
Number of group employees	16,217 (as of September 30, 2009)
Review of operations	Controls and manages its subsidiaries and affiliated companies engaged in securities related businesses in domestic and overseas by holding their shares
Website	<a href="http://www.daiwa-grp.jp/ir/english/">http://www.daiwa-grp.jp/ir/english/</a>



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## Group history

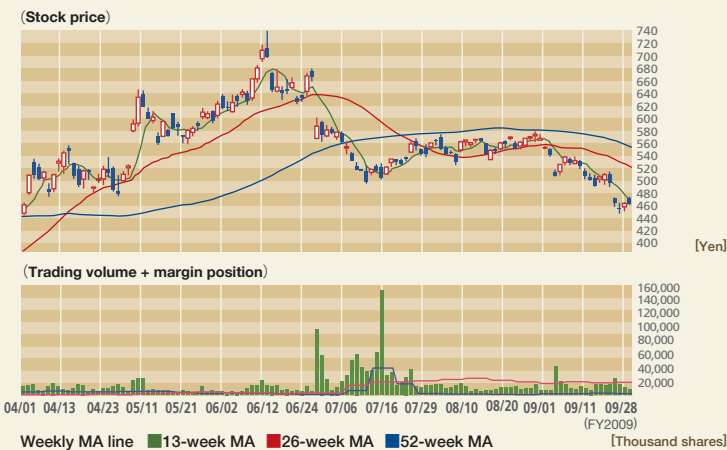
- 1902 Begin Operations as Fujimoto Bill Broker
- 1943 Fujimoto Securities Co. Ltd. merged with Nippon Trust Bank to establish "Daiwa Securities Co. Ltd."
- 1998 Conclude final agreement with The Sumitomo Bank Limited on setting up a joint venture company
- 1999 Move to a holding company structure as the first listed company  
Establish Daiwa Securities SMBC Co. Ltd., the first joint venture between a major bank and a securities company  
Establish Daiwa SB Investments Ltd.
- 2001 Establish Daiwa Securities SMBC Principal Investments Co. Ltd.
- 2004 Transit to a "Committee System" of corporate governance
- 2005 NIF Ventures Co., Ltd. and SMBC Capital Co.,Ltd. merged into "NIF SMBC Ventures Co., Ltd. (current Daiwa SMBC Capital Co.,Ltd.)"
- 2007 The Daiwa Securities Group to move to new head office, "GranTokyo North Tower"
- 2009 The Daiwa Securities Group and SMFG decided to end the joint venture contract regarding Daiwa Securities SMBC.

## Stock information

Stock Exchange Listings	Tokyo, Osaka, and Nagoya
Trading Unit	1,000 shares
Fiscal Year-end	March 31
Issued and Outstanding shares	1,749,307 thousand shares (as of September 30, 2009)

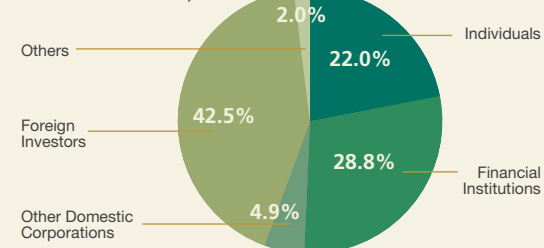
### Stock Price on the TSE (April 1, 2009 – September 30, 2009)

Open	High	Low	Close
¥448	¥741	¥445	¥463
Average daily trading volume			
18,828 thousand shares			

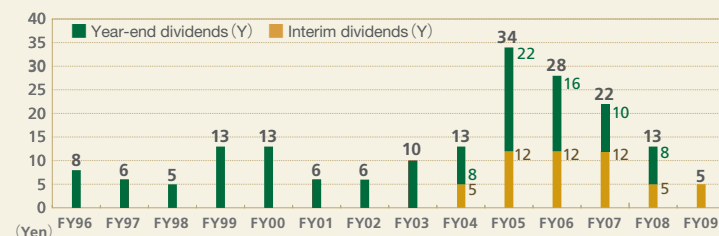


## Stock ownership (as of September 30, 2009)

Number of shareholders: 132,007



## Dividend per share



\* Interim dividend system was adopted in FY04

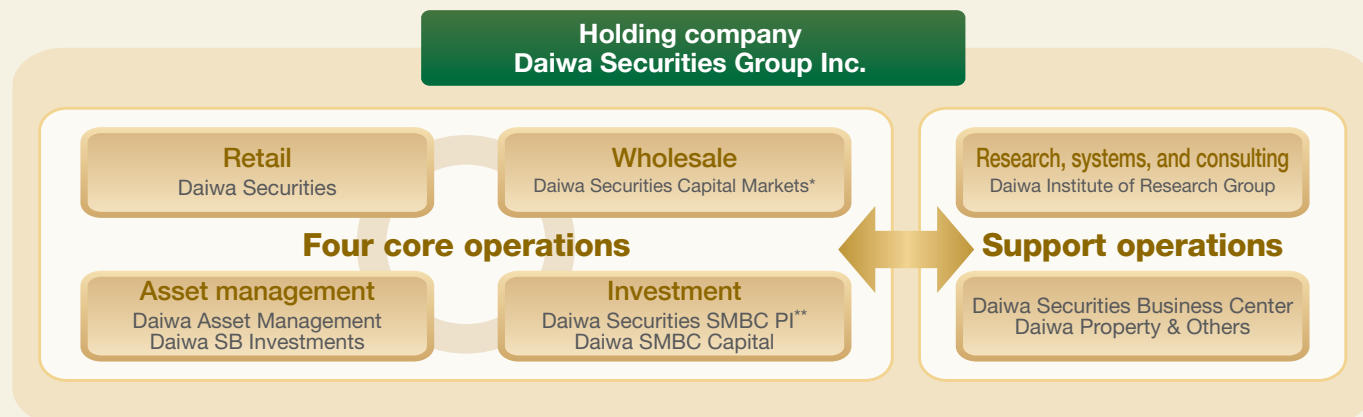
# FACT SHEET

Daiwa Securities Group FACT SHEET

April 1, 2009 - September 30, 2009

大和証券グループ本社  
Daiwa Securities Group Inc.

# 1 Business Structure



# 2 Major Group Companies and Operations

Retail		Wholesale	
<b>Daiwa Securities</b>	Daiwa Securities mainly serves individual investors and unlisted companies, offering consulting and online trading, and handling a complete spectrum of financial products and services.	<b>Daiwa Securities Capital Markets*</b>	Daiwa Securities Capital Markets is a market pioneer in providing brokerage, investment banking and M&A advisory services, addressing a multitude of needs from corporate and institutional clients both in Japan and overseas.
Asset management		Investment	
<b>Daiwa Asset Management</b>	Daiwa Asset Management creates and manages investment trusts that encompass a broad assortment of investment targets.	<b>Daiwa Securities SMBC PI**</b>	Daiwa Securities SMBC Principal Investments is responsible for direct investment operations.
<b>Daiwa SB Investments</b>	Daiwa SB Investments offers pension fund management and other asset management services to both domestic and overseas institutional investors.	<b>Daiwa SMBC Capital</b>	Daiwa SMBC Capital focuses largely on venture capital investments, and organizing and managing private equity funds.
Group support			
<b>Daiwa Institute of Research Group</b>	Daiwa Institute of Research Group serves as a comprehensive think tank and research center both for the Group and clients outside the Group. Operations are divided into three core businesses; research, consulting and systems.	<b>Daiwa Securities Business Center</b>	Daiwa Securities Business Center is a comprehensive outsourcing vendor and provider of back office services for the securities business.
		<b>Daiwa Property</b>	Daiwa Property handles the property management activities for branch offices, corporate dormitories and other buildings used by the Group.

\* Daiwa Securities SMBC will change its company name to "Daiwa Securities Capital Markets" on Jan. 1, 2010.

\*\* Daiwa Securities SMBC PI will change its name of new investment operation to "Daiwa PI Partners", and the name of existing investment operation to "Daiwa Securities SMBC Principal Investments" after its corporate split on Feb. 1, 2010.

# 3 Financial Summary (Consolidated)

(Y mil)	FY2009		% Change vs 1H FY08	FY2009		% Change vs 1Q FY09	FY2008
	1H	1H		2Q	1Q		
Operating revenues	237,750	296,935	-19.9%	105,631	132,119	-20.0%	413,936
Net operating revenues	194,502	151,123	28.7%	87,137	107,364	-18.8%	199,544
SG&A	172,121	177,739	-3.2%	85,569	86,552	-1.1%	343,270
Ordinary income	24,865	-23,203	-	2,037	22,827	-91.1%	-141,150
Net income	19,861	-14,637	-	1,991	17,870	-88.9%	-85,039
Total assets	16,129,373	16,564,070	-	16,129,373	15,309,320	-	14,182,579
Net assets	1,249,909	1,017,118	-	1,249,909	1,107,811	-	952,329
Shareholders' equity*	988,324	774,427	-	988,324	824,109	-	720,272
EPS (Y)	12.89	-10.87	-	1.15	13.27	-	-63.16
BPS (Y)	565.26	575.28	-	565.26	612.12	-	534.99
ROE (Annualized)	4.6%	-	-	0.9%	9.3%	-	-

\*Shareholders' equity = owners' equity + valuation and translation adjustments

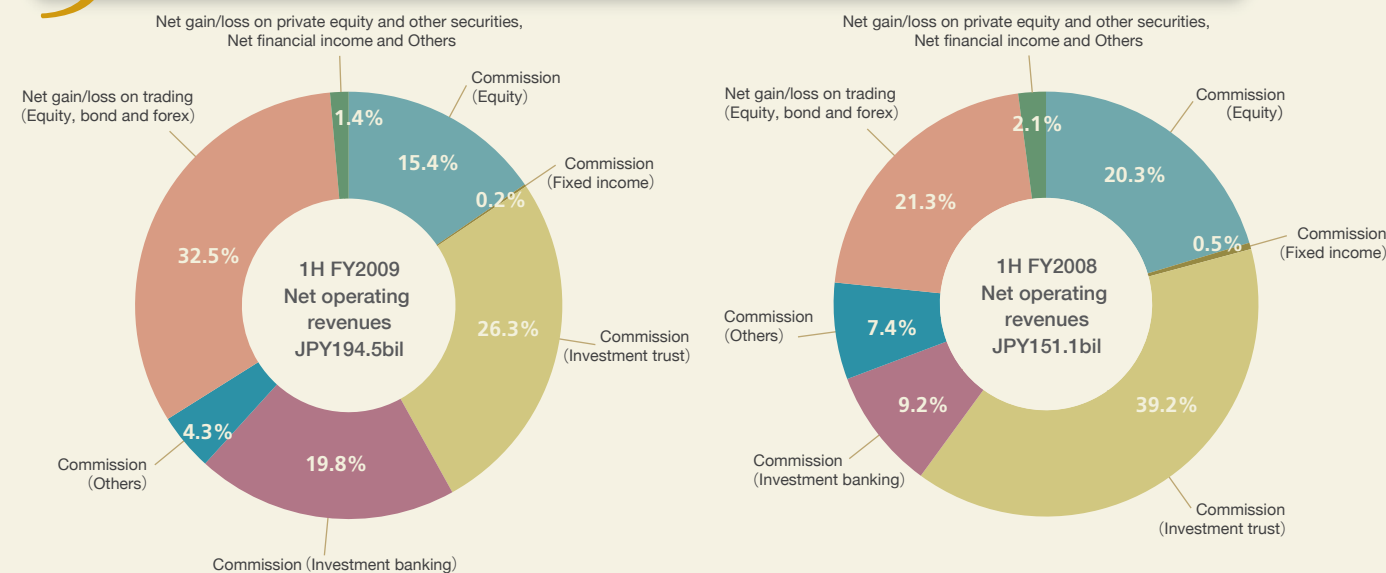
ROE (Annualized)	1H	2Q
Daiwa Securities	10.7%	10.7%
Daiwa Securities SMBC (consolidated)	3.3%	-

FY09 Interim Dividend
FY09 Interim Dividend per Share : 5yen

# 4 Operating Revenues by Business Sector (Consolidated)

(Y mil)	FY2009		% Change vs 1H FY08	FY2009		% Change vs 1Q FY09	FY2008
	1H	1H		2Q	1Q		
<b>Total commission</b>	128,523	115,837	11.0%	58,008	70,514	-17.7%	208,880
Equity	29,992	30,746	-2.5%	14,524	15,467	-6.1%	56,401
Fixed income	328	739	-55.6%	167	160	4.4%	991
Investment trust	51,244	59,271	-13.5%	27,123	24,120	12.5%	97,001
Investment banking	38,498	13,955	175.9%	11,886	26,612	-55.3%	34,914
Others	8,460	11,125	-24.0%	4,306	4,153	3.7%	19,571
<b>Net gain/loss on trading</b>	63,248	32,164	96.6%	28,536	34,712	-17.8%	40,921
Equity	16,870	12,443	35.6%	2,184	14,685	-85.1%	-25,737
Bond and Forex	46,378	19,721	135.2%	26,351	20,026	31.6%	66,658
Net gain/loss on private equity and other securities	-6,030	-16,213	-	-4,463	-1,567	-	-79,477
<b>Net financial income</b>	3,759	12,373	-69.6%	2,451	1,307	87.5%	16,629

# 5 Profit Structure of Daiwa Securities Group



# 6 Domestic Group Companies & Overseas Operation

(Y mil)	FY2009		% Change vs 1H FY08	FY2009		% Change vs 1Q FY09	FY2008
	1H	1H		2Q	1Q		
<b>Daiwa Asset Management</b>	4,861	8,250	-41.1%	2,673	2,187	22.2%	11,613
<b>DIR Group*</b>	3,392	5,602	-39.4%	2,027	1,365	48.5%	9,140
<b>Daiwa SMBC Capital</b>	-4,291	-1,940	-	-1,320	-2,971	-	-5,895
<b>Other Domestic Group Companies</b>	1,237	-2,757	-	695	542	28.3%	-2,969
<b>Total**</b>	5,199	9,153	-43.2%	4,075	1,124	262.5%	11,889
<b>Daiwa SB Investments</b>	952	2,251	-57.7%	558	393	41.9%	2,984
<b>Overseas</b>							
America	2,681	2,243	19.5%	250	2,430	-89.7%	4,806
Europe	3,895	-1,623	-	1,020	2,874	-64.5%	-4,898
Asia/Oceania	776	14	-	199	576	-65.4%	-1,553
<b>Total</b>	7,352	634	-	1,470	5,881	-75.0%	-1,645

\*DIR Group includes Daiwa Institute of Research Holdings, Daiwa Institute of Research, and Daiwa Institute of Research Business Innovation. (Excluding in-group transactions and dividend from subsidiaries)

\*\*Total figure of domestic consolidated Group companies except Daiwa Securities and Daiwa Securities SMBC and its domestic subsidiaries.