

April 28, 2025

Daiwa Securities Group Inc.

**Report Regarding Consolidated Liquidity Coverage Ratio**  
**and Consolidated Net Stable Funding Ratio**

**Situation of Soundness in Liquidity Management as of Third Quarter in Fiscal Year 2024**

In accordance with the Financial Instruments and Exchange Act Article 57-17, “Notification, etc., of Documents Describing Status of Soundness in Management”, Daiwa Securities Group Inc. reports the situation of soundness in liquidity management as of the third quarter in fiscal year 2024.

## Table of Contents

<b>Key Metrics (at consolidated group level)</b> .....	3
<b>Quantitative Disclosure (Consolidated)</b> .....	4
1. Quantitative disclosure of consolidated Liquidity Coverage Ratio.....	4
2. Quantitative disclosure of consolidated Net Stable Funding Ratio.....	5

## Key Metrics (at consolidated group level)

### KM1: Key Metrics

(Unit: 1 Million Yen,%)

		Third Quarter in Fiscal Year 2024	Second Quarter in Fiscal Year 2024	First Quarter in Fiscal Year 2024	Fourth Quarter in Fiscal Year 2023	Third Quarter in Fiscal Year 2023
Consolidated liquidity coverage ratio						
15	Total high-quality liquid assets	2,799,297	2,632,609	2,635,423	2,886,208	2,930,477
16	Total net cash outflows	1,957,762	1,926,313	2,009,218	2,134,431	2,229,082
17	Consolidated liquidity coverage ratio	142.9%	136.6%	131.1%	135.2%	131.4%
Consolidated net stable funding ratio						
18	Total available stable funding	10,872,710	10,476,558	10,009,914	9,328,809	9,790,218
19	Total required stable funding	6,985,630	6,850,600	7,228,496	6,591,832	6,311,045
20	Consolidated net stable funding ratio	155.6%	152.9%	138.4%	141.5%	155.1%

## Quantitative Disclosure (Consolidated)

### 1. Quantitative disclosure of consolidated Liquidity Coverage Ratio

(Unit: 1 Million Yen,%)

Items		Third Quarter in Fiscal Year 2024		Second Quarter in Fiscal Year 2024	
<b>High-Quality Liquid Assets (1)</b>					
1	Total high-quality liquid assets	2,799,297		2,632,609	
<b>Cash Outflows (2)</b>		Unweighted Value	Weighted Value	Unweighted Value	Weighted Value
2	Retail deposits and deposits from small business customers	1,944,641	200,833	2,047,818	204,781
3	Stable deposits	-	-	-	-
4	Less stable deposits	1,944,641	200,833	2,047,818	204,781
5	Unsecured wholesale funding	2,746,290	1,537,111	2,784,359	1,491,756
6	Operational deposits	-	-	-	-
7	Unsecured wholesale funding other than operational deposits and unsecured debt	2,570,767	1,356,195	2,628,310	1,335,707
8	Unsecured debt	175,523	180,916	156,048	156,048
9	Secured funding	14,749,548	767,803	14,012,879	759,242
10	Outflows related to derivative exposures, loss of funding on debt products, committed credit and liquidity facilities	379,627	377,314	398,724	385,907
11	Outflows related to derivative exposures	341,808	351,865	375,943	375,943
12	Outflows related to loss of funding on debt products	-	-	-	-
13	Outflows related to credit and liquidity facilities	37,819	25,449	22,781	9,964
14	Other contractual funding obligations	7,787,057	1,543,291	7,117,972	1,432,782
15	Other contingent funding obligations	74,942	64,038	75,430	64,251
16	Total cash outflows	4,490,394		4,338,722	
<b>Cash Inflows (3)</b>		Unweighted Value	Weighted Value	Unweighted Value	Weighted Value
17	Secured lending	12,684,557	374,677	11,506,791	358,172
18	Inflows from fully performing exposures	713,909	636,334	689,579	608,854
19	Other cash inflows	6,648,202	1,521,619	6,441,651	1,445,382
20	Total cash inflows	2,532,631		2,412,409	
<b>Consolidated Liquidity Coverage Ratio (4)</b>					
21	Total high-quality liquid assets	2,799,297		2,632,609	
22	Total net cash outflows	1,957,762		1,926,313	
23	Consolidated liquidity coverage ratio	142.9%		136.6%	
24	Number of data used for calculation of average value	63		62	

## 2. Quantitative disclosure of consolidated Net Stable Funding Ratio

(Unit: 1 Million Yen, %)

(Unit: 1 Million Yen, %)

Items		Third Quarter in Fiscal Year 2024					Second Quarter in Fiscal Year 2024					
		Unweighted Value				Weighted Value	Unweighted Value				Weighted Value	
		Indeterminate	< 6 months	≥ 6 months < 1 year	≥ 1 year		Indeterminate	< 6 months	≥ 6 months < 1 year	≥ 1 year		
Available Stable Funding (ASF) (1)												
1	Capital	-	-	-	1,839,925	1,839,925	-	-	-	-	1,721,302	1,721,302
2	Common Equity Tier 1 capital, Additional Tier 1 capital and Tier 2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of capital deductions	-	-	-	1,839,925	1,839,925	-	-	-	-	1,721,302	1,721,302
3	Other capital instruments that are not included in the above category	-	-	-	-	-	-	-	-	-	-	-
4	Funding from retail and small business customers	2,058,224	-	-	-	1,852,402	2,006,183	-	-	-	-	1,805,564
5	Stable deposits	-	-	-	-	-	-	-	-	-	-	-
6	Less stable deposits	2,058,224	-	-	-	1,852,402	2,006,183	-	-	-	-	1,805,564
7	Wholesale funding	1,725,346	15,166,374	574,201	2,876,190	6,831,679	1,496,354	14,068,831	518,849	2,945,223	6,618,676	
8	Operational deposits	-	-	-	-	-	-	-	-	-	-	-
9	Other wholesale funding	1,725,346	15,166,374	574,201	2,876,190	6,831,679	1,496,354	14,068,831	518,849	2,945,223	6,618,676	
10	Liabilities with matching interdependent assets	-	-	-	-	-	-	-	-	-	-	-
11	Other liabilities	78,551	5,896,982	25,961	695,190	348,702	77,537	4,809,048	20,637	544,026	331,014	
12	Derivative liabilities	-	-	-	-	-	-	-	-	-	-	-
13	All other liabilities and equity not included in the above categories	78,551	5,896,982	25,961	695,190	348,702	77,537	4,809,048	20,637	544,026	331,014	
14	Total available stable funding	-	-	-	-	10,872,710	-	-	-	-	-	10,476,558
Required Stable Funding (RSF) (2)												
15	High-quality liquid assets	-	-	-	-	579,161	-	-	-	-	-	519,885
16	Deposits held at financial institutions for operational purposes	65,160	8,569	-	-	41,149	68,540	10,704	-	-	-	44,975
17	Loans, repo transactions-related assets, securities and other similar assets	554,273	13,268,339	988,331	2,369,924	3,633,572	579,280	11,498,339	1,182,228	2,317,937	3,711,460	
18	Loans to and repo transactions with financial institutions (secured by level 1 assets)	-	9,861,100	10,264	3,103	39,480	-	8,131,927	88,036	2,236	78,236	
19	Loans to and repo transactions with financial institutions (not included in item 18)	550,999	1,558,763	68,573	887,753	1,246,491	574,848	1,675,161	32,399	817,052	1,179,111	
20	Loans to and repo transactions-related assets (not included in items 18, 19 and 22)	-	1,810,895	441,040	513,940	1,262,808	-	1,644,410	665,625	546,298	1,410,598	
21	With a risk weight of less than or equal to 35% under the Standardized Approach for credit risk	-	1,555,468	305,179	26,881	607,688	-	1,374,238	550,033	21,707	724,382	
22	Residential mortgages	-	-	-	-	-	-	-	-	-	-	-
23	With a risk weight of less than or equal to 35% under the Standardized Approach for credit risk	-	-	-	-	-	-	-	-	-	-	-
24	Securities that are not in default and do not qualify as HQLA and other similar assets	3,274	37,581	468,454	965,128	1,084,793	4,432	46,841	396,168	952,351	1,043,515	
25	Assets with matching interdependent liabilities	-	-	-	-	-	-	-	-	-	-	-
26	Other assets	45,043	481,175	-	2,670,714	2,643,894	44,933	483,237	-	2,525,855	2,486,288	
27	Physical traded commodities including gold	-	-	-	-	-	-	-	-	-	-	-
28	Assets posted as initial margin for derivative contracts and contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet)	-	-	-	261,606	222,365	-	-	-	247,984	210,787	
29	Derivative assets	-	-	-	524,197	524,197	-	-	-	397,549	397,549	
30	Derivative liabilities (before deduction of variation margin posted)	-	-	-	25,736	25,736	-	-	-	18,414	18,414	
31	All other assets not included in the above categories	45,043	481,175	-	1,859,175	1,871,596	44,933	483,237	-	1,861,908	1,859,538	
32	Off-balance sheet items	-	-	-	139,970	87,848	-	-	-	121,320	87,988	
33	Total required stable funding	-	-	-	-	6,985,630	-	-	-	-	6,850,600	
34	Consolidated net stable funding ratio (NSFR)	-	-	-	-	155.6%	-	-	-	-	152.9%	