October 30, 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 First Quarter in Fiscal Year 2025

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 first quarter in fiscal year 2025.

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Key Metrics (at consolidated group level)

KM1: Key Metrics

（Unit: 1 Million Yen,%）

		First Quarter in Fiscal Year 2025	Fourth Quarter in Fiscal Year 2024	Third Quarter in Fiscal Year 2024	Second Quarter in Fiscal Year 2024	First Quarter in Fiscal Year 2024
Consolidated liquidity coverage ratio						
15	Total high-quality liquid assets	2,642,797	2,815,464	2,799,297	2,632,609	2,635,423
16	Total net cash outflows	1,908,731	1,970,118	1,957,762	1,926,313	2,009,218
17	Consolidated liquidity coverage ratio	138.4%	142.9%	142.9%	136.6%	131.1%
Consolidated net stable funding ratio						
18	Total available stable funding	10,546,437	10,617,314	10,872,710	10,476,558	10,009,914
19	Total required stable funding	6,912,565	6,687,791	6,985,630	6,850,600	7,228,496
20	Consolidated net stable funding ratio	152.5%	158.7%	155.6%	152.9%	138.4%

Quantitative Disclosure (Consolidated)

1. Quantitative disclosure of consolidated Liquidity Coverage Ratio

（Unit: 1 Million Yen,%）

Items		First Quarter in Fiscal Year 2025		Fourth Quarter in Fiscal Year 2024	
High-Quality Liquid Assets (1)					
1	Total high-quality liquid assets	2,642,797		2,815,464	
Cash Outflows (2)		Unweighted Value	Weighted Value	Unweighted Value	Weighted Value
2	Retail deposits and deposits from small business customers	1,948,080	194,808	2,005,755	200,575
3	Stable deposits	-	-	-	-
4	Less stable deposits	1,948,080	194,808	2,005,755	200,575
5	Unsecured wholesale funding	2,845,287	1,516,657	2,812,765	1,498,963
6	Operational deposits	-	-	-	-
7	Unsecured wholesale funding other than operational deposits and unsecured debt	2,660,560	1,331,930	2,644,437	1,330,635
8	Unsecured debt	184,727	184,727	168,328	168,328
9	Secured funding	14,180,874	763,217	15,379,596	708,947
10	Outflows related to derivative exposures, loss of funding on debt products, committed credit and liquidity facilities	346,762	334,005	401,284	387,896
11	Outflows related to derivative exposures	304,518	304,518	358,797	358,797
12	Outflows related to loss of funding on debt products	-	-	-	-
13	Outflows related to credit and liquidity facilities	42,244	29,487	42,487	29,099
14	Other contractual funding obligations	7,595,337	1,620,471	7,696,666	1,615,841
15	Other contingent funding obligations	75,270	63,995	75,676	64,379
16	Total cash outflows		4,493,156		4,476,604
Cash Inflows (3)		Unweighted Value	Weighted Value	Unweighted Value	Weighted Value
17	Secured lending	11,243,978	372,325	12,750,186	345,729
18	Inflows from fully performing exposures	691,545	591,240	669,663	613,131
19	Other cash inflows	6,990,275	1,620,858	6,941,302	1,547,624
20	Total cash inflows		2,584,424		2,506,486
Consolidated Liquidity Coverage Ratio (4)					
21	Total high-quality liquid assets		2,642,797		2,815,464
22	Total net cash outflows		1,908,731		1,970,118
23	Consolidated liquidity coverage ratio		138.4%		142.9%
24	Number of data used for calculation of average value	62		57	

2. Quantitative disclosure of consolidated Net Stable Funding Ratio

(Unit: 1 Million Yen, %)

Items		First Quarter in Fiscal Year 2025					Fourth 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	-	-	-	1,823,001	1,823,001	-	-	-	1,808,687	1,808,687
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	-	-	-	1,823,001	1,823,001	-	-	-	1,808,687	1,808,687
3	Other capital instruments that are not included in the above category	-	-	-	-	-	-	-	-	-	-
4	Funding from retail and small business customers	1,978,901	-	-	-	1,781,011	1,972,634	-	-	-	1,775,371
5	Stable deposits	-	-	-	-	-	-	-	-	-	-
6	Less stable deposits	1,978,901	-	-	-	1,781,011	1,972,634	-	-	-	1,775,371
7	Wholesale funding	1,568,269	14,466,234	805,867	2,924,482	6,623,999	1,697,942	14,002,089	742,344	2,950,219	6,699,895
8	Operational deposits	-	-	-	-	-	-	-	-	-	-
9	Other wholesale funding	1,568,269	14,466,234	805,867	2,924,482	6,623,999	1,697,942	14,002,089	742,344	2,950,219	6,699,895
10	Liabilities with matching interdependent assets	-	-	-	-	-	-	-	-	-	-
11	Other liabilities	76,930	5,279,951	28,431	574,346	318,424	79,141	5,757,625	18,543	530,302	333,360
12	Derivative liabilities				-					-	
13	All other liabilities and equity not included in the above categories	76,930	5,279,951	28,431	574,346	318,424	79,141	5,757,625	18,543	530,302	333,360
14	Total available stable funding					10,546,437					10,617,314
Required Stable Funding (RSF) (2)											
15	High-quality liquid assets					625,956					432,744
16	Deposits held at financial institutions for operational purposes	42,825	10,860	-	-	26,843	39,575	11,214	-	-	25,394
17	Loans, repo transactions-related assets, securities and other similar assets	517,586	12,033,536	957,909	2,521,799	3,696,132	634,349	13,207,335	823,106	2,382,033	3,698,949
18	Loans to and repo transations with financial institutions (secured by level 1 assets)	-	9,200,172	33,545	1,275	39,047	-	10,129,137	6,662	2,718	46,811
19	Loans to and repo transations with financial institutions (not included in item 18)	515,568	1,593,760	57,726	731,669	1,083,698	632,765	1,586,449	55,763	771,822	1,138,607
20	Loans to and repo transations-related assets (not included in items 18, 19 and 22)	-	1,216,671	342,654	576,761	1,258,963	-	1,474,369	281,742	519,636	1,333,423
21	With a risk weight of less than or equal to 35% under the Standardized Approach for credit risk	-	810,943	205,088	25,657	470,252	-	1,196,065	133,946	26,197	648,455
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	2,018	22,933	523,984	1,212,094	1,314,424	1,584	17,380	478,939	1,087,857	1,180,108
25	Assets with matching interdependent liabilities	-	-	-	-	-	-	-	-	-	-
26	Other assets	44,913	473,525	-	2,514,423	2,484,132	44,358	1,028,699	-	2,488,041	2,443,170
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)				194,809	165,588				205,726	174,867
29	Derivative assets				402,400	402,400				366,214	366,214
30	Derivative liabilities (before deduction of variation margin posted)				19,408	19,408				18,193	18,193
31	All other assets not included in the above categories	44,913	473,525	-	1,897,806	1,896,736	44,358	1,028,699	-	1,897,908	1,883,896
32	Off-balance sheet items				136,964	79,498				139,008	87,529
33	Total required stable funding					6,912,565					6,687,791
34	Consolidated net stable funding ratio (NSFR)					152.5%					158.7%