Report Regarding Situation of Soundness in Management as of December 31, 2017

In accordance with the Financial Instruments and the Exchange Act Article 57-17, 'Notification, etc., of Documents Describing Status of Soundness in Management,' Daiwa Securities Group Inc. reports situation of soundness in management as of December 31, 2017.

(Unit: 1 Million Yen)

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	December 2017
1. Consolidated Total Capital Ratio	21.7 %
2. Consolidated Tier 1 Capital Ratio	21.7 %
3. Consolidated Common Equity Tier 1 Capital Ratio	21.7 %
4. Total Qualifying Capital	1,142,707
5. Tier 1 Capital	1,142,707
6. Common Equity Tier1	1,142,707
7. Total Capital Requirements	420,634

8. Composition of capital disclosure

(Millions of yen) Exclusion under Basel Ⅲ template December 2017 Items transitional number arrangements Common Equity Tier 1 capital: Instruments and reserves (1) 1a+2-1c-26 Shareholders' equity 1,187,168 1a Common stock and capital surplus 478,111 2 Retained earnings 749.256 40,199 1c Treasury stock(△) 26 Planned distributions (△) Others 1b Stock subscription rights 8,335 3 Accumulated other comprehensive income (and other reserves) 73,179 18,294 5 Minority interest after adjustments Common Equity Tier 1 capital under transitional Basel III rules Minority interest Common Equity Tier 1 capital before regulatory adjustments 6 1,268,683 Common Equity Tier 1 capital: regulatory adjustments Intangible assets other than mortgage-servicing rights (net of related tax liability) 82,945 20,736 Goodwill (net of related tax liability) 10,742 8 2,685 Other intangibles other than mortgage-servicing rights (net of related tax liability) 9 72,202 18,050 Deferred tax assets that rely on future profitability excluding those arising from 10 560 140 temporary differences (net of related tax liability) 11 Cash-flow hedge reserve Δ120 Δ30 12 Shortfall of allowance to expected losses 13 Securitization gain on sale (as set out in paragraph 562 of Basel II framework) 14 Gains and losses due to changes in own credit risk on fair valued liabilities Defined-benefit pension fund net assets 15 Investments in own shares (if not already netted off paid-in capital on reported balance 16 292 73 17 Reciprocal cross-holdings in common equity Investments in the capital of banking, financial and insurance entities that are outside 18 the scope of regulatory consolidation, net of eligible short positions, where the bank 24,962 6,240 does not own more than 10% of the issued share capital (amount above 10% threshold) 19+20+21 Amount exceeding the 10% threshold Significant investments in the common stock of banking, financial and insurance 19 entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold) 20 Mortgage servicing rights (amount above 10% threshold) Deferred tax assets arising from temporary differences (amount above 10% 21 threshold, net of related tax liability) 22 Amount exceeding the 15% threshold 23 of which: significant investments in the common stock of financials 24 of which: mortgage servicing rights 25 of which: deferred tax assets arising from temporary differences Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional 27 17.335 Tier 1 and Tier 2 to cover deductions 28 Total regulatory adjustments to Common equity Tier 1 (b) 125,976 Common Equity Tier 1 capital Common Equity Tier 1 capital (CET1) ((a) - (b)) (c) 1,142,707

				(Millions of yen)
Basel III template				Exclusion under
num	-	Items	December 2017	transitional
				arrangements
Additional	Additional Tier 1 capital:instruments (3)			
	31a	Shareholders' equity	-	
20	31b	Stock subscription rights	-	
30	32	Liabilities	-	
		Instruments issued by Special Purpose Companies		
34-	-35	Minority interest after adjustments	_	
	-33	Tier 1 capital under Basel II included in Additional Tier 1 capital under transitional		
33+	+35	Basel III rules	-	
3:	3	Capital instruments issued by Daiwa Securities Group Inc. and its Special Purpose Companies	-	
3	5	Capital instruments issued by consolidated subsidiaries and affiliates (excluding Special Purpose Companies of Daiwa Securities Group Inc.)	_	
	-	Additional Tier 1 capital under transitional Basel III rules	3,053	
		Foreign currency translation adjustment	3,053	
1	6	Additional Tier 1 capital before regulatory adjustments (d)	, , , , , , , , , , , , , , , , , , ,	
	6 Fior 1 capital	E regulatory adjustments (d)	3,053	
3		Investments in own Additional Tier 1 instruments	-	-
3	8	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-
3	9	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	7,220	1,805
40		Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
		Regulatory adjustments of additional Tier 1 capital under transitional Basel III rules	2,685	
		Goodwill (net of related tax liability)	2,685	
42		Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	10,482	
43			20,388	
			20,388	
	Fier 1 capital			
4		Additional Tier 1 capital ((d) - (e)) (f)	-	
Tier 1 capita				
4.	-	Tier 1 capital $((c) + (f))$ (g)	1,142,707	
Tier 2 capita	ıl: instrumen	ts and allowance (4)		
		Shareholders' equity	-	
4	6	Stock subscription rights	-	
		Liabilities		
		Capital instruments issued by Special Purpose Companies	-	
48-	-49	Minority interest after adjustments	-	
47+	-49	Tier 2 capital under Basel II included in Tier 2 capital under transitional Basel Ⅲ rules	-	-
47		Capital instruments issued by Daiwa Securities Group Inc. and its Special Purpose Companies		
	9	Capital instruments issued by consolidated subsidiaries and affiliates (excluding	-	-
	0	Special Purpose Companies of Daiwa Securities Group Inc.)	-	-
		General allowance included and eligible allowance in Tier 2 capital	-	
50		General allowance	-	
50	מע	Eligible allowance	-	
		Tier 2 capital under transitional Basel III rules	9,568	
		Unrealized holding gain or loss on securities and cash flow hedge reserve	9,568	
5	1	Tier 2 capital before regulatory adjustments (h)	9,568	

			(Millions of yen)
Basel III template number	Items	December 2017	Exclusion under transitional arrangements
Tier 2 capital: regulator	y adjustments		
52	Investments in own Tier 2 instruments	-	-
53	Reciprocal cross-holdings in Tier 2 instruments	-	-
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	20,050	5,012
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
	Tier 2 capital adjustments under transitional Basel III rules	-	
57	Total regulatory adjustments to Tier 2 capital (i)	20,050	
Tier 2 capital			
58	Tier 2 capital $((h) - (i))$ (j)	-	
Total capital			
59	Total capital $((g)+(j))$ (k)	1,142,707	
Risk weighted assets	(5)		
	Amount of risk weighted assets under transitional Basel III rules	31,249	
	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	13,058	
	Intangible assets(other than Goodwill)	18,050	
	Deferred tax assets excluding assets arising from temporary differences(net of related tax liability)	140	
60	Total risk weighted assets (I)	5,257,936	
Consolidated capital ad		.,,	
61	Common Equity Tier 1 (as a percentage of risk weighted assets) ((c)/(l))	21.7%	
62	Tier 1 (as a percentage of risk weighted assets) ((g) / (l))	21.7%	
63	Total capital (as a percentage of risk weighted assets) ((k) / (l))	21.7%	
	esholds for deduction (before risk weighting) (6)	==,,,,,	
72	Non-significant investments in the capital of other financials	118,238	
73	Significant investments in the common stock of financials	35,437	
74	Mortgage servicing rights (net of related tax liability)	33,137	
75	Deferred tax assets arising from temporary differences (net of related tax liability)	8,847	
	inclusion of allowance in Tier 2 (7)	0,047	
	Allowance eligible for inclusion in Tier 2 in respect of exposures subject to Standardized approach (prior to application of cap)		
77	Cap on inclusion of allowance in Tier 2 under Standardized approach		
78	Allowance eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-	
79	Cap for inclusion of allowance in Tier 2 under internal ratings-based approach	-	
	oject to phase out arrangements (8)	-	
82	Current cap on AT1 instruments subject to Phase out arrangements		
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	-	
84	Current cap on T2 instruments subject to Phase out arrangements	-	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	-	

9. The amount of each account in Balance sheet as in published statement and the reference number in composition of capital disclosure under the assumption of the financial statement under the regulatory scope of consolidation complying the Capital Adequacy Ratio Accord item 3

	1		(Willions of yen)
Reference number in composition of capital disclosure		Balance sheets as in published statements	Under regulatory scope of consolidation
	Assets		
	Current assets		
	Cash and deposits	4,669,397	4,669,39
	Cash segregated as deposits	392,294	392,294
	Notes and accounts receivable-trade	18,178	18,178
18, 39, 54, 72, 73	Short-term investment securities	1,030,007	1,030,00
16, 18, 39, 54, 72, 73	Trading products	7,034,664	7,034,664
18, 39, 54, 72, 73	Operational investment securities	156,543	156,543
	Allowance for investment loss	Δ 4,369	Δ 4,369
	Operating loans	717,111	717,11
	Work in process	1,395	1,395
	Margin transaction assets	220,341	220,34
	Loans secured by securities	6,578,491	6,578,49
	Advances paid	26,391	26,39
	Short-term loans receivable	1,278	1,278
	Accrued income	36,564	36,56
10, 75	Deferred tax assets	5,011	5,01
	Other current assets	400,475	400,47
	Allowance for doubtful accounts	Δ 620	Δ 62
	Total current assets	21,283,158	21,283,15
	Noncurrent assets	·	
	Property, plant and equipment	123,699	123,699
	Intangible assets	103,681	103,68
8	Goodwill	13,428	13,42
9	Others	90,253	90,25
	Investments and other assets	415,325	415,32
18, 39, 54, 72, 73	Investment securities	355,993	355,999
10, 75	Deferred tax assets	4,536	4,53
	Others	54,796	54,79
	Total noncurrent assets	642,706	642,70
	Total assets	21,925,865	21,925,865

			(Millions of yen)
Reference number in composition of capital disclosure		Balance sheets as in published statements	Under regulatory scope of consolidation
	Liabilities		
	Current liabilities		
	Notes and accounts payable-trade	5,135	5,135
	Trading products	4,935,096	4,935,096
	Trading date accrual	175,369	175,369
	Margin transaction liabilities	86,740	86,740
	Loans payable secured by securities	6,376,375	6,376,375
	Deposits from banking business	3,555,097	3,555,097
	Deposits received	396,201	396,201
	Guarantee deposits received	418,324	418,324
	Short-term loans payable	1,343,005	1,343,005
	Commercial paper	115,500	115,500
	Current portion of bonds	290,505	290,505
	Income taxes payable	3,530	3,530
	Deferred tax liabilities	1,860	1,860
	Provision for bonuses	21,103	21,103
	Other current liabilities	123,462	123,462
	Noncurrent liabilities		
	Bonds payable	1,267,634	1,267,634
	Long-term loans payable	1,335,688	1,335,688
	Deferred tax liabilities	20,611	20,611
	Net defined benefit liabilities	41,495	41,495
	Provision for loss on litigation	26,035	26,035
	Other noncurrent liabilities	7,531	7,531
	Reserves under the special laws	3,930	3,930
	Total liabilities	20,550,232	20,550,232
	Net assets		
	Shareholders' equity		
la	Common stock	247,397	247,397
la	Capital surplus	230,713	230,713
2	Retained earnings	749,256	749,256
1c	Treasury stock	Δ 40,205	Δ 40,205
1c	Advances on subscription of treasury stock	6	6
	Total shareholders' equity	1,187,168	1,187,168
	Accumulated other comprehensive income		
	Valuation difference on available-for-sale securities	82,759	82,759
11	Deferred gains or losses on hedges	Δ 6,551	Δ 6,551
	Foreign currency translation adjustment	15,266	15,266
3	Total accumulated other comprehensive income	91,474	91,474
1b	Subscription rights to shares	8,335	8,335
34-35, 48-49	Minority interests	88,653	88,653
,	Total net assets	1,375,632	1,375,632

10. Overview of main features of regulatory capital instruments

1	Issuer	Daiwa Securities Group Inc.
2	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement)	NA
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment	
4	Transitional Basel III rules	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Group
7	Instrument type (types to be specified by each jurisdiction)	Common stock
8	Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)	
	Consolidated Capital Adequacy Ratio	1,187,168 million Yen
9	Par value of instrument	_
10	Accounting classification	
	Consolidated balance sheets	Shareholders' equity
11	Original date of issuance	_
12	Perpetual or dated	NA
13	Original maturity date	_
14	Issuer call subject to prior supervisory approval	NA
15	Optional call date, contingent call dates and redemption amount	_
16	Subsequent call dates, if applicable	_
	Coupons / dividends	
17	Fixed or floating dividend/coupon	Floating
18	Coupon rate and any related index	_
19	Existence of a dividend stopper	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary
21	Existence of step up or other incentive to redeem	NA
22	Noncumulative or cumulative	NA
23	Convertible or non-convertible	NA
24	If convertible, conversion trigger(s)	_
25	If convertible, fully or partially	_
26	If convertible, conversion rate	_
27	If convertible, mandatory or optional conversion	_
28	If convertible, specify instrument type convertible into	_
29	If convertible, specify issuer of instrument it converts into	_
30	Write-down feature	NA
31	If write-down, write-down trigger(s)	_
32	If write-down, full or partial	_
33	If write-down, permanent or temporary	_
34	If temporary write-down, description of write-up mechanism	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts
36	Non-compliant transitioned features	NA
37	If yes, specify non-compliant features	_

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private	Daiwa Securities Group inc.	Daiwa Securities Group inc.
2	placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in July 2006	Stock subscription right issued in July 2007
8	Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	203 million Yen	233 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	July 1, 2006	July 1, 2007
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2026	June 30, 2027
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		•
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index		
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA NA	NA NA
22	Noncumulative or cumulative	NA	NA NA
23	Convertible or non-convertible	NA NA	NA NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion		_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into		_
30	Write-down feature		
31		NA _	NA
	If write-down, write-down trigger(s)		_
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism	_	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
37	If yes, specify non-compliant features	_	

2 Unique sientifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement) NA NA 3 Governing law(s) of the instrument Japanese Law Japanese Law Regulatory treatment Common Equity Tier Leapital Common Equity Tier Leapital 4 Transitional Base III rules Common Equity Tier Leapital Dains Securities Group Inc. 6 Eligible at solo/group/group-&solo Daiss Securities Group Inc. Daiss Securities Group Inc. 6 Instrument type (types to be specified by each jurisdiction) Stock subscription right saised in July 2008 6 Amount recognized in regulatory capital (Currency in millions, as of the particle of Currency in millions, as of the particle of Currency in millions, as of the particle of Currency in millions, as of the particle of Stock subscription right series 5 9 Pur value of instrument — — — — — — — — — — — — — — — — — — —	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Regulatory treatment	2		NA	NA
Transitional Basel III rules	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
Social Post-transitional Basel III rules Daiwa Securities Group Inc. Daiwa Securities Inc. Daiwa Securities Inc. Daiwa Securities Ing. Daiwa Securities Ing. Daiwa Securities Group Inc. Daiwa Securities Group Inc. Daiwa Securities Group Inc. Daiwa Securities Group Inc. Daiwa Securitie		Regulatory treatment		
Bigble at solo/group/group&solo Daiwa Securities Group Inc.	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Properties of the specified by each jurisdiction Stock subscription right issued in July 2008 Stock subscription right series 5	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) Consolidated Capital Adequacy Ratio 214 million Yen 633 million Yen	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
most recent reporting date) Consolidated Capital Adequacy Ratio Par value of instrument Accounting classification Consolidated balance sheets Stock subscription right Consolidated balance sheets Stock subscription right Original date of issuance Paper and a subject to prior supervisory approval It original date of issuance Poptional call date, contringent call dates and redemption amount Susuer call subject to prior supervisory approval Susuer call subject to prior supervisory approval Susuer call subject to prior supervisory approval Susuer call dates, if applicable Coupons / dividends Fised or floating dividend/coupon Fised or floating dividend/coupon Fised or floating dividend/coupon Floating	7	Instrument type (types to be specified by each jurisdiction)		Stock subscription right series 5
Par value of instrument	8			
Accounting classification Consoldated balance sheets Stock subscription right Original date of issuance July 1, 2008 September 8, 2008 June 20, 2018 June 30, 2028 June 20, 2018 June 30, 2028 June 20, 2018 June 30, 2028 June 20, 2018 June 20, 2018 NA NA NA Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates and redemption amount Subsequent call dates, ontingent call dates, and redemption amount Subsequent call dates, ontingent call dates, and redemption amount Subsequent call dates, ontingent call dates, ontingent call dates, dates and redemption amount Subsequent call dates, ontingent call dates, dates and redemption amount Subsequent call dates, ontingent call dates, dates and redemption amount Subsequent call dates, ontingent call dates, dates and redemption amount Subsequent ca		Consolidated Capital Adequacy Ratio	214 million Yen	633 million Yen
Consolidated balance sheets Stock subscription right Original date of issuance July 1,2008 September 8, 2008	9	Par value of instrument	_	_
11 Original date of issuance July 1, 2008 September 8, 2008 12 Perpetual or dated Dated Dated 13 Original maturity date June 30, 2028 June 20, 2018 14 Issuer call subject to prior supervisory approval NA NA 15 Optional call date, contingent call dates and redemption amount — — 16 Subsequent call dates, if applicable — — Coupons / dividends — — 18 Coupon rate and any related index — — 19 Existence of a dividend stopper NA NA 10 Fully discretionary, partially discretionary or mandatory Fully discretionary Fully discretionary 21 Existence of step up or other incentive to redeem NA NA 22 Noncumulative or cumulative NA NA 23 Convertible or non-convertible NA NA 24 If convertible, conversion trigger(s) — — 25 If convertible, fully or partially — — 26 If convertible, conversion rate — — 27 If convertible, specify instrument type convertible into — — 28 If convertible, specify instrument type convertible into — — 30 Write-down, feature NA NA 31 If write-down, write-down trigger(s) —<	10	Accounting classification		
12 Perpetual or dated Dated Dated Dated 13 Original maturity date June 30, 2028 June 20, 2018 14 Issuer call subject to prior supervisory approval NA NA 15 Optional call date, contingent call dates and redemption amount - - 16 Subsequent call dates, if applicable - - 17 Fixed or floating dividend/coupon Floating Floating 18 Coupons / dividends - - - 19 Existence of a dividend stopper NA NA 10 Fully discretionary, partially discretionary or mandatory Fully discretionary 11 Existence of step up or other incentive to redeem NA NA NA 12 Existence of step up or other incentive to redeem NA NA NA 12 Noncumulative or cumulative NA NA NA 13 Convertible or non-convertible NA NA NA 14 If convertible, conversion trigger(s) - - 15 If convertible, conversion rate - - 26 If convertible, mandatory or optional conversion - - 27 If convertible, specify instrument type convertible into - - 28 If convertible, specify instrument it converts into - - 29 If convertible, specify instrument it converts into - - 20 Urite-down, write-down trigger(s) - - 30 Urite-down, permanent or temporary - - 31 If write-down, permanent or temporary - - 32 Position in subordination hierarchy in liquidation (specify instrument type inmediately senior to instrument Debts Debts		Consolidated balance sheets	Stock subscription right	Stock subscription right
June 30, 2028 June 20, 2018	11	Original date of issuance	July 1, 2008	
14 Issuer call subject to prior supervisory approval NA NA 15 Optional call date, contingent call dates and redemption amount — — 16 Subsequent call dates, if applicable — — Coupons / dividends — — 18 Coupon rate and any related index — — 19 Existence of a dividend stopper NA NA 20 Fully discretionary, partially discretionary or mandatory Fully discretionary Fully discretionary 21 Existence of step up or other incentive to redeem NA NA 22 Noncumulative or cumulative NA NA 23 Convertible or non-convertible NA NA 24 If convertible, conversion trigger(s) — — 25 If convertible, conversion rate — — 26 If convertible, pandatory or optional conversion — — 27 If convertible, specify instrument type convertible into — — 28 If convertible, specify issuer of instrument it converts into — — 30 Write-down, feature NA NA 31 If write-down, write-down, till or partial — — 32 If write-down, per	12	Perpetual or dated	Dated	Dated
15 Optional call date, contingent call dates and redemption amount -	13	Original maturity date	June 30, 2028	June 20, 2018
16 Subsequent call dates, if applicable — — Coupons / dividends — — 17 Fixed or floating dividend/coupon Floating Floating 18 Coupon rate and any related index — — 19 Existence of a dividend stopper NA NA 20 Fully discretionary, partially discretionary or mandatory Fully discretionary Fully discretionary 21 Existence of step up or other incentive to redeem NA NA 22 Noncumulative or cumulative NA NA 23 Convertible or non-convertible NA NA 24 If convertible, conversion trigger(s) — — 25 If convertible, fully or partially — — 26 If convertible, mandatory or optional conversion — — 27 If convertible, mandatory or optional conversion — — 28 If convertible, specify instrument type convertible into — — 29 If convertible, specify issuer of instrument it converts into — — 30 Write-down, write-down, trigger(s) — </td <td>14</td> <td>Issuer call subject to prior supervisory approval</td> <td>NA</td> <td>NA</td>	14	Issuer call subject to prior supervisory approval	NA	NA
Coupons / dividends Fixed or floating dividend/coupon Floating Floating	15	Optional call date, contingent call dates and redemption amount	_	_
17 Fixed or floating dividend/coupon Floating Floating 18 Coupon rate and any related index — — 19 Existence of a dividend stopper NA NA 20 Fully discretionary, partially discretionary or mandatory Fully discretionary Fully discretionary 21 Existence of step up or other incentive to redeem NA NA 22 Noncumulative or cumulative NA NA 23 Convertible or non-convertible NA NA 24 If convertible, conversion trigger(s) — — 25 If convertible, conversion rate — — 26 If convertible, conversion rate — — 27 If convertible, mandatory or optional conversion — — 28 If convertible, specify instrument type convertible into — — 29 If convertible, specify issuer of instrument it converts into — — 30 Write-down feature NA NA 31 If write-down, permanent or temporary — — 32 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Posi	16	Subsequent call dates, if applicable	_	_
Coupon rate and any related index		Coupons / dividends		
Existence of a dividend stopper	17	Fixed or floating dividend/coupon	Floating	Floating
Fully discretionary, partially discretionary or mandatory Existence of step up or other incentive to redeem NA NA NA NA Convertible or non-convertible NA NA NA NA If convertible, conversion trigger(s) If convertible, conversion rate If convertible, mandatory or optional conversion If convertible, specify instrument type convertible into If convertible, specify instrument it converts into If write-down, write-down trigger(s) If write-down, permanent or temporary If themporary write-down, description of write-up mechanism Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) NA NA NA NA NA NA NA NA NA N	18	Coupon rate and any related index	_	_
Existence of step up or other incentive to redeem	19	Existence of a dividend stopper	NA	NA
Na	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
Convertible or non-convertible	21	Existence of step up or other incentive to redeem	NA	NA
24 If convertible, conversion trigger(s) — — 25 If convertible, fully or partially — — 26 If convertible, conversion rate — — 27 If convertible, mandatory or optional conversion — — 28 If convertible, specify instrument type convertible into — — 29 If convertible, specify issuer of instrument it converts into — — 30 Write-down feature NA NA 31 If write-down, write-down trigger(s) — — 32 If write-down, full or partial — — 33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	22	Noncumulative or cumulative	NA	NA
25 If convertible, fully or partially 26 If convertible, conversion rate 27 If convertible, mandatory or optional conversion 28 If convertible, specify instrument type convertible into 29 If convertible, specify issuer of instrument it converts into 30 Write-down feature 31 If write-down, write-down trigger(s) 32 If write-down, full or partial 33 If write-down, permanent or temporary 34 If temporary write-down, description of write-up mechanism 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) 36 Non-compliant transitioned features 37 NA 38 NA 39 NA 30 NA 30 NA 30 NA 31 NA 31 NA	23	Convertible or non-convertible	NA	NA
26	24	If convertible, conversion trigger(s)	_	_
27 If convertible, mandatory or optional conversion — — 28 If convertible, specify instrument type convertible into — — 29 If convertible, specify issuer of instrument it converts into — — 30 Write-down feature NA NA 31 If write-down, write-down trigger(s) — — 32 If write-down, full or partial — — 33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	25	If convertible, fully or partially	_	_
If convertible, specify instrument type convertible into If convertible, specify issuer of instrument it converts into Write-down feature NA If write-down, write-down trigger(s) If write-down, full or partial If write-down, permanent or temporary If temporary write-down, description of write-up mechanism Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) NA NA NA NA NA NA NA NA NA	26	If convertible, conversion rate	_	_
29 If convertible, specify issuer of instrument it converts into	27	If convertible, mandatory or optional conversion	_	_
30 Write-down feature NA NA 31 If write-down, write-down trigger(s) — — 32 If write-down, full or partial — — 33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	28	If convertible, specify instrument type convertible into	_	_
31 If write-down, write-down trigger(s) — — 32 If write-down, full or partial — — 33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	29	If convertible, specify issuer of instrument it converts into	_	_
32 If write-down, full or partial - - - 33 If write-down, permanent or temporary - - 34 If temporary write-down, description of write-up mechanism - - 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	30		NA	NA
32 If write-down, full or partial — — 33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	31	If write-down, write-down trigger(s)	_	_
33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	32		_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts Non-compliant transitioned features NA NA	33		_	_
type immediately senior to instrument) Deots Deots Non-compliant transitioned features NA NA NA	34	If temporary write-down, description of write-up mechanism	_	_
36 Non-compliant transitioned features NA NA	35		Debts	Debts
37 If yes specify non-compliant features – – –	36	Non-compliant transitioned features	NA	NA
I goo, opening non-compliant founded	37	If yes, specify non-compliant features	_	_

Dispute dentifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) Dispute Securities Dispu	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Accounting class sification Control State of Instrument Japanese Law Japanese Law Japanese Law Regulatory treatment Common Equity Ter I capital Common Equity Ter I capita	_	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
Regulatory treatment Transitional Basel III rules Common Equity Tier I capital Daiwa Securities Group Inc. Bistrument type (types to be specified by each jurisdiction) Stock subscription right is sued in July 2009 Rouse Tree I reporting date' Consolidated Capital Adequacy Ratio Par value of instrument Consolidated Capital Adequacy Ratio Par value of instrument Consolidated balance sheets Stock subscription right	2	placement)	NA	NA
Transitional Basel III rules Common Equity Tier I capital Stock subscription right Stock subscription right Comsolated Data Common Equity Tier I capital Stock subscription right Stock subscription right Stock subscription right Consolated Data	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
Dest-transitional Basel III rules		Regulatory treatment		
Bigible at solo/group/group&solo	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Instrument type (types to be specified by each jurisdiction) Stock subscription right issued in July 2009	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) Consolidated Capital Adequacy Ratio Par value of instrument Consolidated balance sheets Stock subscription right Stock subscription right Original date of issuance July 1, 2009 November 9, 2009 Perpetual or dated Dated Dated Dated Dated Dated Dated Dated Optional call date, contingent call dates and redemption amount Coupons' dividends Subsequent call dates, frapplicable Coupons' dividends Coupon rate and any related index Fixed or floating dividend/coupon Fixed or floating dividend/scoupon Fixed or floating dividend/scoupon Fixed or floating dividend stopper NA NA NA NA Pully discretionary, partially discretionary or mandatory Fully discretionary Fully discretionar	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
most recent reporting date) Consolidated Capital Adequacy Ratio Par value of instrument 10 Accounting classification Consolidated balance sheets Stock subscription right Original date of issuance July 1, 2009 November 9,	7	Instrument type (types to be specified by each jurisdiction)	^ -	Stock subscription right series 6
Par value of instrument	8			
Accounting classification Consolidated balance sheets Stock subscription right Stock subscription right Original date of issuance July 1, 2009 November 9, 2009		Consolidated Capital Adequacy Ratio	288 million Yen	275 million Yen
Consolidated balance sheets Consolidated balance sheets July 1, 2009 November 9, 2009 Repretual or dated Dated Dated Dated Dated Dated Dated Dated Dated Dated Dated Dated	9	Par value of instrument	_	_
11 Original date of issuance	10	Accounting classification		
12 Perpetual or dated Dated Dated Dated Dated 3 Original maturity date June 30, 2029 June 19, 2019 June 19,		Consolidated balance sheets	Stock subscription right	Stock subscription right
13 Original maturity date June 30, 2029 June 19, 2019 14 Issuer call subject to prior supervisory approval NA	11	Original date of issuance	July 1, 2009	November 9, 2009
Issuer call subject to prior supervisory approval NA	12	Perpetual or dated	Dated	Dated
15 Optional call date, contingent call dates and redemption amount	13	Original maturity date	June 30, 2029	June 19, 2019
16 Subsequent call dates, if applicable - - -	14	Issuer call subject to prior supervisory approval	NA	NA
Coupons / dividends 17 Fixed or floating dividend/coupon 18 Coupon rate and any related index	15	Optional call date, contingent call dates and redemption amount	_	_
Fixed or floating dividend/coupon Floating Floating	16	Subsequent call dates, if applicable	_	_
18 Coupon rate and any related index — — — — — — — — — — — — — — — — — — —		Coupons / dividends		
19 Existence of a dividend stopper NA	17	Fixed or floating dividend/coupon	Floating	Floating
20 Fully discretionary, partially discretionary or mandatory 21 Existence of step up or other incentive to redeem NA	18	Coupon rate and any related index	_	_
Existence of step up or other incentive to redeem	19	Existence of a dividend stopper	NA	NA
Noncumulative or cumulative Noncumulative or	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
Convertible or non-convertible NA	21	Existence of step up or other incentive to redeem	NA	NA
24	22	Noncumulative or cumulative	NA	NA
25 If convertible, fully or partially — — — — — — — — — — — — — — — — — —	23	Convertible or non-convertible	NA	NA
26	24	If convertible, conversion trigger(s)	_	_
27	25	If convertible, fully or partially	_	_
28 If convertible, specify instrument type convertible into 29 If convertible, specify issuer of instrument it converts into 30 Write-down feature NA NA 31 If write-down, write-down trigger(s) 32 If write-down, full or partial 33 If write-down, permanent or temporary 34 If temporary write-down, description of write-up mechanism Position in subordination hierarchy in liquidation (specify instrument) Debts Debts	26	If convertible, conversion rate	_	_
29 If convertible, specify issuer of instrument it converts into 30 Write-down feature NA NA NA 31 If write-down, write-down trigger(s) 32 If write-down, full or partial 33 If write-down, permanent or temporary 34 If temporary write-down, description of write-up mechanism Position in subordination hierarchy in liquidation (specify instrument Debts Debts	27	If convertible, mandatory or optional conversion	_	_
30 Write-down feature	28	If convertible, specify instrument type convertible into	_	_
31	29	If convertible, specify issuer of instrument it converts into	_	_
32	30	Write-down feature	NA	NA
33 If write-down, permanent or temporary	31	If write-down, write-down trigger(s)	_	-
34 If temporary write-down, description of write-up mechanism – – — — — — — — — — — — — — — — — — —	32	If write-down, full or partial	_	_
Position in subordination hierarchy in liquidation (specify instrument Debts Debts	33	If write-down, permanent or temporary	_	_
1 35 1 Debts 1 Debts	34	If temporary write-down, description of write-up mechanism	_	_
type miniculately semior to institutiont)	35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36 Non-compliant transitioned features NA NA	36	Non-compliant transitioned features	NA	NA
37 If yes, specify non-compliant features – –	37	If yes, specify non-compliant features	_	_

2 Unique sientifier (e.g., CUSIP), ISIN or Bloomberg identifier for private placement) NA NA 3 Governing law(s) of the instrument Japanese Law Japanese Law 4 Feature (a.g., Law) Common Equity Tier Leapital Common Equity Tier Leapital 5 Post-transitional Basel III rules Common Equity Tier Leapital Common Equity Tier Leapital 6 Bigible at solo/group/group/Rool Datew Securities Group Inc. Datew Securities Group Inc. 7 Instrument type (types to be specified by each jurisdiction) Slock subscription right sixed in July 2010 Stock subscription right series 7 8 Amount recognized in regulatory capital (Currency in millions, as of the mast securities group in date?) Slock subscription right series 7 9 Parvalue of instrument ————————————————————————————————————	1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
Regulatory treatment	2		NA	NA
Transitional Basel III rules	3	Governing law(s) of the instrument	Japanese Law	Japanese Law
5 Post-transitional Basel III rules Common Equity Tier 1 capital 6 Blighbe at sologroup/group/group/group/scolo Daiwa Securities Group Inc. 7 Instrument type (types to be specified by each jurisdiction) 8 Namount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) 8 Namount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) 8 Namount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) 9 Par value of instrument		Regulatory treatment		
Bigible at solo/group/group&solo Daiwa Securities Group Inc. Instrument type (types to be specified by each jurisdiction) Stock subscription right series 7 Stock subscription right series 8 Stock subscription right series 9 Stock su	4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
Instrument type (types to be specified by each jurisdiction) Stock subscription right is series 7	5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
## Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) Consolidated Capital Adequacy Ratio Par value of instrument Consolidated balance sheets Stock subscription right Consolidated balance sheets Stock subscription right Topinal date of issuance Perpetual or dated D	6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
most recent reporting date) Consolidated Capital Adequacy Ratio Par value of instrument Accounting classification Consolidated balance sheets Stock subscription right Original date of issuance Part value of instrument Original date of issuance Pated Dated Dated Dated Dated Dated Dated Dated Dated Original maturity date June 30, 2030 June 25, 2020 Issuer call subject to prior supervisory approval NA NA NA NA NA NA Suscer call date, contingent call dates and redemption amount Coupons / dividends Fised or floating dividend/coupon Fised or floating dividend/coupon Floating Float	7	Instrument type (types to be specified by each jurisdiction)		Stock subscription right series 7
Par value of instrument	8			
Accounting classification Consolidated balance sheets Stock subscription right Original date of issuance July 1, 2010 September 2, 2020 Se		Consolidated Capital Adequacy Ratio	337 million Yen	269 million Yen
Consolidated balance sheets Stock subscription right Original date of issuance July 1, 2010 September 1, 2010	9	Par value of instrument	_	_
11 Original date of issuance	10	Accounting classification		
Perpetual or dated		Consolidated balance sheets	Stock subscription right	Stock subscription right
13 Original maturity date June 30, 2030 June 25, 2020 14 Issuer call subject to prior supervisory approval NA NA 15 Optional call date, contingent call dates and redemption amount —	11	Original date of issuance	July 1, 2010	September 1, 2010
14 Issuer call subject to prior supervisory approval NA NA 15 Optional call date, contingent call dates and redemption amount — — 16 Subsequent call dates, if applicable — — Coupons / dividends — — 17 Fixed or floating dividend/coupon Floating Floating 18 Coupon rate and any related index — — 19 Existence of a dividend stopper NA NA 20 Fully discretionary, partially discretionary or mandatory Fully discretionary 21 Existence of step up or other incentive to redeem NA NA 22 Noncumulative or cumulative NA NA 23 Convertible or non-convertible NA NA 24 If convertible, conversion trigger(s) — — 25 If convertible, conversion rate — — 26 If convertible, pandatory or optional conversion — — 27 If convertible, specify instrument type convertible into — — 28 If convertible, specify issuer of instrument it converts into — — 30 Write-down, feature NA NA 31 If write-down, write-down trigger(s)	12	Perpetual or dated	Dated	Dated
15 Optional call date, contingent call dates and redemption amount -	13	Original maturity date	June 30, 2030	June 25, 2020
Subsequent call dates, if applicable	14	Issuer call subject to prior supervisory approval	NA	NA
Coupons / dividends 17 Fixed or floating dividend/coupon 18 Coupon rate and any related index 19 Existence of a dividend stopper 19 Existence of a dividend stopper 19 Fully discretionary, partially discretionary or mandatory 20 Fully discretionary, partially discretionary or mandatory 21 Existence of step up or other incentive to redeem 22 Noncumulative or cumulative 23 Nan 24 Noncumulative or cumulative 25 Nan 26 Nan 27 If convertible, fully or partially 28 If convertible, conversion trager(s) 29 If convertible, mandatory or optional conversion 29 If convertible, specify instrument type convertible into 29 If convertible, specify issuer of instrument it converts into 30 Write-down feature 31 If write-down, write-down trigger(s) 32 If write-down, permanent or temporary 33 If write-down, permanent or temporary 34 If temporary write-down, description of write-up mechanism 40 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) 40 Non-compliant transitioned features 41 Non-compliant transitioned features 42 Non-compliant transitioned features 43 Non-compliant transitioned features 44 Non-compliant transitioned features 45 Non-compliant transitioned features 46 Non-compliant transitioned features 47 Non-compliant transitioned features 48 Non-compliant transitioned features 49 Non-compliant transitioned features 40 Non-compliant transitioned features 40 Non-compliant transitioned features 41 Non-compliant transitioned features 41 Non-compliant transitioned features 41 Non-compliant transitioned features 41 Non-compliant transitioned features 42 Non-compliant transitioned features 43 Non-compliant transitioned features 44 Non-compliant transitioned features 45 Non-compliant transitioned features 46 Non-compliant transitioned features 47 Non-compliant transitioned features 48 Non-compliant transitioned features 49 Non-compliant transitioned features 40 Non-compliant transitioned features 40 Non-compliant transitioned features 40 Nan 41 Nan 42 Nan 43 Nan 44 Nan	15	Optional call date, contingent call dates and redemption amount	_	_
Fixed or floating dividend/coupon Floating Floating	16	Subsequent call dates, if applicable	_	_
18 Coupon rate and any related index		Coupons / dividends		
Existence of a dividend stopper	17	Fixed or floating dividend/coupon	Floating	Floating
Fully discretionary, partially discretionary or mandatory Existence of step up or other incentive to redeem NA NA NA NA NA NA NA NA NA N	18	Coupon rate and any related index	_	_
Existence of step up or other incentive to redeem	19	Existence of a dividend stopper	NA	NA
Na	20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
23 Convertible or non-convertible NA	21	Existence of step up or other incentive to redeem	NA	NA
24 If convertible, conversion trigger(s) — — 25 If convertible, fully or partially — — 26 If convertible, conversion rate — — 27 If convertible, mandatory or optional conversion — — 28 If convertible, specify instrument type convertible into — — 29 If convertible, specify issuer of instrument it converts into — — 30 Write-down feature NA NA 31 If write-down, write-down trigger(s) — — 32 If write-down, full or partial — — 33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	22	Noncumulative or cumulative	NA	NA
1	23	Convertible or non-convertible	NA	NA
26	24	If convertible, conversion trigger(s)	_	_
If convertible, mandatory or optional conversion	25	If convertible, fully or partially	_	_
If convertible, specify instrument type convertible into If convertible, specify issuer of instrument it converts into Write-down feature NA If write-down, write-down trigger(s) If write-down, full or partial If write-down, permanent or temporary If temporary write-down, description of write-up mechanism Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Non-compliant transitioned features NA NA	26	If convertible, conversion rate	_	_
29 If convertible, specify issuer of instrument it converts into 30 Write-down feature NA NA NA 11 If write-down, write-down trigger(s) 22 If write-down, full or partial 33 If write-down, permanent or temporary 34 If temporary write-down, description of write-up mechanism 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts Debts Debts	27	If convertible, mandatory or optional conversion	_	_
NA NA NA NA NA If write-down, write-down trigger(s) - - -	28	If convertible, specify instrument type convertible into	_	_
31 If write-down, write-down trigger(s) — — 32 If write-down, full or partial — — 33 If write-down, permanent or temporary — — 34 If temporary write-down, description of write-up mechanism — — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	29	If convertible, specify issuer of instrument it converts into	_	_
32 If write-down, full or partial - - 33 If write-down, permanent or temporary - - 34 If temporary write-down, description of write-up mechanism - - 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts 36 Non-compliant transitioned features NA NA	30	Write-down feature	NA	NA
33 If write-down, permanent or temporary	31	If write-down, write-down trigger(s)	_	_
34 If temporary write-down, description of write-up mechanism — 35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts 36 Non-compliant transitioned features NA NA	32	If write-down, full or partial	_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts Non-compliant transitioned features NA NA	33		_	_
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) Debts Debts Non-compliant transitioned features NA NA	34	If temporary write-down, description of write-up mechanism	_	_
·	35	1	Debts	Debts
37 If yes, specify non-compliant features – –	36	Non-compliant transitioned features	NA	NA
	37	If yes, specify non-compliant features		

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1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
2	placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in July 2011	Stock subscription right series 8
	Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	395 million Yen	273 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	July 1, 2011	September 5, 2011
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2031	June 24, 2021
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	_	_
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA
22	Noncumulative or cumulative	NA	NA
23	Convertible or non-convertible	NA	NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion	_	_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into	_	_
30	Write-down feature	NA	NA
31	If write-down, write-down trigger(s)	_	_
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism	_	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
37	If yes, specify non-compliant features	_	_

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		NIA
2	placement)	NA	NA
3	Governing law(s) of the instrument	Japanese Law	Japanese Law
	Regulatory treatment		
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in February 2013	Stock subscription right series 9
	Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)		
	Consolidated Capital Adequacy Ratio	448 million Yen	1,085 million Yen
9	Par value of instrument	_	_
10	Accounting classification		
	Consolidated balance sheets	Stock subscription right	Stock subscription right
11	Original date of issuance	February 12, 2013	February 12, 2013
12	Perpetual or dated	Dated	Dated
13	Original maturity date	June 30, 2032	June 26, 2022
14	Issuer call subject to prior supervisory approval	NA	NA
15	Optional call date, contingent call dates and redemption amount	_	_
16	Subsequent call dates, if applicable	_	_
	Coupons / dividends		
17	Fixed or floating dividend/coupon	Floating	Floating
18	Coupon rate and any related index	_	_
19	Existence of a dividend stopper	NA	NA
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA
22	Noncumulative or cumulative	NA	NA
23	Convertible or non-convertible	NA	NA
24	If convertible, conversion trigger(s)	_	_
25	If convertible, fully or partially	_	_
26	If convertible, conversion rate	_	_
27	If convertible, mandatory or optional conversion	_	_
28	If convertible, specify instrument type convertible into	_	_
29	If convertible, specify issuer of instrument it converts into	_	_
30	Write-down feature	NA	NA
31	If write-down, write-down trigger(s)	_	
32	If write-down, full or partial	_	_
33	If write-down, permanent or temporary	_	_
34	If temporary write-down, description of write-up mechanism	_	_
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts
36	Non-compliant transitioned features	NA	NA
-			

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private			
2	placement)	NA	NA	
3	Governing law(s) of the instrument	Japanese Law	Japanese Law	
	Regulatory treatment			
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in February 2014	Stock subscription right series 10	
8 Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)				
	Consolidated Capital Adequacy Ratio	370 million Yen	1,038 million Yen	
9	Par value of instrument	_	_	
10	Accounting classification			
	Consolidated balance sheets	Stock subscription right	Stock subscription right	
11	Original date of issuance	February 10, 2014	February 10, 2014	
12	Perpetual or dated	Dated	Dated	
13	Original maturity date	June 30, 2033	June 25, 2023	
14	Issuer call subject to prior supervisory approval	NA	NA	
15	Optional call date, contingent call dates and redemption amount	_	_	
16	Subsequent call dates, if applicable	_	_	
	Coupons / dividends			
17	Fixed or floating dividend/coupon	Floating	Floating	
18	Coupon rate and any related index	_	_	
19	Existence of a dividend stopper	NA	NA	
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	
21	Existence of step up or other incentive to redeem	NA	NA	
22	Noncumulative or cumulative	NA	NA	
23	Convertible or non-convertible	NA	NA	
24	If convertible, conversion trigger(s)	_	_	
25	If convertible, fully or partially	_	_	
26	If convertible, conversion rate	_	_	
27	If convertible, mandatory or optional conversion	_	_	
28	If convertible, specify instrument type convertible into	_	_	
29	If convertible, specify issuer of instrument it converts into	_	_	
30	Write-down feature	NA	NA	
31	If write-down, write-down trigger(s)	_	_	
32	If write-down, full or partial	_	_	
33	If write-down, permanent or temporary	_	_	
34	If temporary write-down, description of write-up mechanism	_	_	
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts	
36	Non-compliant transitioned features	NA	NA	
37	If yes, specify non-compliant features			

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private			
2	placement)	NA	NA	
3	Governing law(s) of the instrument	Japanese Law	Japanese Law	
	Regulatory treatment			
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in February 2015	Stock subscription right series 11	
8 Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)				
	Consolidated Capital Adequacy Ratio	389 million Yen	675 million Yen	
9	Par value of instrument	_	_	
10	Accounting classification			
	Consolidated balance sheets	Stock subscription right	Stock subscription right	
11	Original date of issuance	February 9, 2015	February 9, 2015	
12	Perpetual or dated	Dated	Dated	
13	Original maturity date	June 30, 2034	June 25, 2024	
14	Issuer call subject to prior supervisory approval	NA	NA	
15	Optional call date, contingent call dates and redemption amount	_	_	
16	Subsequent call dates, if applicable	_	_	
	Coupons / dividends			
17	Fixed or floating dividend/coupon	Floating	Floating	
18	Coupon rate and any related index	_	_	
19	Existence of a dividend stopper	NA	NA	
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	
21	Existence of step up or other incentive to redeem	NA	NA	
22	Noncumulative or cumulative	NA	NA	
23	Convertible or non-convertible	NA	NA	
24	If convertible, conversion trigger(s)	_	_	
25	If convertible, fully or partially	_	_	
26	If convertible, conversion rate	_	_	
27	If convertible, mandatory or optional conversion	_	_	
28	If convertible, specify instrument type convertible into	_	_	
29	If convertible, specify issuer of instrument it converts into	_	_	
30	Write-down feature	NA	NA	
31	If write-down, write-down trigger(s)	_	_	
32	If write-down, full or partial	_	_	
33	If write-down, permanent or temporary	_	_	
34	If temporary write-down, description of write-up mechanism	_	_	
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts	
36	Non-compliant transitioned features	NA	NA	
37	If yes, specify non-compliant features			

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		ì	
2	placement)	NA	NA	
3	Governing law(s) of the instrument	Japanese Law	Japanese Law	
	Regulatory treatment			
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in February 2016	Stock subscription right series 12	
8 Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)				
	Consolidated Capital Adequacy Ratio	385 million Yen	220 million Yen	
9	Par value of instrument	_	_	
10	Accounting classification			
	Consolidated balance sheets	Stock subscription right	Stock subscription right	
11	Original date of issuance	February 16, 2016	February 16, 2016	
12	Perpetual or dated	Dated	Dated	
13	Original maturity date	June 30, 2035	June 24, 2025	
14	Issuer call subject to prior supervisory approval	NA	NA	
15	Optional call date, contingent call dates and redemption amount	_	_	
16	Subsequent call dates, if applicable	_	_	
	Coupons / dividends			
17	Fixed or floating dividend/coupon	Floating	Floating	
18	Coupon rate and any related index	_	_	
19	Existence of a dividend stopper	NA	NA	
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	
21	Existence of step up or other incentive to redeem	NA	NA	
22	Noncumulative or cumulative	NA	NA	
23	Convertible or non-convertible	NA	NA	
24	If convertible, conversion trigger(s)	_	_	
25	If convertible, fully or partially	_	_	
26	If convertible, conversion rate	_	_	
27	If convertible, mandatory or optional conversion	_	_	
28	If convertible, specify instrument type convertible into	_	_	
29	If convertible, specify issuer of instrument it converts into	_	_	
30	Write-down feature	NA	NA	
31	If write-down, write-down trigger(s)	_	_	
32	If write-down, full or partial	_	_	
33	If write-down, permanent or temporary	_	_	
34	If temporary write-down, description of write-up mechanism	_	_	
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts	
36	Non-compliant transitioned features	NA	NA	
37	If yes, specify non-compliant features	_	_	

1	Issuer	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
	Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private		ì	
2	placement)	NA	NA	
3	Governing law(s) of the instrument	Japanese Law	Japanese Law	
	Regulatory treatment			
4	Transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
5	Post-transitional Basel III rules	Common Equity Tier 1 capital	Common Equity Tier 1 capital	
6	Eligible at solo/group/group&solo	Daiwa Securities Group Inc.	Daiwa Securities Group Inc.	
7	Instrument type (types to be specified by each jurisdiction)	Stock subscription right issued in February 2017	Stock subscription right series 13	
Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date)				
	Consolidated Capital Adequacy Ratio	406 million Yen	189 million Yen	
9	Par value of instrument	_	_	
10	Accounting classification			
	Consolidated balance sheets	Stock subscription right	Stock subscription right	
11	Original date of issuance	February 8, 2017	February 8, 2017	
12	Perpetual or dated	Dated	Dated	
13	Original maturity date	June 30, 2036	June 27, 2026	
14	Issuer call subject to prior supervisory approval	NA	NA	
15	Optional call date, contingent call dates and redemption amount	_	_	
16	Subsequent call dates, if applicable	_	_	
	Coupons / dividends			
17	Fixed or floating dividend/coupon	Floating	Floating	
18	Coupon rate and any related index	_	_	
19	Existence of a dividend stopper	NA	NA	
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary	Fully discretionary	
21	Existence of step up or other incentive to redeem	NA	NA	
22	Noncumulative or cumulative	NA	NA	
23	Convertible or non-convertible	NA	NA	
24	If convertible, conversion trigger(s)	_	_	
25	If convertible, fully or partially	_	_	
26	If convertible, conversion rate	_	_	
27	If convertible, mandatory or optional conversion	_	_	
28	If convertible, specify instrument type convertible into	_	_	
29	If convertible, specify issuer of instrument it converts into	_	_	
30	Write-down feature	NA	NA	
31	If write-down, write-down trigger(s)	_	_	
32	If write-down, full or partial	_	_	
33	If write-down, permanent or temporary	_	_	
34	If temporary write-down, description of write-up mechanism			
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Debts	Debts	
36	Non-compliant transitioned features	NA	NA	
37	If yes, specify non-compliant features			

11. Details of main features of regulatory capital instruments

The details are the same with the overview as the regulatory capital instruments held by the Group are all common equity.

12. Composition of leverage ratio disclosure

					(Millions of yen)
Basel III template number (2)	Basel III template number (1)	Items		December 2017	September 2017
On-balance shee	et exposures		(1)	•	
1		On-balance sheet items before adjustments		12,267,478	11,866,214
1a	1	Total Assets in the consolidated balance sheet		21,925,865	20,381,308
1b	2	Total Assets held by group companies which are not included in the scope of the consolidated leverage ratio		-	-
1c	7	Total Assets held by group companies which are included in the scope of the consolidated leverage ratio (except for the assets included in the total assets in the consolidated balance sheet)		-	-
1d	3	Assets other than the adjustments that are excluded from the total assets in the consolidated balance sheet		9,658,387	8,515,094
2	7	Common Equity Tier 1 capital: regulatory adjustments		146,364	147,784
3		Total on-balance sheet exposures (excluding derivatives and SFTs)	(A)	12,121,114	11,718,430
Derivative expos	ures		(2)	_	
4		Replacement cost associated with all derivatives transactions		463,231	475,702
5		Add-on amounts for PFE associated with all derivatives transactions		1,304,774	1,319,365
				247,023	276,284
6		Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework		-	-
7		Deductions of receivables assets for cash variation margin provided in derivatives transactions		117,047	107,336
8		Exempted CCP leg of client-cleared trade exposures			
9		Adjusted effective notional amount of written credit derivatives		1,427,476	1,711,513
10		Adjusted effective notional offsets and add-on deductions for written credit derivatives		1,122,531	1,408,060
11	4	Total derivative exposures (sum of lines 4 to 10)	(B)	2,202,926	2,267,468
Securities finance	ing transaction	exposures	(3)	-	
12		Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions		7,807,345	6,753,882
13		Netted amounts of cash payables and cash receivables of gross SFT assets		1,396,058	1,423,824
14		CCR exposure for SFT assets		200,359	159,855
15		Agent transaction exposures			
16	5	Total securities financing transaction exposures (sum of lines 12 to 15)	(C)	6,611,646	5,489,913
Other off-balance sheet exposures (4)					
17		Off-balance sheet exposure at gross notional amount		65,246	62,526
18		Adjustments for conversion to credit equivalent amounts		13,790	13,763
19	6	Off-balance sheet items	(D)	51,456	48,763
Capital and total exposures (5)					
20		Tier 1 capital	(E)	1,142,707	1,134,487
21	8	Total exposures (A)+(B)+(C)+(D)	(F)	20,987,142	19,524,574
22		Basel III consolidated leverage ratio(E)/ (F)		5.44%	5.81%

13. Reasons for significant differences in the consolidated leverage ratio over previous quarter

There are no significant differences in the consolidated leverage ratio over previous quarter.

End