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 2022

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 2022.

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Key Metrics (at consolidated group level)

KM1: Key Metrics

(Unit :1 Million Yen,%)

		First Quarter in Fiscal Year 2022	Fourth Quarter in Fiscal Year 2021	Third Quarter in Fiscal Year 2021	Second Quarter in Fiscal Year 2021	First Quarter in Fiscal Year 2021		
Consolidated liquidity coverage ratio								
15	Total high quality liquid assets	2,447,045	2,642,117	2,615,330	2,666,490	2,673,653		
16	Total net cash outflows	1,733,889	1,772,313	1,797,829	1,709,909	1,749,312		
17	Consolidated liquidity coverage ratio	141.1%	149.0%	145.4%	155.9%	152.8%		
Consolidate	d net stable funding ratio							
18	Total available stable funding	8,629,425	8,480,413	8,267,404	8,815,759			
19	Total required stable funding	6,045,794	5,713,587	5,457,139	5,490,069			
20	Consolidated net stable funding ratio	142.7%	148.4%	151.4%	160.5%			

Quantitative Disclosure (Consolidated)

1. Quantitative disclosure of consolidated Liquidity Coverage Ratio

(Unit :1 Million Yen,%)

Items		First Quarter in F	Fiscal Year 2022	Fourth Quarter in Fiscal Year 2021			
High Quality Liquid Assets (1)							
1	Total high quality liquid assets		2,447,045	2,642,11			
Cash	Outflows (2)	Unweighted Value	Weighted Value	Unweighted Value	Weighted Value		
2	Retail deposits and deposits from small business customers	2,051,536	205,153	2,048,566	204,856		
3	Stable deposits	-	-	-	-		
4	Less stable deposits	2,051,536	205,153	2,048,566	204,856		
5	Unsecured wholesale funding	2,725,239	1,420,547	2,959,234	1,598,964		
6	Operational deposits	-	-	-	-		
7	Unsecured wholesale funding other than operational deposits and unsecured debt	2,629,085	1,324,393	2,875,435	1,515,165		
8	Unsecured debt	96,154	96,154	83,799	83,799		
9	Secured funding	10,190,337	283,345	9,355,219	246,124		
10	Outflows related to derivative exposures, loss of funding on debt products, committed credit and liquidity facilities	393,847	393,847	276,720	276,720		
11	Outflows related to derivative exposures	369,620	369,620	254,869	254,869		
12	Outflows related to loss of funding on debt products	-	-	-	-		
13	Outflows related to credit and liquidity facilities	24,227	24,227	21,851	21,851		
14	Other contractual funding obligations	4,865,112	1,101,398	5,241,067	973,870		
15	Other contingent funding obligations	249,130	237,935	233,337	222,006		
16	Total cash outflows		3,642,228		3,522,543		
Cash l	Inflows (3)	Unweighted Value Weighted Value		Unweighted Value	Weighted Value		
17	Secured lending	8,442,947	189,323	7,916,617	150,603		
18	Inflows from fully performing exposures	617,742	559,817	603,911	531,743		
19	Other cash inflows	4,702,618	1,159,198	5,022,507	1,067,883		
20	Total cash inflows		1,908,339		1,750,230		
Consolidated Liquidity Coverage Ratio (4)							
21	Total high quality liquid assets		2,447,045		2,642,117		
22	Total net cash outflows		1,733,889		1,772,313		
23	Consolidated liquidity coverage ratio		141.1%		149.0%		
24	Number of data used for calculation of average value		61	5			

2. Quantitative disclosure of consolidated Net Stable Funding Ratio

(Unit:1 Million Yen, %)

Part	-	(Unit.1 Million Yen,									Million Yen, %)	
Available Subble Finding (ASF) 1 1 1 1 1 1 1 1 1			First Quarter in Fiscal Year 2022				Fourth Quarter in Fiscal Year 2021					
Asserting Section Product Section Se	Itome		Unweighted Value			W					WY * 1 1	
Copies	nems	lı	ndeterminate	< 6months		≥ 1year		Indeterminate	< 6months		≥ 1year	
Context Engine That Linguish Auditional Text I continued to 15	Availab	vailable Stable Funding (ASF) (1)										
2 Capital (excluding the proportion of fire 2 Instruments with residul continuous of the source of source of the source of the source of the proposition of the continuous of the source	1	Capital	-	-		1,604,576	1,604,576	-	-		1,554,359	1,554,359
Paraling from retail and senal business constructes	2	2 capital (excluding the proportion of Tier 2 instruments with residual maturity of less than one year) before the application of	-	-	-	1,604,576	1,604,576	-	-	-	1,554,359	1,554,359
Sabble depois	3		-	-	-	-	-	-	-	-	-	
Ease stable deposits	4	Funding from retail and small business customers	2,053,863	-	-	-	1,848,477	2,050,772	-	-	-	1,845,694
7. Worksek funding	5	Stable deposits	-	-	-	-	-	-	-	-	-	
7. Worksek funding		+	2.053.863	-	_		1.848,477	2.050,772	-	_	_	1.845.694
Section Deposits		_		10.299.342	736.016	2.335.564			9.702.086	512-524	2.214.951	
Other whicksche funding		1 F	.,,		,	_,,	,,,,,,,,,	-,,	-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			1,000,000
10 Labilities with matching interdependent assets 101,448 4,645,988 124/33 774,300 531,550 103,221 4288,108 134,377 673,382 490,388 12 Decreasive liabilities and equity not included in the alrow categories 101,448 4,645,988 124/33 774,800 531,550 103,221 4288,108 134,377 673,382 490,388 13 Total available stable funding (RSP) (1) 100,000 100,00			1 232 566	10 299 342	736.016	2 335 564	4 644 821	1 483 147	9 702 086	512 524	2 214 951	4 589 973
11 Ober Infinities 101,448 4,645,898 124,031 774,830 531,550 103,231 4,288,108 134,577 673,382 490,385 12 Derivative finitities and equity not included in the above categories 101,448 4,645,898 124,031 774,830 531,550 103,231 4,288,108 134,577 673,382 490,385 13 All other liabilities and equity not included in the above categories 101,448 4,645,898 124,031 774,830 531,550 103,231 4,288,108 134,577 673,382 490,385 14 Total awardable studies funding 103,457 103,231 133,457		+ '	-,,		,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	-,,	7,7.02,000			
12 Derivative liabilities A doter liabilities A doter liabilities and equity not included in the above (auguegres) (101.448	4 645 898	124 031	774 830	531 550	103 231	4 288 108	134 537	673 382	490 385
13			101,446	4,043,696	124,031	774,030	331,330	103,231	4,200,100	134,337	073,362	490,363
13 Categories	12	1 				-					-	
15 High quality liquid assets 340,964 340,964 340,964 362,944 340,964 362,944 340,964		categories	101,448	4,645,898	124,031	774,830		103,231	4,288,108	134,537	673,382	490,385
15 High quality kipid assets 340,961 3							8,629,425					8,480,413
16 Deposits held at financial institutions for operational purposes 60,145 4,783												
Loans, repo transactions-related assets, securities and other similar assets Loans to and repo transactions with financial institutions (secured by level 1 assets) 4.527,923 11.507 3.231 153.881 - 4.085,150 18.322 2.736 109.17	15	High quality liquid assets					340,964					362,843
Loans to and repo transations with financial institutions (secured by level 1 assets) Loans to and repo transations with financial institutions (secured by level 1 assets) Loans to and repo transations with financial institutions (not included in item 18) Loans to and repo transations with financial institutions (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans transations (not included in item 18) Loa	16	Deposits held at financial institutions for operational purposes	60,143	4,783	-	-	34,855	31,554	4,283	-	-	20,060
19 Loans to and repo transations with financial institutions (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and repo transations-related assets (not included in item 18) Loans to and report and report assets (not included in item 18) Loans to and report assets (not included in item 18) Loans to and report assets (not included in item 18) Loans to and report assets (not included in item 18) Loans to a contributions to default fluid on equal to 35% under the Standardsed Approach for credit risk Loans to a contribution to default and on equal to 35% under the Standardsed Approach for credit risk Loans to a contribution to default and on equal to 35% under the Standardsed Approach for credit risk Loans to a contribution to default and on equal to 35% under the Standardsed Approach for credit risk Loans to a contribution to default and on equal to 35% under the Standardsed Approach for credit risk Loans to a contribution to defa	17		535,072	7,745,986	759,591	2,007,536	3,075,534	525,374	6,669,349	645,034	1,945,191	2,898,848
19	18			4,527,923	11,507	3,231	153,881	-	4,085,150	18,322	2,736	109,177
items 18, 19 and 22 with a risk weight of less than or equal to 35% under the Standardised Approach for credit risk 2,035,531 141,224 8 503,191 1,373,293 109,569 11 434,703 22 Residential mortgages	19		535,072	884,592	44,057	21,309	267,184	520,374	863,378	42,484	14,731	254,844
Standardised Approach for credit risk - 2,055,551 141,224 8 503,191 1,373,293 109,569 11 434,70;	20		-	2,271,295	291,471	1,060,475	1,626,181	-	1,674,865	172,661	995,426	1,504,947
With a risk weight of less than or equal to 35% under the Standardised Approach for credit risk Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA and other similar assets Securities that are not in default and do not qualify as HQLA Securities Securities that are not in default and do not qualify as HQLA Securities Secur	21		-	2,035,531	141,224	8	503,191	-	1,373,293	109,569	11	434,703
Standardised Approach for credit risk Securities that are not in default and do not qualify as HQLA and other similar assets 41,565 922,521 1,028,288 5,000 45,956 411,567 932,298 1,029,886 2327,255	22	Residential mortgages				-	-	-	-			
24 and other similar assets -	23		-	-	-	-	-	-	-	-	-	-
26 Other assets	24		-	62,176	412,556	922,521	1,028,288	5,000	45,956	411,567	932,298	1,029,880
Physical traded commodities including gold	25	Assets with matching interdependent liabilities	-	-	-	-	-	-	-	-	-	
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) 29 Derivative assets 29 Derivative labilities (before deduction of variation margin posted) 30 Derivative labilities (before deduction of variation margin posted) 31 All other assets not included in the above categories 41,615 500,359 - 1,773,531 1,778,997 46,317 462,901 - 1,745,387 1,757,399 32 Off-balance sheet items 145,611 111,359 137,033 104,577 33 Total required stable funding	26	Other assets	41,615	500,359	-	2,525,209	2,483,076	46,317	462,901	-	2,358,868	2,327,257
28 contributions to default funds of CCPs (including those that are not recorded on consolidated balance sheet) 29 Derivative assets 317,328 269,729 401,049 401,049 401,049 297,629 297,625 30 Derivative liabilities (before deduction of variation margin posted) 31 All other assets not included in the above categories 41,615 500,359 - 1,773,531 1,778,997 46,317 462,901 - 1,745,387 1,757,399 32 Off-balance sheet items 145,611 111,359 137,033 104,577 33 Total required stable funding	27	Physical traded commodities including gold	-				-	-				-
Derivative liabilities (before deduction of variation margin posted) 33,301 33,301 25,048 25,048 25,048 31 All other assets not included in the above categories 41,615 500,359 - 1,773,531 1,778,997 46,317 462,901 - 1,745,387 1,757,399 32 Off-balance sheet items 145,611 111,359 137,033 104,574 33 Total required stable funding 6,045,794 5,713,581 5,713,581 33,301 33,301 25,048 25,0	28	contributions to default funds of CCPs (including those that are				317,328	269,729				290,804	247,184
Derivative liabilities (before deduction of variation margin posted) 33,301 33,301 25,048 25,048 25,048 31 All other assets not included in the above categories 41,615 500,359 - 1,773,531 1,778,997 46,317 462,901 - 1,745,387 1,757,399 32 Off-balance sheet items 145,611 111,359 137,033 104,574 33 Total required stable funding 6,045,794 5,713,581 5,713,581 33,301 33,301 25,048 25,0	29	Derivative assets				401,049	401,049				297,629	297,629
32 Off-balance sheet items 145,611 111,359 137,033 104,574 33 Total required stable funding 6,045,794 5,713,583												25,048
32 Off-balance sheet items 145,611 111,359 137,033 104,574 33 Total required stable funding 6,045,794 5,713,583	31	All other assets not included in the above categories	41,615	500,359	-	1,773,531	1,778,997	46,317	462,901	-	1,745,387	1,757,396
33 Total required stable funding 6,045,794 5,713,587		+ '										104,574
		-										5,713,587
		Consolidated net stable funding ratio (NSFR)										148.4%