

January 30, 2024

Daiwa Securities Group Inc.

Report Regarding Consolidated Capital Adequacy Ratio
and Consolidated Leverage Ratio
Situation of Soundness in Management as of September 30, 2023

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 management as of September 30, 2023.

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Key Metrics (at consolidated group level)

KM1: Key metrics

(Millions of yen , %)

| Basel III template number | | September 2023 | June 2023 | March 2023 | December 2022 | September 2022 |
|--|--|----------------|------------|------------|---------------|----------------|
| Available capital (amounts) | | | | | | |
| 1 | Common Equity Tier 1 (CET1) | 1,308,028 | 1,305,377 | 1,240,674 | 1,250,943 | 1,258,098 |
| 2 | Tier 1 | 1,495,881 | 1,491,860 | 1,429,860 | 1,440,247 | 1,444,447 |
| 3 | Total capital | 1,502,097 | 1,495,580 | 1,439,174 | 1,449,613 | 1,444,798 |
| Risk-weighted assets (amounts) | | | | | | |
| 4 | Total risk-weighted assets (RWA) | 6,789,921 | 6,931,589 | 6,808,704 | 6,811,728 | 6,991,976 |
| Capital ratio | | | | | | |
| 5 | CET1 ratio (%) | 19.26% | 18.83% | 18.22% | 18.36% | 17.99% |
| 6 | Tier 1 ratio (%) | 22.03% | 21.52% | 21.00% | 21.14% | 20.65% |
| 7 | Total capital ratio (%) | 22.12% | 21.57% | 21.13% | 21.28% | 20.66% |
| Additional CET1 buffer requirements as a percentage of RWA | | | | | | |
| 8 | Capital conservation buffer requirement (2.5% from 2019) (%) | 2.50% | 2.50% | 2.50% | 2.50% | 2.50% |
| 9 | Countercyclical buffer requirement (%) | 0.08% | 0.05% | 0.04% | 0.02% | 0.00% |
| 10 | Bank G-SIB and/or D-SIB additional requirements (%) | 0.50% | 0.50% | 0.50% | 0.50% | 0.50% |
| 11 | Total of bank CET1 specific buffer requirements (%) (row 8 + row 9 + row 10) | 3.08% | 3.05% | 3.04% | 3.02% | 3.00% |
| 12 | CET1 available after meeting the bank's minimum capital requirements (%) | 14.12% | 13.57% | 13.13% | 13.28% | 12.66% |
| Leverage ratio | | | | | | |
| 13 | Total leverage ratio exposure measure | 27,268,928 | 26,077,120 | 22,195,226 | 21,947,493 | 25,769,677 |
| 14 | Leverage ratio (%) including the impact of any applicable temporary exemption of central bank reserves | 5.48% | 5.72% | 6.44% | 6.56% | 5.60% |

Composition of Capital Disclosure

CC1: Composition of regulatory capital

(Millions of yen, %)

| Basel III template number | Items | Group Consolidated Quarter-End | Cross-referenced to CC2 |
|--|---|--------------------------------|-------------------------|
| Common Equity Tier 1 capital: Instruments and reserves | | (1) | |
| 1a+2-1c-26 | Shareholders' equity | 1,286,334 | |
| 1a | Common stock and capital surplus | 478,094 | (i),(j) |
| 2 | Retained earnings | 920,786 | (k) |
| 1c | Treasury stock (Δ) | 85,235 | (l),(m) |
| 26 | Planned distributions (Δ) | 27,310 | |
| | Others | - | |
| 1b | Stock subscription rights | 7,751 | (p) |
| 3 | Accumulated other comprehensive income (and other reserves) | 191,531 | (o) |
| 5 | Minority interest after adjustments | - | |
| 6 | Common Equity Tier 1 capital before regulatory adjustments | (a) 1,485,617 | |
| Common Equity Tier 1 capital: regulatory adjustments | | (2) | |
| 8+9 | Intangible assets other than mortgage-servicing rights (net of related tax liability) | 167,106 | |
| 8 | Goodwill (net of related tax liability) | 56,419 | (e),(g) |
| 9 | Other intangibles other than mortgage-servicing rights(net of related tax liability) | 110,686 | (f) |
| 10 | Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability) | 191 | (d),(h) |
| 11 | Cash-flow hedge reserve | 1,272 | (n) |
| 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 | 597 | |
| 15 | Defined-benefit pension fund net assets | - | |
| 16 | Investments in own shares (if not already netted off paid-in capital on reported balance sheet) | 158 | (b) |
| 17 | Reciprocal cross-holdings in common equity | - | |
| 18 | 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 share capital (amount above 10% threshold) | 8,262 | (a),(b),(c),(g) |
| 19+20+21 | Amount exceeding the 10% threshold | - | |
| 19 | Significant investments in the common stock of banking, financial and insurance 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) | - | |
| 21 | Deferred tax assets arising from temporary differences (amount above 10% 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 | - | |
| 27 | Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions | - | |
| 28 | Total regulatory adjustments to Common equity Tier 1 | (b) 177,588 | |
| Common Equity Tier 1 capital | | | |
| 29 | Common Equity Tier 1 capital (CET1) ((a) - (b)) | (c) 1,308,028 | |

(Millions of yen , %)

| Basel III template number | Items | Group Consolidated Quarter-End | Cross-referenced to CC2 |
|---|--|--------------------------------|-------------------------|
| Additional Tier 1 capital: instruments | | (3) | |
| 30 | 31a Shareholders' equity | - | |
| | 31b Stock subscription rights | - | |
| | 32 Liabilities | 149,700 | |
| | Instruments issued by Special Purpose Companies | - | |
| 34-35 | Minority interest after adjustments | 39,715 | (q) |
| 33+35 | Tier 1 capital under Basel II included in Additional Tier 1 capital under transitional Basel III rules | - | |
| 33 | Capital instruments issued by Daiwa Securities Group Inc. and its Special Purpose Companies | - | |
| 35 | Capital instruments issued by consolidated subsidiaries and affiliates (excluding Special Purpose Companies of Daiwa Securities Group Inc.) | - | |
| 36 | Additional Tier 1 capital before regulatory adjustments | (d) 189,415 | |
| Additional Tier 1 capital: regulatory adjustments | | | |
| 37 | Investments in own Additional Tier 1 instruments | - | |
| 38 | Reciprocal cross-holdings in Additional Tier 1 instruments | - | |
| 39 | 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) | 1,562 | (a),(b),(c),(g) |
| 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) | - | |
| 42 | Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions | - | |
| 43 | Total regulatory adjustments to Additional Tier 1 capital | (e) 1,562 | |
| Additional Tier 1 capital | | | |
| 44 | Additional Tier 1 capital ((d) - (e)) | (f) 187,852 | |
| Tier 1 capital | | | |
| 45 | Tier 1 capital ((c) + (f)) | (g) 1,495,881 | |
| Tier 2 capital: instruments and allowance | | (4) | |
| 46 | Shareholders' equity | - | |
| | Stock subscription rights | - | |
| | Liabilities | - | |
| | Capital instruments issued by Special Purpose Companies | - | |
| 48-49 | Minority interest after adjustments | 9,344 | (q) |
| 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 | - | |
| 49 | Capital instruments issued by consolidated subsidiaries and affiliates (excluding Special Purpose Companies of Daiwa Securities Group Inc.) | - | |
| 50 | General allowance included and eligible allowance in Tier 2 capital | - | |
| 50a | General allowance | - | |
| 50b | Eligible allowance | - | |
| 51 | Tier 2 capital before regulatory adjustments | (h) 9,344 | |

(Millions of yen , %)

| Basel III template number | Items | Group Consolidated Quarter-End | Cross-referenced to CC2 |
|--|---|--------------------------------|-------------------------|
| Tier 2 capital: regulatory adjustments | | | |
| 52 | Investments in own Tier 2 instruments | - | |
| 53 | Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities | - | |
| 54 | Investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold) | 3,129 | (a),(b),(c),(g) |
| 54a | Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation and where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions | - | |
| 55 | Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions) | - | |
| 57 | Total regulatory adjustments to Tier 2 capital (i) | 3,129 | |
| Tier 2 capital | | | |
| 58 | Tier 2 capital ((h) - (i)) (j) | 6,215 | |
| Total capital | | | |
| 59 | Total capital ((g) + (j)) (k) | 1,502,097 | |
| Risk-weighted assets (5) | | | |
| 60 | Total risk-weighted assets (l) | 6,789,921 | |
| Consolidated capital adequacy ratio | | | |
| 61 | Common Equity Tier 1 (as a percentage of risk-weighted assets) ((c) / (l)) | 19.26% | |
| 62 | Tier 1 (as a percentage of risk-weighted assets) ((g) / (l)) | 22.03% | |
| 63 | Total capital (as a percentage of risk-weighted assets) ((k) / (l)) | 22.12% | |
| 64 | CET1 specific buffer requirement | 3.08% | |
| 65 | of which: capital conservation buffer requirement | 2.50% | |
| 66 | of which: countercyclical buffer requirement | 0.08% | |
| 67 | of which: G-SIB/D-SIB additional requirement | 0.50% | |
| 68 | CET1 available after meeting the minimum capital requirements | 14.12% | |
| Amounts below the thresholds for deduction (before risk weighting) (6) | | | |
| 72 | Non-significant investments in the capital of other financials | 131,629 | (a),(b),(c),(g) |
| 73 | Significant investments in the common stock of financials | 90,926 | (a),(b),(c),(g) |
| 74 | Mortgage servicing rights (net of related tax liability) | - | |
| 75 | Deferred tax assets arising from temporary differences (net of related tax liability) | 5,750 | (d),(h) |
| Applicable caps on the inclusion of allowance in Tier 2 (7) | | | |
| 76 | Provisions 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 | Provisions 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 | - | |
| Capital instruments subject 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) | - | |

Qualitative Disclosure (Consolidated)

1. Scope of consolidation

A). Discrepancy and the reason in the scope of consolidation defined under consolidated financial statements reported and that for consolidated capital adequacy ratio calculation under the provision of Article 3 of the Consolidated Capital Adequacy Ratio Notification published by Japan FSA(hereunder the Notification).

Subsidiaries defined in Ordinance for Enforcement of the Banking Act are included in the corporate group ("Daiwa Securities Group", hereunder the Group), which is equivalent to the scope of consolidated capital adequacy ratio calculation (the regulatory scope of consolidation). The regulatory scope of consolidation has a wider coverage than the scope of consolidation in the financial statements.

B). Number of consolidated subsidiaries, and company names and businesses of major consolidated subsidiaries

Number of consolidated subsidiaries: 150 companies

| Major Consolidated Subsidiaries | Businesses |
|---|--|
| Daiwa Securities Co. Ltd. | Securities-related businesses |
| | Investment advisory and agency businesses |
| Daiwa Asset Management Co. Ltd. | Investment management businesses |
| | Investment advisory and agency businesses |
| Daiwa Institute of Research Ltd. | Information services |
| Daiwa Securities Business Center Co. Ltd. | Back office operations |
| Daiwa Facilities Co.,Ltd. | Lending and borrowing of real estate |
| | Management of real estate |
| Daiwa Next Bank, Ltd. | Banking businesses |
| Daiwa Corporate Investment Co., Ltd. | Investment businesses |
| Daiwa PI Partners Co. Ltd. | Investment businesses |
| Daiwa Energy & Infrastructure Co. Ltd. | Investment businesses |
| Daiwa Real Estate Asset Management Co. Ltd. | Investment management businesses |
| | Investment advisory and agency businesses |
| Daiwa Securities Realty Co. Ltd. | Real estate-related businesses |
| Daiwa Office Investment Corporation | Investment management for specified assets |
| Samty Residential Investment Corporation | Investment management for specified assets |
| Daiwa Capital Markets Europe Limited | Securities-related businesses |
| Daiwa Capital Markets Hong Kong Limited | Securities-related businesses |
| Daiwa Capital Markets Singapore Limited | Securities-related businesses |
| Daiwa Capital Markets America Holdings Inc. | Integration and management of subsidiaries |
| Daiwa Capital Markets America Inc. | Securities-related businesses |

C). Number of affiliated companies engaged in financial activities, company names, total assets as well as net assets on balance sheets, and businesses of major affiliated companies that engaged in financial activities under the provision of Article 9 of the Notification.

No company is subject to proportionate consolidation methods.

D). Company names, total assets as well as net assets on balance sheets, and business of companies which belong to the Group but are not included under the scope of consolidation in the financial statements; and companies which are included under the scope of consolidation in the financial statements but do not belong to the Group.

List of subsidiaries not included under the scope of consolidation in the financial statements but belonging to the Group

(Millions of yen)

| Subsidiaries belonging to the Group | Businesses | Total Assets | Net Assets |
|---------------------------------------|---|--------------|------------|
| Daiwa Investor Relations Co. Ltd. | Research and consulting regarding corporate management policy, finance policy, shareholder policy, corporate image, and IR activities | 693 | 422 |
| DMS Ltd. | Information services | 199 | 176 |
| | Market research and consulting services | | |
| Asian Energy Investments Pte., Ltd. | Investment management businesses | 2 | 0 |
| | Investment advisory and agency businesses | | |
| Daiwa ACA HealthCare Inc. | Investment funds management businesses | 354 | 339 |
| | Asset management businesses | | |
| | Real estate businesses | | |
| Daiwa Corporate Investment Asia Ltd. | Investment businesses | 198 | 167 |
| ILC inc. | Investment management businesses | 123 | (302) |
| | Investment advisory and agency businesses | | |
| Daiwa Asset Management (H.K.) Limited | Investment management businesses | 67 | 67 |
| | Investment advisory and agency businesses | | |

There are no companies included under the scope of consolidation in the financial statements but not belonging to the Group.

E). Overview of the restrictions on the transfer of funds and regulatory capital within the Group companies

There is no specific restriction set forth regarding the transfer of funds and regulatory capital within the Group companies.

2. Reconciliation of regulatory capital to balance sheet
 CC2 – Reconciliation of regulatory capital to balance sheet

(Millions of yen)

| | Balance sheets as in published statements | Under regulatory scope of consolidation | Cross-referenced to CC1 |
|---------------------------------------|--|--|---------------------------|
| Assets | | | |
| Current assets | | | |
| Cash and deposits | 4,403,775 | 4,404,635 | |
| Cash segregated as deposits | 585,138 | 585,138 | |
| Notes and accounts receivable-trade | 24,709 | 24,709 | |
| Short-term investment securities (a) | 1,273,534 | 1,273,534 | 8, 18, 39, 54, 72, 73 |
| Trading products (b) | 10,711,024 | 10,711,024 | 16, 18, 39, 54, 72, 73 |
| Trading date accrual | - | - | |
| Operational investment securities (c) | 128,008 | 128,008 | 18, 39, 54, 72, 73 |
| Allowance for investment loss | (383) | (383) | |
| Operating loans | 2,594,837 | 2,594,837 | |
| Work in process | 1,319 | 1,319 | |
| Margin transaction assets | 168,469 | 168,469 | |
| Loans secured by securities | 10,720,513 | 10,720,513 | |
| Advances paid | 25,962 | 25,962 | |
| Short-term loans receivable | 1,317 | 1,317 | |
| Accrued income | 78,126 | 78,225 | |
| Deferred tax assets (d) | - | - | 10, 75 |
| Other current assets | 1,139,500 | 1,139,905 | |
| Allowance for doubtful accounts | (9,852) | (9,852) | |
| Total current assets | 31,846,002 | 31,847,367 | |
| Noncurrent assets | | | |
| Property, plant and equipment | 923,699 | 923,734 | |
| Intangible assets | 128,928 | 128,992 | |
| Goodwill (e) | 18,750 | 18,750 | 8 |
| Others (f) | 110,178 | 110,242 | 9 |
| Investments and other assets | 526,036 | 525,674 | |
| Investment securities (g) | 481,832 | 481,438 | 8, 18, 39, 54, 72, 73 |
| Deferred tax assets (h) | 5,941 | 5,941 | 10, 75 |
| Others | 38,263 | 38,295 | |
| Total noncurrent assets | 1,578,664 | 1,578,403 | |
| Total deferred charges | - | - | |
| Total assets | 33,424,666 | 33,425,770 | |

(Millions of yen)

| | Balance sheets as in published statements | Under regulatory scope of consolidation | Cross-referenced to CC1 |
|---|--|--|-------------------------|
| Liabilities | | | |
| Current liabilities | | | |
| Notes and accounts payable-trade | 8,896 | 8,896 | |
| Trading products | 6,344,600 | 6,344,600 | |
| Trading date accrual | 1,857,706 | 1,857,706 | |
| Margin transaction liabilities | 46,379 | 46,379 | |
| Loans payable secured by securities | 12,097,399 | 12,097,399 | |
| Deposits from banking business | 4,441,070 | 4,441,070 | |
| Deposits received | 702,705 | 702,712 | |
| Guarantee deposits received | 561,413 | 561,413 | |
| Short-term loans payable | 1,351,963 | 1,352,363 | |
| Commercial paper | 439,500 | 439,500 | |
| Current portion of bonds | 251,698 | 251,698 | |
| Income taxes payable | 23,168 | 23,170 | |
| Deferred tax liabilities | - | - | |
| Provision for bonuses | 26,317 | 26,317 | |
| Other current liabilities | 185,213 | 185,418 | |
| Noncurrent liabilities | | | |
| Bonds payable | 1,148,923 | 1,148,923 | |
| Long-term loans payable | 2,016,125 | 2,016,125 | |
| Deferred tax liabilities | 44,486 | 44,486 | |
| Net defined benefit liabilities | 44,044 | 44,044 | |
| Provision for loss on litigation | 213 | 213 | |
| Negative goodwill | - | - | |
| Other noncurrent liabilities | 55,279 | 55,432 | |
| Reserves under the special laws | 4,292 | 4,292 | |
| Total liabilities | 31,651,399 | 31,652,167 | |
| Net assets | | | |
| Shareholders' equity | | | |
| Common stock (i) | 247,397 | 247,397 | 1a |
| Capital surplus (j) | 230,697 | 230,697 | 1a |
| Retained earnings (k) | 920,697 | 920,780 | 2 |
| Treasury stock (l) | (85,284) | (85,284) | 1c |
| Advances on subscription of treasury stock (m) | 48 | 48 | 1c |
| Total shareholders' equity | 1,313,556 | 1,313,639 | |
| Accumulated other comprehensive income | | | |
| Valuation difference on available-for-sale securities | 35,823 | 35,823 | |
| Deferred gains or losses on hedges (n) | 29,377 | 29,377 | 11 |
| Foreign currency translation adjustment | 126,198 | 126,335 | |
| Total accumulated other comprehensive income (o) | 191,399 | 191,536 | 3 |
| Subscription rights to shares (p) | 7,751 | 7,751 | 1b |
| Minority interests (q) | 260,559 | 260,674 | 34-35, 48-49 |
| Total net assets | 1,773,266 | 1,773,601 | |

Quantitative Disclosure (Consolidated)

1. List of the Group's subsidiaries applicable to "significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation", the capital of which is less than the capital requirement, as well as the total amount of deficit.

Not applicable.

2. Amount of exposure by approaches for banks' equity investments in funds

(Millions of yen)

| | Exposures |
|---|-----------|
| Equity investments in funds (look-through approach) | 573,361 |
| Equity investments in funds (mandate-based approach) | 29,540 |
| Equity investments in funds (subject to 250% risk weight) | - |
| Equity investments in funds (subject to 400% risk weight) | - |
| Equity investments in funds (fall-back approach) | 672 |
| Total | 603,573 |

3. Other quantitative disclosures

OV1: Overview of RWA

(Millions of yen)

| Basel III template number | | RWA | | Minimum capital requirements | |
|---------------------------|---|----------------|----------------|------------------------------|----------------|
| | | September 2023 | September 2022 | September 2023 | September 2022 |
| 1 | Credit risk (excluding counterparty credit risk) (CCR) | 2,384,652 | 2,220,601 | 190,772 | 177,648 |
| 2 | Of which standardized approach (SA) | 1,189,539 | 1,062,025 | 95,163 | 84,962 |
| 3 | Of which internal rating-based (IRB) approach | - | - | - | - |
| | Of which significant investments | - | - | - | - |
| | Of which exposures for estimated residual value of lease | - | - | - | - |
| | Others | 1,195,113 | 1,158,576 | 95,609 | 92,686 |
| 4 | Counterparty credit risk | 1,408,430 | 1,510,464 | 112,674 | 120,837 |
| 5 | Of which standardized approach for counterparty credit risk (SA-CCR) | 490,499 | 590,037 | 39,239 | 47,203 |
| 6 | Of which internal model method (IMM) | - | - | - | - |
| | Of which credit valuation adjustment (CVA) risk | 505,769 | 573,420 | 40,461 | 45,873 |
| | Of which exposures to central counterparties (CCPs) | 36,842 | 42,582 | 2,947 | 3,406 |
| | Others | 375,319 | 304,423 | 30,025 | 24,353 |
| 7 | Equity positions under market-based approach | - | - | - | - |
| 8 | Equity investments in funds (look-through approach) | 304,101 | 311,583 | 24,328 | 24,926 |
| 9 | Equity investments in funds (mandate-based approach) | 43,189 | 22,646 | 3,455 | 1,811 |
| | Equity investments in funds (subject to 250% risk weight) | - | 34,237 | - | 2,739 |
| | Equity investments in funds (subject to 400% risk weight) | - | - | - | - |
| 10 | Equity investments in funds (fall-back approach) | 8,400 | 7,445 | 672 | 595 |
| 11 | Settlement risk | 254 | 103 | 20 | 8 |
| 12 | Securitization exposures in banking book | 182,457 | 160,149 | 14,596 | 12,811 |
| 13 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - |
| 14 | Of which external ratings-based approach (SEC-ERBA) | 182,457 | 160,149 | 14,596 | 12,811 |
| 15 | Of which standardized approach (SEC-SA) | - | - | - | - |
| | Of which 1250% risk weight applied | - | - | - | - |
| 16 | Market risk | 1,111,238 | 1,454,372 | 88,899 | 116,349 |
| 17 | Of which standardized approach (SA) | 779,860 | 760,769 | 62,388 | 60,861 |
| 18 | Of which internal model approaches (IMM) | 331,377 | 693,603 | 26,510 | 55,488 |
| 19 | Operational risk | 1,105,187 | 1,023,317 | 88,415 | 81,865 |
| 20 | Of which basic indicator approach | 1,105,187 | 1,023,317 | 88,415 | 81,865 |
| 21 | Of which standardized approach | - | - | - | - |
| 22 | Of which advanced measurement approach | - | - | - | - |
| 23 | Amounts below the thresholds for deduction (subject to 250% risk weight) | 242,008 | 247,055 | 19,360 | 19,764 |
| | Amounts included in risk weighted asset due to transitional arrangements | - | - | - | - |
| 24 | Floor adjustment | - | - | - | - |
| 25 | Total | 6,789,921 | 6,991,976 | 543,193 | 559,358 |

(Millions of yen)

| Basel III template number | | RWA | | Minimum capital requirements | |
|---------------------------|---|----------------|-----------|------------------------------|-----------|
| | | September 2023 | June 2023 | September 2023 | June 2023 |
| 1 | Credit risk (excluding counterparty credit risk) (CCR) | 2,384,652 | 2,360,385 | 190,772 | 188,830 |
| 2 | Of which standardized approach (SA) | 1,189,539 | 1,170,412 | 95,163 | 93,632 |
| 3 | Of which internal rating-based (IRB) approach | - | - | - | - |
| | Of which significant investments | - | - | - | - |
| | Of which exposures for estimated residual value of lease | - | - | - | - |
| | Others | 1,195,113 | 1,189,972 | 95,609 | 95,197 |
| 4 | Counterparty credit risk | 1,408,430 | 1,408,720 | 112,674 | 112,697 |
| 5 | Of which standardized approach for counterparty credit risk (SA-CCR) | 490,499 | 506,316 | 39,239 | 40,505 |
| 6 | Of which internal model method (IMM) | - | - | - | - |
| | Of which credit valuation adjustment (CVA) risk | 505,769 | 505,160 | 40,461 | 40,412 |
| | Of which exposures to central counterparties (CCPs) | 36,842 | 29,623 | 2,947 | 2,369 |
| | Others | 375,319 | 367,619 | 30,025 | 29,409 |
| 7 | Equity positions under market-based approach | - | - | - | - |
| 8 | Equity investments in funds (look-through approach) | 304,101 | 329,966 | 24,328 | 26,397 |
| 9 | Equity investments in funds (mandate-based approach) | 43,189 | 40,332 | 3,455 | 3,226 |
| | Equity investments in funds (subject to 250% risk weight) | - | - | - | - |
| | Equity investments in funds (subject to 400% risk weight) | - | - | - | - |
| 10 | Equity investments in funds (fall-back approach) | 8,400 | 7,181 | 672 | 574 |
| 11 | Settlement risk | 254 | 5,770 | 20 | 461 |
| 12 | Securitization exposures in banking book | 182,457 | 173,064 | 14,596 | 13,845 |
| 13 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - |
| 14 | Of which external ratings-based approach (SEC-ERBA) | 182,457 | 173,064 | 14,596 | 13,845 |
| 15 | Of which standardized approach (SEC-SA) | - | - | - | - |
| | Of which 1250% risk weight applied | - | - | - | - |
| 16 | Market risk | 1,111,238 | 1,304,785 | 88,899 | 104,382 |
| 17 | Of which standardized approach (SA) | 779,860 | 821,222 | 62,388 | 65,697 |
| 18 | Of which internal model approaches (IMM) | 331,377 | 483,563 | 26,510 | 38,685 |
| 19 | Operational risk | 1,105,187 | 1,058,630 | 88,415 | 84,690 |
| 20 | Of which basic indicator approach | 1,105,187 | 1,058,630 | 88,415 | 84,690 |
| 21 | Of which standardized approach | - | - | - | - |
| 22 | Of which advanced measurement approach | - | - | - | - |
| 23 | Amounts below the thresholds for deduction (subject to 250% risk weight) | 242,008 | 242,753 | 19,360 | 19,420 |
| | Amounts included in risk weighted asset due to transitional arrangements | - | - | - | - |
| 24 | Floor adjustment | - | - | - | - |
| 25 | Total | 6,789,921 | 6,931,589 | 543,193 | 554,527 |

CR1: Credit quality of assets

(Millions of yen)

| | | Gross carrying values of | | Allowances/ impairments | Net values ¹ |
|---|---|--------------------------|--------------------------------|----------------------------|-------------------------|
| | | Defaulted exposures | Non- defaulted exposures | | |
| | On-balance sheet assets | | | | |
| 1 | Loans | - | 1,779,377 | 9,204 | 1,770,172 |
| 2 | Debt securities | - | 1,004,866 | - | 1,004,866 |
| 3 | Other on-balance sheet assets (debt products) | 33,760 | 4,556,278 | 2,297 | 4,587,741 |
| 4 | Sub-total on-balance sheet assets (1+2+3) | 33,760 | 7,340,521 | 11,502 | 7,362,780 |
| | Off-balance sheet assets | | | | |
| 5 | Acceptances and guarantees | - | 46,793 | - | 46,793 |
| 6 | Commitments | - | - | - | - |
| 7 | Sub-total off-balance sheet assets (5+6) | - | 46,793 | - | 46,793 |
| | Total | | | | |
| 8 | Total (4+7) | 33,760 | 7,387,315 | 11,502 | 7,409,573 |

¹ "Net values" = "Gross carrying values of defaulted exposures" + "Non-defaulted exposures" - "Allowances/impairments"

CR2: Changes in stock of defaulted loans and debt securities

(Millions of yen)

| | Previous reporting period end: March 2023 Current reporting period end: September 2023 | Amounts |
|---|---|---------|
| 1 | Defaulted loans and debt securities at end of previous reporting period | 26,328 |
| 2 | Loans and debt securities that have defaulted since the last reporting period | - |
| 3 | Changes in loans and debt securities during the reporting period | - |
| 4 | Returned to non-defaulted status | - |
| 5 | Amounts written off | - |
| 5 | Other changes ¹ | 7,432 |
| 6 | Defaulted loans and debt securities at end of reporting period (1+2-3-4+5) | 33,760 |

* 1 Other changes include additional credit during the default period.

CR3: Credit risk mitigation techniques – overview

(Millions of yen)

| | | Exposures unsecured: carrying amount | Exposures secured by collateral | Exposures secured by collateral, of which: secured amount | Exposures secured by financial guarantees | Exposures secured by credit derivatives, of which: secured amount |
|---|---|--------------------------------------|---------------------------------|---|---|---|
| 1 | Loans | 1,482,325 | 287,846 | 287,846 | - | - |
| 2 | Debt securities | 947,185 | 57,680 | - | 57,680 | - |
| 3 | Other on-balance sheet assets (debt products) | 4,587,690 | 50 | 50 | - | - |
| 4 | Total (1+2+3) | 7,017,201 | 345,578 | 287,897 | 57,680 | - |
| 5 | Of which defaulted | 33,596 | - | - | - | - |

CR4: Standardized approach – credit risk exposure and Credit Risk Mitigation (CRM) effects

(Millions of yen , %)

| | Asset classes | Exposures before CCF and CRM | | Exposures post-CCF and CRM | | RWA | RWA density |
|----|---|------------------------------|--------------------------|----------------------------|--------------------------|-----------|-------------|
| | | On-balance sheet amount | Off-balance sheet amount | On-balance sheet amount | Off-balance sheet amount | | |
| 1 | Cash | - | - | - | - | - | - |
| 2 | Japanese government and central bank | 4,936,985 | - | 4,936,985 | - | - | 0.00% |
| 3 | Non-Japanese sovereign and central bank | 282,099 | - | 282,099 | - | 10 | 0.00% |
| 4 | Bank for International Settlements (BIS) | - | - | - | - | - | - |
| 5 | Japanese local public authorities | 61,466 | - | 61,466 | - | - | 0.00% |
| 6 | Non-Japanese public sector entities (excluding sovereign) | 4,760 | - | 4,760 | - | 986 | 20.72% |
| 7 | Multilateral Development Banks (MDBs) | 5,586 | - | 5,586 | - | - | 0.00% |
| 8 | Japan Finance Organization for Municipalities (JFM) | 15,685 | - | 15,685 | - | 3,136 | 20.00% |
| 9 | Japanese government-sponsored entities | 397,448 | - | 397,448 | - | 35,737 | 8.99% |
| 10 | Three major local public corporations of Japan | 0 | - | 0 | - | 0 | 20.00% |
| 11 | Financial institutions and securities firms | 1,189,368 | 61 | 1,189,368 | 61 | 245,405 | 20.63% |
| 12 | Corporates | 805,849 | 23,268 | 517,951 | 23,268 | 492,680 | 91.03% |
| 13 | SMEs and individuals (risk weight 75% applied) | - | - | - | - | - | - |
| 14 | Residential mortgage loans | - | - | - | - | - | - |
| 15 | Projects including acquisition of real estate properties | 13,356 | 1,610 | 13,356 | 1,610 | 14,967 | 100.00% |
| 16 | Past due exposures for three months or more(excluding residential mortgage loans) | 33,596 | - | 33,596 | - | 50,394 | 150.00% |
| 17 | Past due exposures for three months or more(residential mortgage loans related) | - | - | - | - | - | - |
| 18 | Cash items in process of collection | - | - | - | - | - | - |
| 19 | Exposures secured by Credit Guarantee Association in Japan | - | - | - | - | - | - |
| 20 | Exposures secured by Enterprise Turnaround Initiative Corporation of Japan | - | - | - | - | - | - |
| 21 | Equities (excluding significant investments) | 334,962 | 20,396 | 334,962 | 11,114 | 346,220 | 100.04% |
| 22 | Total | 8,081,166 | 45,337 | 7,793,268 | 36,055 | 1,189,539 | 15.19% |

CR5: Standardized approach – exposures by asset classes and risk weights

(Millions of yen)

| | Risk weight | Credit risk exposures (post-CCF and post-CRM) | | | | | |
|---------------|--|--|---------|-----------|-----|--------|-----|
| | | 0% | 10% | 20% | 35% | 50% | 75% |
| Asset classes | | | | | | | |
| 1 | Cash | - | - | - | - | - | - |
| 2 | Japanese government and central bank | 4,936,985 | - | - | - | - | - |
| 3 | Non-Japanese sovereign and central bank | 282,074 | - | 7 | - | 16 | - |
| 4 | Bank for International Settlements (BIS) | - | - | - | - | - | - |
| 5 | Japanese local public authorities | 61,466 | - | - | - | - | - |
| 6 | Non-Japanese public sector entities (excluding sovereign) | - | - | 4,717 | - | - | - |
| 7 | Multilateral Development Banks (MDBs) | 5,586 | - | - | - | - | - |
| 8 | Japan Finance Organization for Municipalities (JFM) | - | 1 | 15,683 | - | - | - |
| 9 | Japanese government-sponsored entities | 57,680 | 322,157 | 17,610 | - | - | - |
| 10 | Three major local public corporations of Japan | - | - | 0 | - | - | - |
| 11 | Financial institutions and securities firms | - | - | 1,173,731 | - | 10,080 | - |
| 12 | Corporates | - | - | 22,027 | - | 61,834 | - |
| 13 | SMEs and individuals (risk weight 75% applied) | - | - | - | - | - | - |
| 14 | Residential mortgage loans | - | - | - | - | - | - |
| 15 | Projects including acquisition of real estate properties | - | - | - | - | - | - |
| 16 | Past due exposures for three months or more(excluding residential mortgage loans) | - | - | - | - | 0 | - |
| 17 | Past due exposures for three months or more(residential mortgage loans related) | - | - | - | - | - | - |
| 18 | Cash items in process of collection | - | - | - | - | - | - |
| 19 | Exposures secured by Credit Guarantee Association in Japan | - | - | - | - | - | - |
| 20 | Exposures secured by Enterprise Turnaround Initiative Corporation of Japan | - | - | - | - | - | - |
| 21 | Equities (excluding significant investments) | - | - | - | - | - | - |
| 22 | Total | 5,343,794 | 322,159 | 1,233,777 | - | 71,932 | - |

(Millions of yen)

| | Risk weight | Credit risk exposures (post-CCF and post-CRM) | | | | |
|---------------|--|--|--------|------|-------|-----------|
| | | 100% | 150% | 250% | 1250% | Total |
| Asset classes | | | | | | |
| 1 | Cash | - | - | - | - | - |
| 2 | Japanese government and central bank | - | - | - | - | 4,936,985 |
| 3 | Non-Japanese sovereign and central bank | 1 | - | - | - | 282,099 |
| 4 | Bank for International Settlements (BIS) | - | - | - | - | - |
| 5 | Japanese local public authorities | - | - | - | - | 61,466 |
| 6 | Non-Japanese public sector entities (excluding sovereign) | 42 | - | - | - | 4,760 |
| 7 | Multilateral Development Banks (MDBs) | - | - | - | - | 5,586 |
| 8 | Japan Finance Organization for Municipalities (JFM) | - | - | - | - | 15,685 |
| 9 | Japanese government-sponsored entities | - | - | - | - | 397,448 |
| 10 | Three major local public corporations of Japan | - | - | - | - | 0 |
| 11 | Financial institutions and securities firms | 5,618 | - | - | - | 1,189,430 |
| 12 | Corporates | 457,357 | - | - | - | 541,219 |
| 13 | SMEs and individuals (risk weight 75% applied) | - | - | - | - | - |
| 14 | Residential mortgage loans | - | - | - | - | - |
| 15 | Projects including acquisition of real estate properties | 14,967 | - | - | - | 14,967 |
| 16 | Past due exposures for three months or more(excluding residential mortgage loans) | - | 33,596 | - | - | 33,596 |
| 17 | Past due exposures for three months or more(residential mortgage loans related) | - | - | - | - | - |
| 18 | Cash items in process of collection | - | - | - | - | - |
| 19 | Exposures secured by Credit Guarantee Association in Japan | - | - | - | - | - |
| 20 | Exposures secured by Enterprise Turnaround Initiative Corporation of Japan | - | - | - | - | - |
| 21 | Equities (excluding significant investments) | 346,065 | - | - | 12 | 346,077 |
| 22 | Total | 824,052 | 33,596 | - | 12 | 7,829,324 |

CCR1 : Analysis of counterparty credit risk (CCR) exposure by approach

(Millions of yen)

| | | Replacement cost | PFE | EEPE | Alpha used for computing regulatory EAD | EAD post-CRM | RWA |
|---|--|------------------|---------|------|---|--------------|---------|
| 1 | SA-CCR (for derivatives) | 244,949 | 296,105 | | 1.4 | 757,477 | 490,499 |
| 2 | Internal Model Method (for derivatives and SFTs) | | | - | - | - | - |
| 3 | Simple Approach for credit risk mitigation (for SFTs) | | | | | - | - |
| 4 | Comprehensive Approach for credit risk mitigation (for SFTs) | | | | | 1,409,954 | 375,319 |
| 5 | VaR for SFTs | | | | | - | - |
| 6 | Total | | | | | | 865,819 |

CCR2 : Credit valuation adjustment (CVA) capital charge

(Millions of yen)

| | | EAD post-CRM | RWA |
|---|---|--------------|---------|
| 1 | Total portfolios subject to the Advanced CVA capital charge | - | - |
| 2 | (i) VaR component (including the 3×multiplier) | - | - |
| 3 | (ii) Stressed VaR component (including the 3×multiplier) | - | - |
| 4 | All portfolios subject to the standardized CVA capital charge | 671,306 | 505,769 |
| 5 | Total subject to the CVA capital charge | 671,306 | 505,769 |

CCR3 : Standardized approach – CCR exposures by regulatory portfolio and risk

(Millions of yen)

| | | EAD (post-CRM) | | |
|----------------------|---|----------------|--------|---------|
| | | 0% | 10% | 20% |
| Regulatory portfolio | | Risk weight | | |
| 1 | Japanese government and central bank | 786,990 | - | - |
| 2 | Non-Japanese sovereign and central bank | 2,276 | - | 12,937 |
| 3 | Bank for International Settlements (BIS) | 60,749 | - | - |
| 4 | Japanese local public authorities | 2,139 | - | - |
| 5 | Non-Japanese public sector entities (excluding sovereign) | - | - | 45,549 |
| 6 | Multilateral Development Banks (MDBs) | 14,058 | - | - |
| 7 | Japan Finance Organization for Municipalities (JFM) | - | - | 1,239 |
| 8 | Japanese government-sponsored entities | - | 16,369 | 16,098 |
| 9 | Three major local public corporations of Japan | - | - | - |
| 10 | Financial institutions and securities firms | - | - | 422,583 |
| 11 | Corporates | - | - | 12,034 |
| 12 | SMEs and individuals (risk weight 75% applied) | - | - | - |
| 13 | Other assets | - | - | - |
| 14 | Total | 866,214 | 16,369 | 510,443 |

(Millions of yen)

| | | EAD (post-CRM) | | |
|----------------------|---|----------------|-----|---------|
| | | 50% | 75% | 100% |
| Regulatory portfolio | | Risk weight | | |
| 1 | Japanese government and central bank | - | - | - |
| 2 | Non-Japanese sovereign and central bank | 53 | - | - |
| 3 | Bank for International Settlements (BIS) | - | - | - |
| 4 | Japanese local public authorities | - | - | - |
| 5 | Non-Japanese public sector entities (excluding sovereign) | 2,710 | - | - |
| 6 | Multilateral Development Banks (MDBs) | - | - | - |
| 7 | Japan Finance Organization for Municipalities (JFM) | - | - | - |
| 8 | Japanese government-sponsored entities | - | - | - |
| 9 | Three major local public corporations of Japan | - | - | - |
| 10 | Financial institutions and securities firms | - | - | - |
| 11 | Corporates | 22,191 | - | 749,116 |
| 12 | SMEs and individuals (risk weight 75% applied) | - | - | - |
| 13 | Other assets | - | - | - |
| 14 | Total | 24,955 | - | 749,116 |

(Millions of yen)

| | Regulatory portfolio | EAD (post-CRM) | | |
|----|---|----------------|------|-----------|
| | | Risk weight | 150% | Others |
| 1 | Japanese government and central bank | - | - | 786,990 |
| 2 | Non-Japanese sovereign and central bank | - | - | 15,267 |
| 3 | Bank for International Settlements (BIS) | - | - | 60,749 |
| 4 | Japanese local public authorities | - | - | 2,139 |
| 5 | Non-Japanese public sector entities (excluding sovereign) | - | - | 48,259 |
| 6 | Multilateral Development Banks (MDBs) | - | - | 14,058 |
| 7 | Japan Finance Organization for Municipalities (JFM) | - | - | 1,239 |
| 8 | Japanese government-sponsored entities | - | - | 32,468 |
| 9 | Three major local public corporations of Japan | - | - | - |
| 10 | Financial institutions and securities firms | - | - | 422,583 |
| 11 | Corporates | 332 | - | 783,675 |
| 12 | SMEs and individuals (risk weight 75% applied) | - | - | - |
| 13 | Other assets | - | - | - |
| 14 | Total | 332 | - | 2,167,432 |

CCR5 : Composition of collateral for CCR exposure

(Millions of yen)

| | Collateral used in derivative transactions | Fair value of collateral received | | Fair value of posted collateral | | Collateral used in SFTs | |
|---|--|-----------------------------------|--------------|---------------------------------|--------------|-----------------------------------|---------------------------------|
| | | Segregated | Unsegregated | Segregated | Unsegregated | Fair value of collateral received | Fair value of posted collateral |
| | | | | | | | |
| 1 | Cash - domestic currency | 43,218 | 312,387 | 49,925 | 456,963 | 5,101,079 | 5,084,170 |
| 2 | Cash - other currencies | 6,190 | 94,040 | 11,261 | 19,187 | 8,738,362 | 6,632,732 |
| 3 | Domestic sovereign debt | 19,184 | 34,195 | 83,284 | 280 | 3,936,057 | 4,214,421 |
| 4 | Other sovereign debt | 7,443 | - | - | - | 5,786,200 | 6,363,883 |
| 5 | Government agency debt | 819 | - | - | - | 1,021,604 | 2,606,068 |
| 6 | Corporate bonds | 66,791 | - | - | - | 31,793 | 157,765 |
| 7 | Equity securities | 23,679 | 2,691 | - | 25,269 | 540,264 | 406,920 |
| 8 | Other collateral | 2,633 | - | - | - | 34,084 | 1,285,709 |
| 9 | Total | 169,960 | 443,315 | 144,472 | 501,701 | 25,189,446 | 26,751,672 |

* Collateral applied to credit risk mitigation techniques

CCR6: Credit derivatives exposures

(Millions of yen)

| | | Protection bought | Protection sold |
|---|----------------------------------|-------------------|-----------------|
| | Notionals | | |
| 1 | Single-name credit default swaps | 612,775 | 956,700 |
| 2 | Index credit default swaps | 2,177,848 | 2,079,139 |
| 3 | Total return swaps | - | - |
| 4 | Credit options | - | - |
| 5 | Other credit derivatives | 23,700 | 3,160 |
| 6 | Total notionals | 2,814,324 | 3,039,000 |
| | Fair values | | |
| 7 | Positive fair value (asset) | 5,065 | 37,142 |
| 8 | Negative fair value (liability) | (35,401) | (11,663) |

CCR8: Exposures to central counterparties

(Millions of yen)

| | | EAD (post-CRM) | RWA |
|----|---|----------------|--------|
| 1 | Exposures to QCCPs (total) | | 36,842 |
| 2 | Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which | 1,098,605 | 21,972 |
| 3 | (i) OTC derivatives | 395,627 | 7,912 |
| 4 | (ii) Exchange-traded derivatives | 413,909 | 8,278 |
| 5 | (iii) Securities financing transactions | 289,068 | 5,781 |
| 6 | (iv) Netting sets where cross-product netting has been approved | - | - |
| 7 | Segregated initial margin | 78,608 | |
| 8 | Non-segregated initial margin | 19,879 | 397 |
| 9 | Pre-funded default fund contributions | 30,536 | 14,472 |
| 10 | Unfunded default fund contributions | - | - |
| 11 | Exposures to non-QCCPs (total) | | - |
| 12 | Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which | - | - |
| 13 | (i) OTC derivatives | - | - |
| 14 | (ii) Exchange-traded derivatives | - | - |
| 15 | (iii) Securities financing transactions | - | - |
| 16 | (iv) Netting sets where cross-product netting has been approved | - | - |
| 17 | Segregated initial margin | - | |
| 18 | Non-segregated initial margin | - | - |
| 19 | Pre-funded default fund contributions | - | - |
| 20 | Unfunded default fund contributions | - | - |

SEC1 : Securitization exposures in the banking book

(Millions of yen)

| | Type of underlying assets | Group acts as originator | | |
|----|------------------------------|--------------------------|-----------|-----------|
| | | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) - of which | - | - | - |
| 2 | residential mortgage | - | - | - |
| 3 | credit card | - | - | - |
| 4 | other retail exposures | - | - | - |
| 5 | re-securitization | - | - | - |
| 6 | Wholesale (total) - of which | - | - | - |
| 7 | loans to corporates | - | - | - |
| 8 | commercial mortgage | - | - | - |
| 9 | lease and receivables | - | - | - |
| 10 | other wholesale | - | - | - |
| 11 | re-securitization | - | - | - |

| | Type of underlying assets | Group acts as sponsor | | |
|----|------------------------------|-----------------------|-----------|-----------|
| | | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) - of which | - | - | - |
| 2 | residential mortgage | - | - | - |
| 3 | credit card | - | - | - |
| 4 | other retail exposures | - | - | - |
| 5 | re-securitization | - | - | - |
| 6 | Wholesale (total) - of which | - | - | - |
| 7 | loans to corporates | - | - | - |
| 8 | commercial mortgage | - | - | - |
| 9 | lease and receivables | - | - | - |
| 10 | other wholesale | - | - | - |
| 11 | re-securitization | - | - | - |

| | Type of underlying assets | Group acts as investor | | |
|----|------------------------------|------------------------|-----------|-----------|
| | | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) - of which | 319,499 | - | 319,499 |
| 2 | residential mortgage | 176,921 | - | 176,921 |
| 3 | credit card | - | - | - |
| 4 | other retail exposures | 142,577 | - | 142,577 |
| 5 | re-securitization | - | - | - |
| 6 | Wholesale (total) - of which | 599,295 | - | 599,295 |
| 7 | loans to corporates | 599,295 | - | 599,295 |
| 8 | commercial mortgage | - | - | - |
| 9 | lease and receivables | - | - | - |
| 10 | other wholesale | - | - | - |
| 11 | re-securitization | - | - | - |

SEC2: Securitization exposures in the trading book

(Millions of yen)

| | Type of underlying assets | Group acts as originator | | |
|----|------------------------------|--------------------------|-----------|-----------|
| | | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) - of which | 725 | - | 725 |
| 2 | residential mortgage | 725 | - | 725 |
| 3 | credit card | - | - | - |
| 4 | other retail exposures | - | - | - |
| 5 | re-securitization | - | - | - |
| 6 | Wholesale (total) - of which | - | - | - |
| 7 | loans to corporates | - | - | - |
| 8 | commercial mortgage | - | - | - |
| 9 | lease and receivables | - | - | - |
| 10 | other wholesale | - | - | - |
| 11 | re-securitization | - | - | - |

| | Type of underlying assets | Group acts as sponsor | | |
|----|------------------------------|-----------------------|-----------|-----------|
| | | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) - of which | - | - | - |
| 2 | residential mortgage | - | - | - |
| 3 | credit card | - | - | - |
| 4 | other retail exposures | - | - | - |
| 5 | re-securitization | - | - | - |
| 6 | Wholesale (total) - of which | - | - | - |
| 7 | loans to corporates | - | - | - |
| 8 | commercial mortgage | - | - | - |
| 9 | lease and receivables | - | - | - |
| 10 | other wholesale | - | - | - |
| 11 | re-securitization | - | - | - |

| | Type of underlying assets | Group acts as investor | | |
|----|------------------------------|------------------------|-----------|-----------|
| | | Traditional | Synthetic | Sub-total |
| 1 | Retail (total) - of which | - | - | - |
| 2 | residential mortgage | - | - | - |
| 3 | credit card | - | - | - |
| 4 | other retail exposures | - | - | - |
| 5 | re-securitization | - | - | - |
| 6 | Wholesale (total) - of which | - | - | - |
| 7 | loans to corporates | - | - | - |
| 8 | commercial mortgage | - | - | - |
| 9 | lease and receivables | - | - | - |
| 10 | other wholesale | - | - | - |
| 11 | re-securitization | - | - | - |

SEC3: Securitization exposures in the banking book and associated regulatory capital requirements –
bank acting as originator or as sponsor
Not applicable.

SEC4: Securitization exposures in the banking book and associated capital requirements – bank acting as investor

(Millions of yen)

| | | Total exposures | | | | |
|--|---|----------------------------|-------------------------|----------------------------|--------------------|---------|
| | | Traditional securitization | Of which securitization | Of which retail underlying | Of which wholesale | |
| | | | | | | |
| Exposure values (by RW bands) | | | | | | |
| 1 | ≤20% RW | 918,295 | 918,295 | 918,295 | 318,999 | 599,295 |
| 2 | >20% to 50% RW | 500 | 500 | 500 | 500 | - |
| 3 | >50% to 100% RW | - | - | - | - | - |
| 4 | >100% to <1250% RW | - | - | - | - | - |
| 5 | 1250% RW | - | - | - | - | - |
| Exposure values (by regulatory approach) | | | | | | |
| 6 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 7 | Of which external ratings-based approach (SEC-ERBA) | 918,795 | 918,795 | 918,795 | 319,499 | 599,295 |
| 8 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 9 | Of which 1250% risk weight applied | - | - | - | - | - |
| RWA (by regulatory approach) | | | | | | |
| 10 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 11 | Of which external ratings-based approach (SEC-ERBA) | 182,457 | 182,457 | 182,457 | 62,617 | 119,840 |
| 12 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 13 | Of which 1250% risk weight applied | - | - | - | - | - |
| Capital charge after cap | | | | | | |
| 14 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 15 | Of which external ratings-based approach (SEC-ERBA) | 14,596 | 14,596 | 14,596 | 5,009 | 9,587 |
| 16 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 17 | Of which 1250% risk weight applied | - | - | - | - | - |

(Millions of yen)

| | | Total exposures | | | | |
|--|---|----------------------------|-----------------|---------------------|--------------------------|-------------------------|
| | | Traditional securitization | | | Synthetic securitization | Of which securitization |
| | | Of which re-securitization | Of which senior | Of which non-senior | | |
| Exposure values (by RW bands) | | | | | | |
| 1 | ≤20% RW | - | - | - | - | - |
| 2 | >20% to 50% RW | - | - | - | - | - |
| 3 | >50% to 100% RW | - | - | - | - | - |
| 4 | >100% to <1250% RW | - | - | - | - | - |
| 5 | 1250% RW | - | - | - | - | - |
| Exposure values (by regulatory approach) | | | | | | |
| 6 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 7 | Of which external ratings-based approach (SEC-ERBA) | - | - | - | - | - |
| 8 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 9 | Of which 1250% risk weight applied | - | - | - | - | - |
| RWA (by regulatory approach) | | | | | | |
| 10 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 11 | Of which external ratings-based approach (SEC-ERBA) | - | - | - | - | - |
| 12 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 13 | Of which 1250% risk weight applied | - | - | - | - | - |
| Capital charge after cap | | | | | | |
| 14 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 15 | Of which external ratings-based approach (SEC-ERBA) | - | - | - | - | - |
| 16 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 17 | Of which 1250% risk weight applied | - | - | - | - | - |

(Millions of yen)

| | | Total exposures | | | | |
|--|---|----------------------------|--------------------|----------------------------|-----------------|---------------------|
| | | Synthetic securitization | | | | |
| | | Of which securitization | | Of which re-securitization | Of which senior | Of which non-senior |
| | | Of which retail underlying | Of which wholesale | | | |
| Exposure values (by RW bands) | | | | | | |
| 1 | ≤20% RW | - | - | - | - | - |
| 2 | >20% to 50% RW | - | - | - | - | - |
| 3 | >50% to 100% RW | - | - | - | - | - |
| 4 | >100% to <1250% RW | - | - | - | - | - |
| 5 | 1250% RW | - | - | - | - | - |
| Exposure values (by regulatory approach) | | | | | | |
| 6 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 7 | Of which external ratings-based approach (SEC-ERBA) | - | - | - | - | - |
| 8 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 9 | Of which 1250% risk weight applied | - | - | - | - | - |
| RWA (by regulatory approach) | | | | | | |
| 10 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 11 | Of which external ratings-based approach (SEC-ERBA) | - | - | - | - | - |
| 12 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 13 | Of which 1250% risk weight applied | - | - | - | - | - |
| Capital charge after cap | | | | | | |
| 14 | Of which internal ratings-based approach (SEC-IRBA) or internal assessment approach (IAA) | - | - | - | - | - |
| 15 | Of which external ratings-based approach (SEC-ERBA) | - | - | - | - | - |
| 16 | Of which standardized approach (SEC-SA) | - | - | - | - | - |
| 17 | Of which 1250% risk weight applied | - | - | - | - | - |

MR1 : Market risk under standardized approach

(Millions of yen)

| | | RWA |
|---|---|---------|
| 1 | Interest rate risk (general and specific) | 512,353 |
| 2 | Equity risk (general and specific) | 79,969 |
| 3 | Foreign exchange risk | 181,199 |
| 4 | Commodity risk | 1,170 |
| | Options | |
| 5 | Simplified approach | - |
| 6 | Delta-plus method | - |
| 7 | Scenario approach | - |
| 8 | Securitization | 5,168 |
| 9 | Total | 779,860 |

MR2 : RWA flow statements of market risk exposures under an IMA

(Millions of yen)

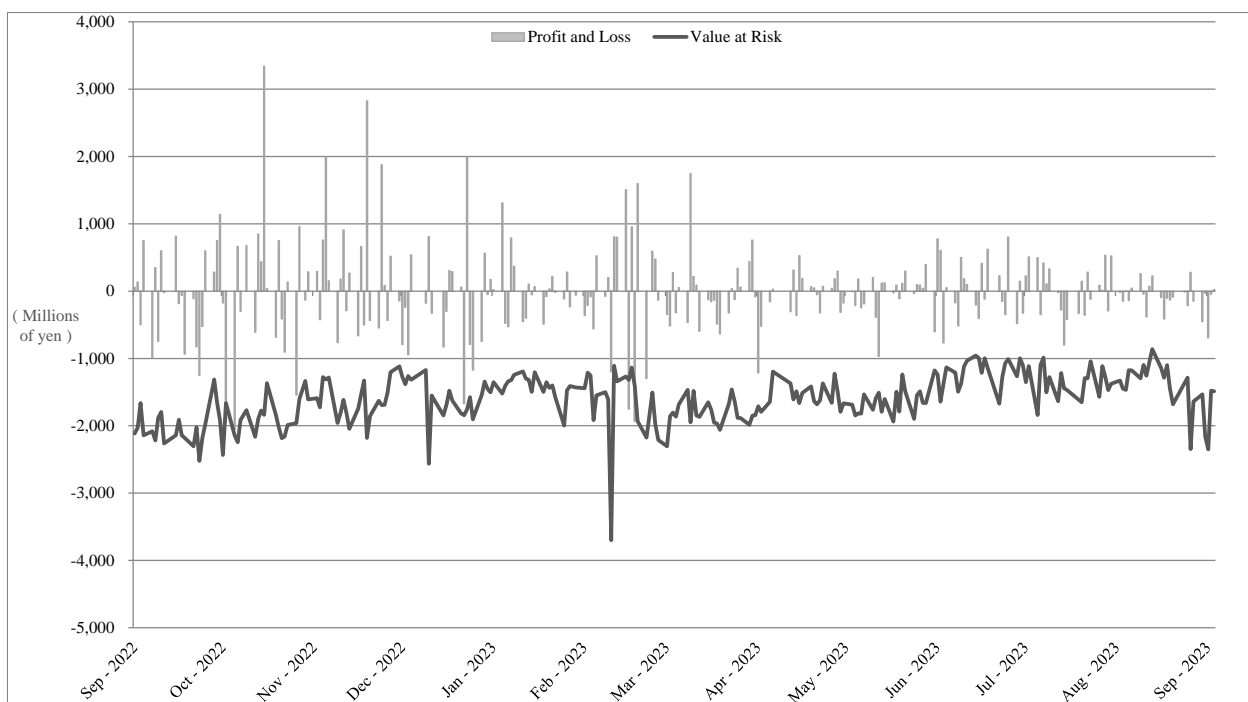
| | | VaR | Stressed VaR | IRC | CRM | Other | Total RWA |
|----|--|----------------------------|--------------|---------|-----|-------|-----------|
| 1a | RWA at previous quarter-end | 144,708 | 338,855 | - | - | | 483,563 |
| 1b | Adjustments to RWA based on the regulatory consolidated capital at previous quarter-end | 6.33 | 3.64 | - | - | | 4.17 |
| 1c | Amounts of IMA at previous quarter-end | 22,842 | 93,010 | - | - | | 115,852 |
| 2 | Change in reporting period | Movement in risk levels | 19,675 | (7,203) | - | - | 12,472 |
| 3 | | Model updates/changes | - | - | - | - | - |
| 4 | | Methodology and policy | - | - | - | - | - |
| 5 | | Acquisitions and disposals | - | - | - | - | - |
| 6 | | Foreign exchange movements | - | - | - | - | - |
| 7 | | Other | - | - | - | - | - |
| 8a | Amounts of IMA at end of reporting period | 42,518 | 85,807 | - | - | | 128,325 |
| 8b | Adjustments to RWA based on the regulatory consolidated capital at end of reporting period | 2.34 | 2.69 | - | - | | 2.58 |
| 8c | RWA at end of reporting period | 99,911 | 231,465 | - | - | | 331,377 |

MR3 : IMA values for trading portfolios

(Millions of yen)

| | | |
|----|---|--------|
| | VaR (10 day 99%) | |
| 1 | Maximum value | 10,117 |
| 2 | Average value | 3,452 |
| 3 | Minimum value | 1,294 |
| 4 | Period end | 2,306 |
| | Stressed VaR (10 day 99%) | |
| 5 | Maximum value | 17,660 |
| 6 | Average value | 8,720 |
| 7 | Minimum value | 1,376 |
| 8 | Period end | 6,660 |
| | Incremental Risk Charge (99.9%) | |
| 9 | Maximum value | - |
| 10 | Average value | - |
| 11 | Minimum value | - |
| 12 | Period end | - |
| | Comprehensive Risk capital charge (99.9%) | |
| 13 | Maximum value | - |
| 14 | Average value | - |
| 15 | Minimum value | - |
| 16 | Period end | - |
| 17 | Floor (standardized measurement method) | - |

MR4: Comparison of VaR estimates with gains/losses



IRRBB1 : Quantitative information on IRRBB

(Millions of yen)

| | | Δ EVE | |
|---|-----------------|----------------|----------------|
| | | September 2023 | September 2022 |
| 1 | Parallel up | 11,392 | 3,564 |
| 2 | Parallel down | 23,532 | 14,064 |
| 3 | Steepener | 10,749 | 9,823 |
| 4 | Flattener | 320 | 878 |
| 5 | Short rate up | 1,910 | 1,879 |
| 6 | Short rate down | 14,075 | 12,468 |
| 7 | Maximum | 23,532 | 14,064 |
| | | September 2023 | September 2022 |
| 8 | Tier 1 capital | 1,495,881 | 1,444,447 |

Δ NI is not disclosed because there is only minimal impact from the changes in net income subject to the interest rate risk which occurs from the non-trading business.

CCyB1: Geographical distribution of credit exposures used in the countercyclical buffer

(Millions of yen)

| Geographical breakdown | Countercyclical capital buffer rate | Risk-weighted assets used in the computation of the countercyclical capital buffer | Bank-specific countercyclical capital buffer rate | Countercyclical buffer amount |
|------------------------|-------------------------------------|--|---|-------------------------------|
| Australia | 1.00% | 42,799 | | |
| France | 0.50% | 842 | | |
| Germany | 0.75% | 1,413 | | |
| Hong Kong SAR | 1.00% | 11,640 | | |
| Luxembourg | 0.50% | 34,926 | | |
| Netherlands | 1.00% | 26,589 | | |
| United Kingdom | 2.00% | 96,600 | | |
| Sum | | 214,812 | | |
| Total | | 3,548,769 | 0.08% | 5,609 |

* Basically, Risk-weighted assets used in the computation of the countercyclical capital buffer are calculated on an "ultimate risk" basis. For a part of assets which are difficult to allocate jurisdictions by the ultimate risk method, we adopt the jurisdictions which are recorded in the balance sheet to the calculation.

Consolidated Leverage Ratio

1. Composition of consolidated leverage ratio

(Millions of yen, %)

| Basel III template number (2) | Basel III template number (1) | Items | September 2023 | September 2022 |
|--|-------------------------------|--|----------------|----------------|
| On-balance sheet exposures | | | (1) | |
| 1 | | On-balance sheet items before adjustments | 15,773,600 | 16,058,102 |
| 1a | 1 | Total assets in the consolidated balance sheet | 29,775,677 | 28,218,521 |
| 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) | 1,104 | 2,008 |
| 1d | 3 | Assets other than the adjustments that are excluded from the total assets in the consolidated balance sheet | 14,003,181 | 12,162,427 |
| 2 | 7 | Tier 1 capital: regulatory adjustments | 177,281 | 167,061 |
| 3 | | Total on-balance sheet exposures (excluding derivatives and SFTs) (A) | 15,596,319 | 15,891,041 |
| Derivative exposures | | | (2) | |
| 4 | | Replacement cost associated with all derivatives transactions (with the 1.4 alpha factor applied) | 1,105,777 | 923,912 |
| 5 | | Add-on amounts for PFE associated with all derivatives transactions (with the 1.4 alpha factor applied) | 790,498 | 1,080,220 |
| 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 | 34,968 | 61,986 |
| 8 | | Exempted CCP leg of client-cleared trade exposures | | |
| 9 | | Adjusted effective notional amount of written credit derivatives | 3,039,000 | 1,724,229 |
| 10 | | Adjusted effective notional offsets and add-on deductions for written credit derivatives | 2,630,244 | 1,319,978 |
| 11 | 4 | Total derivative exposures (B) | 2,270,063 | 2,346,397 |
| Securities financing transaction exposures | | | (3) | |
| 12 | | Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions | 12,401,939 | 11,349,585 |
| 13 | | Netted amounts of cash payables and cash receivables of gross SFT assets | 3,327,344 | 4,153,517 |
| 14 | | CCR exposure for SFT assets | 211,029 | 243,966 |
| 15 | | Agent transaction exposures | | |
| 16 | 5 | Total securities financing transaction exposures (C) | 9,285,624 | 7,440,034 |
| Other off-balance sheet exposures | | | (4) | |
| 17 | | Off-balance sheet exposure at gross notional amount | 166,722 | 159,670 |
| 18 | | Adjustments for conversion to credit equivalent amounts | 49,800 | 67,465 |
| 19 | 6 | Off-balance sheet items (D) | 116,922 | 92,205 |
| Capital and total exposures | | | (5) | |
| 20 | | Tier 1 capital (E) | 1,495,881 | 1,444,447 |
| 21 | 8 | Total exposures (A)+(B)+(C)+(D) (F) | 27,268,928 | 25,769,677 |
| 22 | | Leverage ratio on a consolidated basis (E) / (F) | 5.48% | 5.60% |
| Leverage ratio (including amount of the central bank reserves) | | | (6) | |
| | | Total exposures (F) | 27,268,928 | 25,769,677 |
| | | Amount of the central bank reserves | 3,648,989 | 3,242,954 |
| | | Total exposures (including amount of the central bank reserves) (F') | 30,917,917 | 29,012,631 |
| | | Leverage ratio (including amount of the central bank reserves) (E) / (F') | 4.83% | 4.97% |

2. Reasons for significant differences in the consolidated leverage ratio over previous year

There is no significant difference in the consolidated leverage ratio over previous year.

Overview of Main Features of Regulatory Capital Instruments

CCA: 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 |
| 3a | Other TLAC-eligible instruments governed by foreign 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 | Daiwa Securities Group Inc. |
| 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 | 1,286,334 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 and redemption amount | — |
| | 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 | — |
| 34a | Type of subordination | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA |
| 37 | If yes, specify non-compliant features | — |

| | | | |
|-----|---|--|--|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 | 58 million Yen | 73 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 | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|--|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 2008 | Stock subscription right issued in July 2009 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 79 million Yen | 139 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, 2008 | July 1, 2009 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|--|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 2010 | Stock subscription right issued in July 2011 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 201 million Yen | 288 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, 2010 | July 1, 2011 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|--|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 issued in February 2014 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 369 million Yen | 304 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 10, 2014 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|------------------------------------|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 | 342 million Yen | 870 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 | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|------------------------------------|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 | 352 million Yen | 394 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 | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|------------------------------------|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 382 million Yen | 756 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 | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|------------------------------------|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 2018 | Stock subscription right series 14 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 416 million Yen | 789 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, 2018 | February 8, 2018 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|------------------------------------|------------------------------------|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 series 15 | Stock subscription right series 16 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 606 million Yen | 390 million Yen |
| 9 | Par value of instrument | — | — |
| 10 | Accounting classification | | |
| | Consolidated balance sheets | Stock subscription right | Stock subscription right |
| 11 | Original date of issuance | August 10, 2018 | August 15, 2019 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|------------------------------------|------------------------------------|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 series 17 | Stock subscription right series 18 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 383 million Yen | 213 million Yen |
| 9 | Par value of instrument | — | — |
| 10 | Accounting classification | | |
| | Consolidated balance sheets | Stock subscription right | Stock subscription right |
| 11 | Original date of issuance | August 17, 2020 | August 13, 2021 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|------------------------------------|------------------------------------|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign 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 series 19 | Stock subscription right series 20 |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 263 million Yen | 73 million Yen |
| 9 | Par value of instrument | — | — |
| 10 | Accounting classification | | |
| | Consolidated balance sheets | Stock subscription right | Stock subscription right |
| 11 | Original date of issuance | August 15, 2022 | August 15, 2023 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|--|---|
| 1 | Issuer | Daiwa Office Investment Corporation | Samty Residential Investment Corporation |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | NA | NA |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign law | — | — |
| | Regulatory treatment | | |
| 4 | Transitional Basel III rules | Additional Tier 1 capital Tier 2 capital | Additional Tier 1 capital Tier 2 capital |
| 5 | Post-transitional Basel III rules | Additional Tier 1 capital Tier 2 capital | Additional Tier 1 capital Tier 2 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) | Common stock | Common stock |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | Additional Tier 1 capital 30,435 million Yen Tier 2 capital 7,161 million Yen | Additional Tier 1 capital 9,279 million Yen Tier 2 capital 2,183 million Yen |
| 9 | Par value of instrument | — | — |
| 10 | Accounting classification | | |
| | Consolidated balance sheets | Non-controlling interest | Non-controlling interest |
| 11 | Original date of issuance | — | — |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | NA | NA |
| 15 | Optional call date and redemption amount | — | — |
| | 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 | — | — |
| 34a | Type of subordination | — | — |
| 35 | Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument) | Perpetual Subordinated Bonds | Perpetual Subordinated Bonds |
| 36 | Non-compliant transitioned features | NA | NA |
| 37 | If yes, specify non-compliant features | — | — |

| | | | |
|-----|---|---|---|
| 1 | Issuer | Daiwa Securities Group Inc. | Daiwa Securities Group Inc. |
| 2 | Unique identifier (e.g., CUSIP, ISIN or Bloomberg identifier for private placement) | JP350220AL30 | JP350220BL39 |
| 3 | Governing law(s) of the instrument | Japanese Law | Japanese Law |
| 3a | Other TLAC-eligible instruments governed by foreign law | — | — |
| | Regulatory treatment | | |
| 4 | Transitional Basel III rules | Additional Tier 1 capital | Additional Tier 1 capital |
| 5 | Post-transitional Basel III rules | Additional Tier 1 capital | Additional 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) | Daiwa Securities Group Inc. first series of unsecured perpetual subordinated bonds with optional-redemption clause and write-down clause | Daiwa Securities Group Inc. second series of unsecured perpetual subordinated bonds with optional-redemption clause and write-down clause |
| 8 | Amount recognized in regulatory capital (Currency in millions, as of the most recent reporting date) | | |
| | Consolidated Capital Adequacy Ratio | 124,700 million Yen | 25,000 million Yen |
| 9 | Par value of instrument | 125,000 million Yen | 25,000 million Yen |
| 10 | Accounting classification | | |
| | Consolidated balance sheets | Liabilities | Liabilities |
| 11 | Original date of issuance | March 16, 2020 | March 16, 2020 |
| 12 | Perpetual or dated | NA | NA |
| 13 | Original maturity date | — | — |
| 14 | Issuer call subject to prior supervisory approval | YES | YES |
| 15 | Optional call date and redemption amount | June 5, 2025 at par | June 5, 2030 at par |
| | Contingent call dates and redemption amount | Tax event or Regulatory event at par | Tax event or Regulatory event at par |
| 16 | Subsequent call dates, if applicable | Each interest payment date after first call date | Each interest payment date after first call date |
| | Coupons / dividends | | |
| 17 | Fixed or floating dividend/coupon | Fixed to floating | Fixed to floating |
| 18 | Coupon rate and any related index | From the day immediately following March 16, 2020 until June 5, 2025 : 1.20% per annum From the day immediately following June 5, 2025 : 6-month euro-yen LIBOR + 1.40% | From the day immediately following March 16, 2020 until June 5, 2030 : 1.39% per annum From the day immediately following June 5, 2030 : 6-month euro-yen LIBOR + 1.50% |
| 19 | Existence of a dividend stopper | YES | YES |
| 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 | YES | YES |
| 31 | If write-down, write-down trigger(s) | Events(1), (2) or (3) below: (1)When the Company's consolidated Common Equity Tier1 capital ratio falls below 5.125%. (2)When the principal amount of and interest on the bonds shall be written down to zero when it is confirmed that the "specified item 2 measures". (3)When the Company becomes subject to bankruptcy and other insolvency proceedings. | Events(1), (2) or (3) below: (1)When the Company's consolidated Common Equity Tier1 capital ratio falls below 5.125%. (2)When the principal amount of and interest on the bonds shall be written down to zero when it is confirmed that the "specified item 2 measures". (3)When the Company becomes subject to bankruptcy and other insolvency proceedings. |
| 32 | If write-down, full or partial | Full or Partial | Full or Partial |
| 33 | If write-down, permanent or temporary | Temporary | Temporary |
| 34 | If temporary write-down, description of write-up mechanism | When the Company determines that the principal amount of the bonds that have been written-down be reinstated after prior confirmation of the Financial Services Agency of Japan and any other relevant Japanese governmental organizations that the Company's consolidated Common Equity Tier1 capital ratio remains at a sufficiently high level immediately after giving effect to the relevant reinstatement of the bonds. | When the Company determines that the principal amount of the bonds that have been written-down be reinstated after prior confirmation of the Financial Services Agency of Japan and any other relevant Japanese governmental organizations that the Company's consolidated Common Equity Tier1 capital ratio remains at a sufficiently high level immediately after giving effect to the relevant reinstatement of the bonds. |
| 34a | Type of subordination | Contractual | Contractual |
| 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 | — | — |