

Daiwa Securities Group

Attention

This document is an unofficial translation of a press release announced on February 29, 2024 by Daiwa Securities Group Inc. The original press release is in Japanese.

February 29, 2024

Press Release

Daiwa Securities Group Inc.
Seiji Nakata, President and CEO
(Securities Code: 8601 TSE Prime and NSE Premiere)

Notice of Changes in Reporting Segments

Daiwa Securities Group Inc. (President: Seiji Nakata; hereinafter "the Group") announced in today's board of directors meeting that it has resolved to change its reporting segments, effective from the first quarter of FY 2024.

1. Reasons for the change

In the Retail Division, we have been transitioning from a traditional brokerage-centered business model to a "wealth management business model". Our focus has been on enhancing the quality of comprehensive asset management services, including consultancy on customers' total assets, encompassing both financial and non-financial assets, as well as providing a wide range of products and solutions for inheritance, gifting, and business succession. The progress of these efforts have been steadily apparent. In line with this business model we aim for, we will rename the Retail Division to the "Wealth Management Division." Additionally, we will integrate certain group companies, such as Daiwa Next Bank, Ltd., Daiwa Connect Securities Co., Ltd., and Fintertech Co., Ltd., which were previously categorized as "Other", into the "Wealth Management Division" to foster collaboration and create synergies.

In the Asset Management Division, we will position the Investment Division as "Alternative Asset Management" and establish it as a sub-segment under the Asset Management Division. This transition will facilitate a gradual shift from the operational structure centered on principal investments to an asset management business that incorporates external funds. By promoting organic collaboration among the "Securities Asset Management," "Real Estate Asset Management," and "Alternative Asset

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Management", we aim to consolidate our expertise in various asset classes and strengthen and expand products and services that contribute to the "best interests of our customers."

To better reflect the reality of our business, the Wholesale Division will be renamed as the "Global Markets & Investment Banking Division."

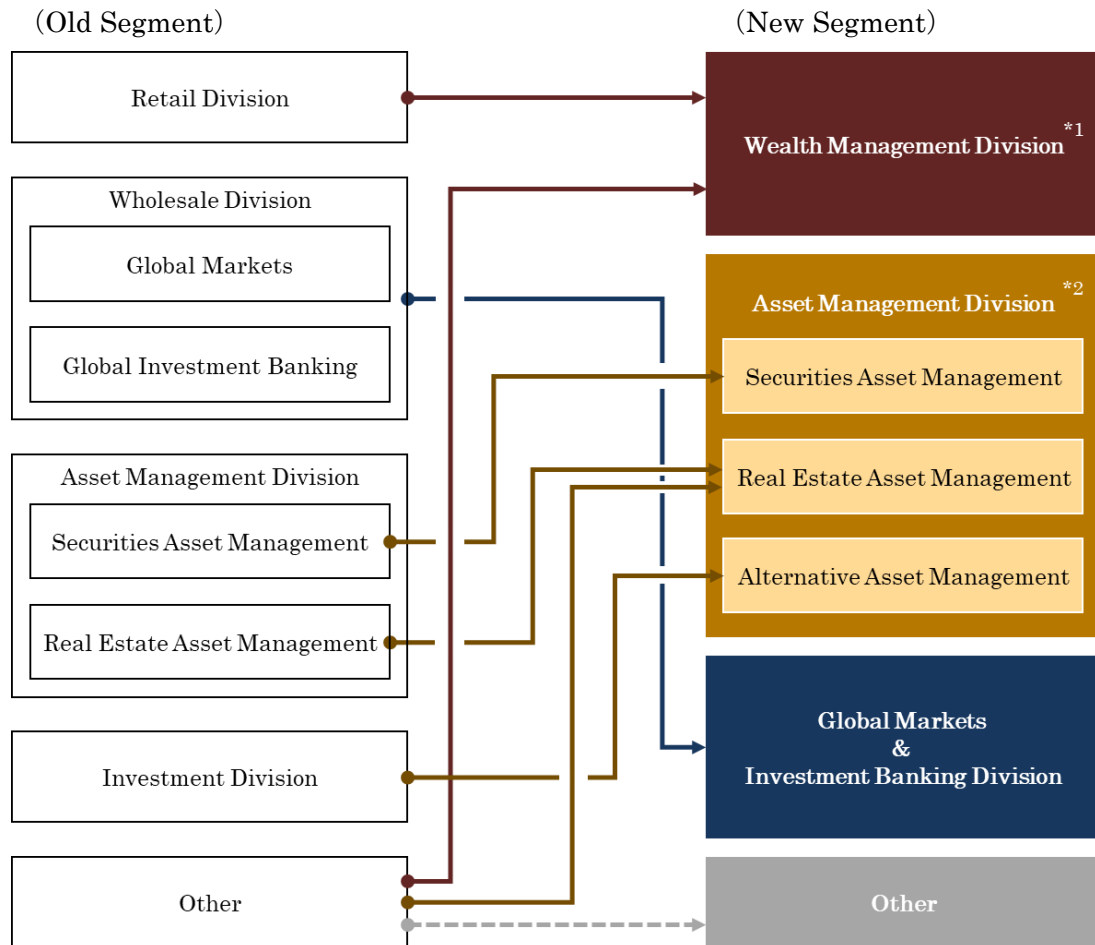
2. Change Details

- (1) The "Retail Division" will be renamed as the "Wealth Management Division"
- (2) The "Investment Division" will be transferred to a sub-segment of the "Asset Management Division" as "Alternative Asset Management"
- (3) The "Wholesale Division" will be renamed as the "Global Markets & Investment Banking Division"
- (4) Certain group companies previously categorized under "Other" will be transferred to the "Wealth Management Division" and "Asset Management Division"

3. Schedule of the change

The Group will revise its consolidated financial results starting from the first quarter of the fiscal year ending March 31, 2025.

4. Comparison of old and new segments



*1 Daiwa Securities Co. Ltd., Daiwa Next Bank, Ltd., Daiwa Connect Securities Co., Ltd., and Fintertech Co., Ltd. etc.

*2 Daiwa Asset Management Co. Ltd., Daiwa Real Estate Asset Management Co. Ltd., Daiwa Office Investment Corporation, Samty Residential Investment Corporation, Daiwa Securities Realty Co. Ltd., Daiwa Corporate Investment Co., Ltd., Daiwa PI Partners Co. Ltd., Daiwa Energy & Infrastructure Co. Ltd. etc.