

**Notice Regarding Determination of the Terms of Stock Options  
Utilizing Stock Acquisition Rights**

**Attention**

This document is an unofficial translation of a press release announced on August 27, 2019 by Daiwa Securities Group Inc. The original press release is in Japanese.

Daiwa Securities Group Inc. (hereinafter “Company”) determined the terms of Stock Options Utilizing Stock Acquisition Rights, resolved by Company’s Executive Management Committee held on August 9, 2019.

**1. Name of Common Stock Acquisition Rights**

Series 16 Stock Acquisition Rights

**2. Number of Common Stock Acquisition Rights to be Issued**

84,625 (The number of shares to be issued upon exercise of one (1) Common Stock Acquisition Right shall be 100 shares of Common Stock.)

**3. To whom and the number of Common Stock Acquisition Rights being allocated**

Total of 3,826 persons out of employees of the Company and its subsidiaries, and executives of the Company’s subsidiaries

**4. Class and Number of Shares to be Issued upon Exercise of Common Stock Acquisition Rights**

8,462,500 common stocks

**5. Amount to be Paid in upon Exercise of Common Stock Acquisition Rights**

50,200 yen per Common Stock Acquisition Right  
(Exercise Price) 502 yen per common stock

**6. Total Amount of Issue Price of Common Stocks to be Issued upon Exercise of Common Stock Acquisition Rights**

4,248,175,000 yen

**7. Exercise Period of Common Stock Acquisition Rights**

From July 1, 2024 to July 30, 2029

**8. Amount of Increase in Capital Stock upon Issuance of Common Stocks by Exercise of Common Stock Acquisition Rights**

251 yen per share

The above price shall be 0.5 times of exercise price 502 yen (Any fraction less than one (1) yen shall be rounded up to the nearest yen.). The amount of increase in Capital Stock is 278 yen by adding book value 53.7 yen to exercise price 502 yen.

**9. Date of Allocation of Stock Acquisition Rights**

August 26, 2019