

*Attention*

*This is an unofficial translation of the press release announced on September 25, 2019 by Daiwa Securities Group Inc. The original press release is in Japanese.*

September 25, 2019

Press Release

Daiwa Securities Group Inc.

Daiwa Applies to Establish Joint Securities Company in China

We are delighted to announce that on September 24, 2019, Daiwa Securities Group Inc. ("Daiwa") applied to the China Securities Regulatory Commission ("CSRC") to establish a joint venture securities firm ("JV").

On November 1, 2018, Daiwa and Beijing State-owned Capital Operation and Management Center ("BSCOMC"), signed a memorandum of understanding in relation to the establishment of JV in Beijing, China. 51% shares of JV will be controlled by Daiwa, 49% shares of JV will be controlled by BSCOMC and Beijing Xicheng Capital Holdings Company Limited.

Daiwa is planning to grow this newly established company into our future business hub in China by prioritizing building cross border business with our global network and the knowledge of shareholders. We will provide financial solution services to customers.

Daiwa intends to make detailed preparations for JV subject to discussions with the shareholders and CSRC.