

February 10, 2020
Daiwa Securities Group Inc.

Report Regarding Consolidated Liquidity Coverage Ratio
Situation of Soundness in Liquidity Management as of Third Quarter in Fiscal Year 2019

In accordance with the Financial Instruments and the Exchange Act Article 57-17, “Notification, etc. of Documents Describing Status of Soundness in Management”, Daiwa Securities Group Inc. reports situation of soundness in liquidity management as of third quarter in fiscal year 2019.

Quantitative disclosure of consolidated Liquidity Coverage Ratio

(Unit :1 Million Yen,%)

Items		Third Quarter in Fiscal Year 2019		Second Quarter in Fiscal Year 2019	
High Quality Liquid Assets (1)					
1	Total high quality liquid assets	2,356,156		2,662,299	
Cash Outflows (2)		Unweighted Value	Weighted Value	Unweighted Value	Weighted Value
2	Retail deposits and deposits from small business customers	1,933,894	193,389	1,846,038	184,603
3	Stable deposits	-	-	-	-
4	Less stable deposits	1,933,894	193,389	1,846,038	184,603
5	Unsecured wholesale funding	2,662,441	1,385,836	2,966,010	1,741,468
6	Operational deposits	-	-	-	-
7	Unsecured wholesale funding other than operational deposits and unsecured debt	2,569,511	1,292,906	2,871,565	1,647,023
8	Unsecured debt	92,929	92,929	94,444	94,444
9	Secured funding	7,265,222	376,008	6,905,590	359,524
10	Outflows related to derivative exposures, loss of funding on debt products, committed credit and liquidity facilities	244,561	244,561	216,605	216,605
11	Outflows related to derivative exposures	233,592	233,592	205,920	205,920
12	Outflows related to loss of funding on debt products	-	-	-	-
13	Outflows related to credit and liquidity facilities	10,969	10,969	10,685	10,685
14	Other contractual funding obligations	4,995,553	948,675	4,777,297	971,231
15	Other contingent funding obligations	118,893	108,102	108,680	108,100
16	Total cash outflows	3,256,574		3,581,534	
Cash Inflows (3)		Unweighted Value	Weighted Value	Unweighted Value	Weighted Value
17	Secured lending	5,670,846	156,230	5,342,539	195,937
18	Inflows from fully performing exposures	427,925	379,244	495,939	413,376
19	Other cash inflows	4,419,152	985,198	4,433,741	1,093,671
20	Total cash inflows	1,520,673		1,702,985	
Consolidated Liquidity Coverage Ratio (4)					
21	Total high quality liquid assets	2,356,156		2,662,299	
22	Total net cash outflows	1,735,901		1,878,549	
23	Consolidated liquidity coverage ratio	135.7%		141.7%	
24	Number of data used for calculation of average value	62		62	

(Unit :1 Million Yen,%)

		Third Quarter in Fiscal Year 2019	Second Quarter in Fiscal Year 2019	First Quarter in Fiscal Year 2019	Fourth Quarter in Fiscal Year 2018	Third Quarter in Fiscal Year 2018
Consolidated liquidity coverage ratio						
15	Total high quality liquid assets	2,356,156	2,662,299	2,674,229	2,528,417	2,501,861
16	Total net cash outflows	1,735,901	1,878,549	1,835,406	1,786,074	1,808,314
17	Consolidated liquidity coverage ratio	135.7%	141.7%	145.7%	141.5%	138.3%

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