

15th June, 2020

Daiwa Securities Group Inc.

The arrangement of Sustainable Development Bond issued by Inter-American Development Bank

On Wednesday 27th May, Inter-American Development Bank (“IDB”), rated Aaa/AAA by Moody’s/S&P, successfully launched an AUD 50 million 10-year Sustainable Development Bond (“the Bond”). Daiwa Capital Markets America Inc. acted as a sole lead manager for this issuance. The Bond was sold to Mitsui Sumitomo Aioi Life Insurance Company, Limited, a subsidiary of MS&AD Insurance Group Holdings Inc.

The IDB is an international development financial institution aiming to contribute to the economic and social development of Latin American and Caribbean member countries. This issuance follows IDB’s recent announcement that it would direct up to \$12 billion of additional lending to support countries in their response to the COVID-19 pandemic and its consequences. Through this lending program, IDB will concentrate support in four main areas; “The Immediate Public Health Response”, “Safety Nets for Vulnerable Populations”, “Economic Productivity and Employment” and “Fiscal Policies for the Amelioration of Economic Impacts”. Issuance of the Bond follows this announcement, and IDB raises awareness for the United Nations’ SDG#3: Good Health and Well-Being.

Daiwa has proven strong initiatives on addressing social issues through its continuous effort as pioneer in product development and provision for more than ten years. To accelerate our initiatives, Daiwa established the SDGs Promotion Committee chaired by Seiji Nakata (President and CEO) and recently assigned Keiko Tashiro (Deputy President) as the Head of SDGs. The distribution of this social bond is one of our ongoing efforts to achieve SDGs and to create a sustainable society.

Summary terms of the social bond

Issuer	The Inter-American Development Bank
Issue Amount	AUD 50 million
Maturity	10 years (due on 11 th June 2030)
Coupon	1.285%
Lead Manager	Daiwa Capital Markets America Inc.