

14th December, 2020

Daiwa Securities Group Inc.

The Arrangement of COVID-19 Vaccine Bond issued by Central American Bank for Economic Integration

Attention

This document is an unofficial translation of a press release announced on December 14th, 2020 by Daiwa Securities Group Inc. The original release is in Japanese.

On Friday 11th December, Central American Bank for Economic Integration (“CABEI”), rated Aa3/AA/AA by Moody’s/S&P/JCR, successfully launched an NZD 72 million 5-year COVID-19 Vaccine Bond (“the Bond”). Daiwa Capital Markets America Inc. acted as underwriter for the issuance and Daiwa Securities Co. Ltd. is distributor of the bond.

CABEI is an international development bank established in 1960 by five Central American countries (Founding Members : Republic of Guatemala, El Salvador, Honduras, Nicaragua and Costa Rica). Since then, CABEI has been providing loans for sustainable development and regional integration of each country in Central America. The bond is for Japanese retail investors and corporate investors in a private placement format. The net proceed will be used for acquiring and distributing a COVID-19 vaccine to assist implementation of immunization actions for the Founding Members and/or Non-Founding Regional Members (Republic of Panama, Dominican Republic and Belize). Through investing in the Bond, Japanese investors will be able to support SDGs initiatives and manage their assets simultaneously.

Daiwa Securities Group has been a driving force for initiatives in addressing social issues through its continuous efforts 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. Underwriting and the sales of the Bond is one of our ongoing efforts to achieve SDGs and to create a sustainable society.

Summary terms of the COVID-19 Vaccine bond

Issuer	Central American Bank for Economic Integration Aa3(Moody's) / AA(S&P) / AA(JCR)
Issue Amount	NZD 72 million
Maturity	5 years (due on 11th December 2025)
Coupon	1.075%
Selling Unit	NZD 2,000
Lead Manager	Daiwa Capital Markets America Inc.

End

(Reference) Daiwa Securities Group's SDGs initiatives :

https://www.daiwa-grp.jp/english/sdgs/?cid=ad_eir_ensdgspress