Daiwa Securities Group Inc.

2Q FY2026 Earnings Announcement

Daiwa Securities Group Inc.

October 30, 2026

The purpose of this material is to provide information on our business performance through the second quarter of FY2026 and our management vision for the future, and is not intended as a solicitation to invest in securities issued by the Company. This material has been prepared based on information available as of October 30, 2026. The opinions, forecasts and other statements contained herein are based on the Company's judgment as of the date of preparation. The Company does not guarantee the accuracy or completeness of such information, and forecasts are subject to change without notice.

PASSION FOR THE BEST

Financial Results for the Second Quarter of FY2026

PASSION FOR THE BEST

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Definitions of the terms used in this document

WM	Wealth Management
AM	Asset Management
GM&IB	Global Markets & Investment Banking
GM	Global Markets
GIB	Global Investment Banking
Base income	The sum of ordinary income of Wealth Management Division, Securities Asset Management, and Real Estate Asset Management
Asset-based revenues	Agency fee for investment trust, Investment advisory and account managed fees, Bank agency fees and other, revenues from asset-based fee plan for investment trusts, etc.
FICC	Fixed Income, Currency and Commodities

Highlights (1H/FY2026, YoY)

Ordinary income and net income reached record highs for the first half, with higher profits across all business segments. Overall profitability improved substantially, while the consolidation of ORIX Bank further enhanced earnings stability.

Consolidated earnings results	FY2026 1H	FY2025 1H	% Change vs 1H/FY2025
Net operating revenues	¥444.3 bn	¥327.8 bn	+35.5%
Ordinary income	¥166.3 bn	¥97.9 bn	+69.9%
Profit attributable to owners of parent	¥107.8 bn	¥78.9 bn	+36.6%

- **Base income[*1], the sum of ordinary income of WM Division, Securities and Real Estate AM, increased by 60.2% to ¥125.2 bn.**
  1H Base Income exceeded 80% of the ¥150.0 bn Mid-Term Plan target.
- **WM Division posted ordinary income of ¥77.0 bn (+56.2%), a record high on a half-year basis.**
  - Net asset inflows[*2] remained strong, supported by continued progress in total asset consulting, while higher balances, particularly in investment trusts and wrap account services, drove asset-based revenues[*3] to a record ¥74.2 bn.
  - Daiwa Next Bank posted ordinary income of ¥21.9 bn (+117.8%). ORIX Bank has been consolidated from 2Q (July–September).
- **AM Division posted ordinary income of ¥54.2 bn (+102.1%).**
  Securities AM achieved record highs in both assets under management[*4] and ordinary income.
- **GM&IB Division posted ordinary income of ¥38.4 bn (+93.8%).**
- **FY2026 1H ROE was 12.0%.**

Interim dividend: 39 yen (a record high), dividend pay-out ratio: 50.3%

*1 For the trend in base income, see p.8
*2 For the trend in net asset inflows, see p.28
*3 For the trend in asset-based revenues, see p.29
*4 Assets under management of Daiwa Asset Management

Summary (2Q/FY2026, QoQ)

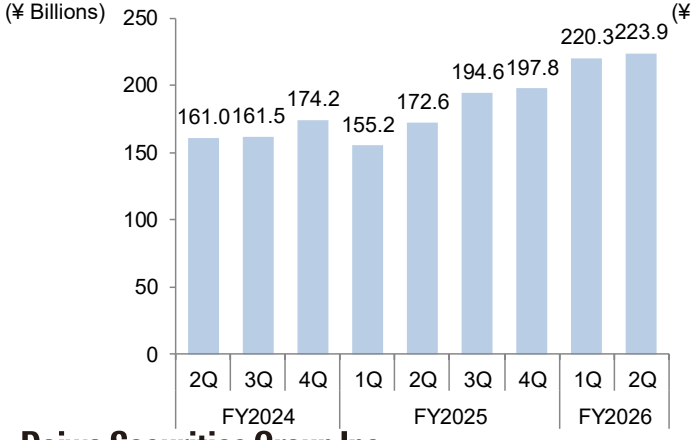
PASSION FOR THE BEST

Despite challenging market conditions, the build-up of stable asset-based profits from wrap accounts and equity investment trusts supported profitability. Annualized ROE was 11.3%.

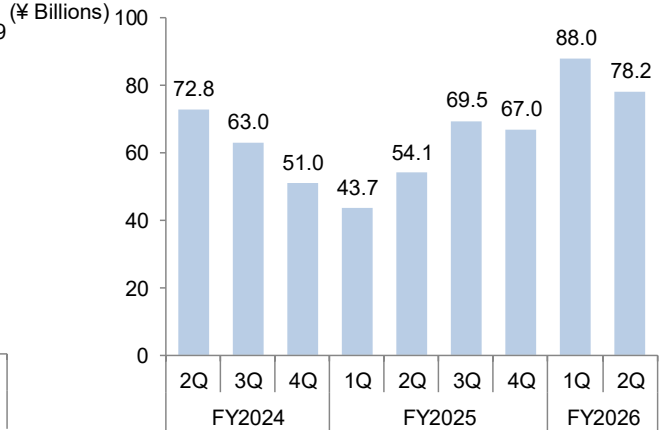
Consolidated earnings results	FY2026 2Q	% Change vs 1Q/FY2026
Net operating revenues	¥223.9 bn	+1.6%
Ordinary income	¥78.2 bn	-11.2%
Profit attributable to owners of parent	¥51.4 bn	-8.8%

- WM Division (Daiwa Securities) saw lower income due to the market correction; however, net inflows into wrap account services and equity investment trusts continued, and asset-based revenues* reached a record high.
- In the AM Division, assets under management reached a record high on continued net inflows, while income declined mainly due to lower capital gains in Alternative AM.
- GM steadily captured customer flows in Japan and overseas, but income declined due to lower overseas FICC revenues. GIB saw higher income, supported by debt underwriting and domestic M&A.
- ORIX Bank's three months of financial results are consolidated from 2Q.

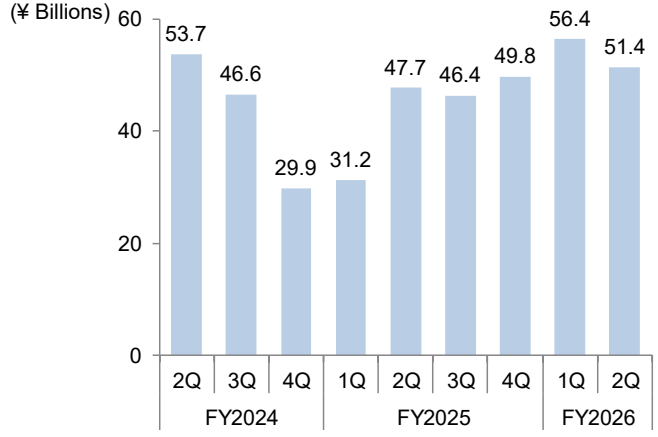
Net Operating Revenues



Ordinary Income



Profit Attributable to Owners of Parent



* For the trend in asset-based revenues and flow revenues, see p.29

Consolidated

Financial Summary

(¥ Millions)	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
Operating revenues	375,349	373,862	392,369	434,364	**431,090**	**-0.8%**	**14.9%**	701,750	**865,454**	**23.3%**	1,467,983
Net operating revenues	172,628	194,646	197,899	220,399	**223,902**	**1.6%**	**29.7%**	327,880	**444,301**	**35.5%**	720,427
SG&A	122,785	132,882	138,351	142,887	**152,986**	**7.1%**	**24.6%**	241,859	**295,873**	**22.3%**	513,094
Ordinary income	54,192	69,559	67,042	88,089	**78,262**	**-11.2%**	**44.4%**	97,908	**166,352**	**69.9%**	234,510
Profit (loss) attributable to owners of parent	47,726	46,462	49,854	56,414	**51,431**	**-8.8%**	**7.8%**	78,964	**107,846**	**36.6%**	175,281
Total assets	36,915,300	38,595,380	38,077,646	39,867,264	**40,407,118**			36,915,300	**40,407,118**		38,077,646
Net assets	1,944,434	1,989,781	2,045,809	2,077,378	**2,119,547**			1,944,434	**2,119,547**		2,045,809
Shareholders' equity*	1,667,999	1,706,702	1,763,569	1,796,774	**1,841,041**			1,667,999	**1,841,041**		1,763,569
EPS (¥)	34.31	33.66	36.02	40.68	**36.90**			56.44	**77.57**		126.04
BPS (¥)	1,201.74	1,235.69	1,272.72	1,294.66	**1,318.82**			1201.74	**1,318.82**		1,272.72
ROE (Annualized)	11.6%	11.0%	11.5%	12.7%	**11.3%**			9.5%	**12.0%**		10.3%

FY2026 Interim Dividend	Full-year minimum dividend FY2024-FY2026
39 yen	**44 yen**

Daiwa Securities Group Inc.

* Shareholders' equity = Owners' equity + Accumulated other comprehensive income

Segment Summary

(¥ Millions)

Net operating revenues	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
WM	74,689	77,100	81,093	88,230	**99,259**	**12.5%**	**32.9%**	137,595	**187,490**	**36.3%**	295,788
WM Division (Daiwa Securities)	65,759	68,988	71,447	77,031	**72,662**	**-5.7%**	**10.5%**	121,259	**149,693**	**23.4%**	261,695
Daiwa Next Bank◇	7,922	7,080	8,551	9,924	**24,940**	**151.3%**	**214.8%**	14,521	**34,864**	**140.1%**	30,154
AM	24,996	32,605	26,114	40,928	**38,013**	**-7.1%**	**52.1%**	53,210	**78,941**	**48.4%**	111,930
Securities AM	17,158	18,637	19,734	21,271	**22,941**	**7.9%**	**33.7%**	32,350	**44,212**	**36.7%**	70,722
Real Estate AM	8,039	10,125	9,055	13,327	**12,035**	**-9.7%**	**49.7%**	17,704	**25,363**	**43.3%**	36,885
Alternative AM	-201	3,841	-2,674	6,329	**3,036**	**-52.0%**	**-**	3,154	**9,365**	**196.9%**	4,321
GM&IB	60,745	71,339	75,482	76,512	**69,137**	**-9.6%**	**13.8%**	110,572	**145,650**	**31.7%**	257,395
GM	39,281	45,289	51,347	53,854	**45,712**	**-15.1%**	**16.4%**	71,835	**99,567**	**38.6%**	168,472
GIB	21,464	26,050	24,134	22,658	**23,424**	**3.4%**	**9.1%**	38,737	**46,082**	**19.0%**	88,922
Other/Adjustments	12,197	13,601	15,209	14,727	**17,491**	**-**	**-**	26,502	**32,219**	**-**	55,313
Consolidated total	172,628	194,646	197,899	220,399	**223,902**	**1.6%**	**29.7%**	327,880	**444,301**	**35.5%**	720,427

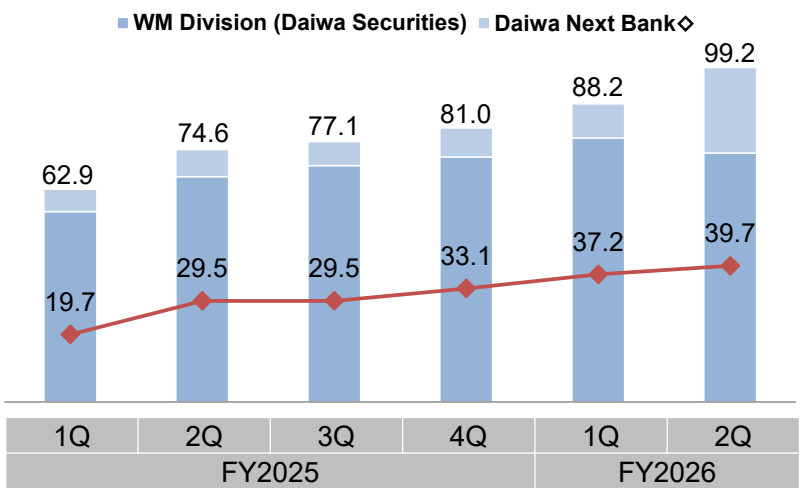
Ordinary income	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
WM	29,565	29,573	33,159	37,274	**39,737**	**6.6%**	**34.4%**	49,300	**77,011**	**56.2%**	112,033
WM Division (Daiwa Securities)	23,933	24,804	27,034	29,878	**25,190**	**-15.7%**	**5.2%**	39,544	**55,068**	**39.3%**	91,383
Daiwa Next Bank◇	5,702	4,818	6,273	7,262	**14,645**	**101.7%**	**156.9%**	10,058	**21,907**	**117.8%**	21,149
AM	12,072	22,232	16,355	30,362	**23,879**	**-21.4%**	**97.8%**	26,844	**54,241**	**102.1%**	65,432
Securities AM	8,493	10,227	11,414	15,709	**12,836**	**-18.3%**	**51.1%**	16,011	**28,545**	**78.3%**	37,652
Real Estate AM	5,905	10,394	9,817	9,837	**9,810**	**-0.3%**	**66.1%**	12,840	**19,648**	**53.0%**	33,053
Alternative AM	-2,326	1,609	-4,875	4,815	**1,232**	**-74.4%**	**-**	-2,007	**6,047**	**-**	-5,272
GM&IB	14,861	18,731	20,400	22,710	**15,786**	**-30.5%**	**6.2%**	19,862	**38,496**	**93.8%**	58,995
GM	8,414	11,968	17,783	18,198	**11,168**	**-38.6%**	**32.7%**	11,054	**29,366**	**165.7%**	40,805
GIB	6,086	5,430	2,146	3,273	**4,017**	**22.7%**	**-34.0%**	6,989	**7,290**	**4.3%**	14,566
Other/Adjustments	-2,306	-978	-2,873	-2,257	**-1,139**	**-**	**-**	1,901	**-3,397**	**-**	-1,950
Consolidated total	54,192	69,559	67,042	88,089	**78,262**	**-11.2%**	**44.4%**	97,908	**166,352**	**69.9%**	234,510
Base Income	43,963	50,195	54,390	62,821	**62,384**	**-0.7%**	**41.9%**	78,152	**125,205**	**60.2%**	182,738

◇ From 2Q FY2026, Daiwa Next Bank figures are on a consolidated basis including ORIX Bank (ordinary income is after amortization of goodwill).
※ Results for each segment are calculated based on the management accounting of each group company. For equity-method affiliates, equity in earnings (losses) of affiliates are recorded in the relevant segment.

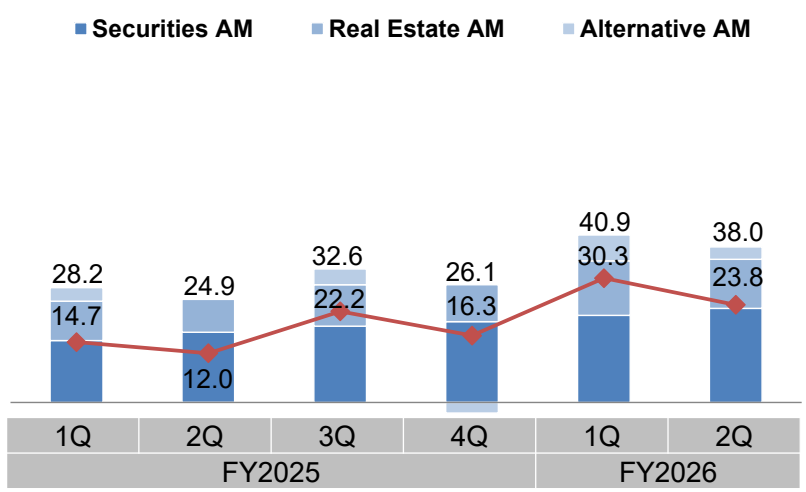
Segment Summary

(¥ Billions) Net operating revenues Ordinary income

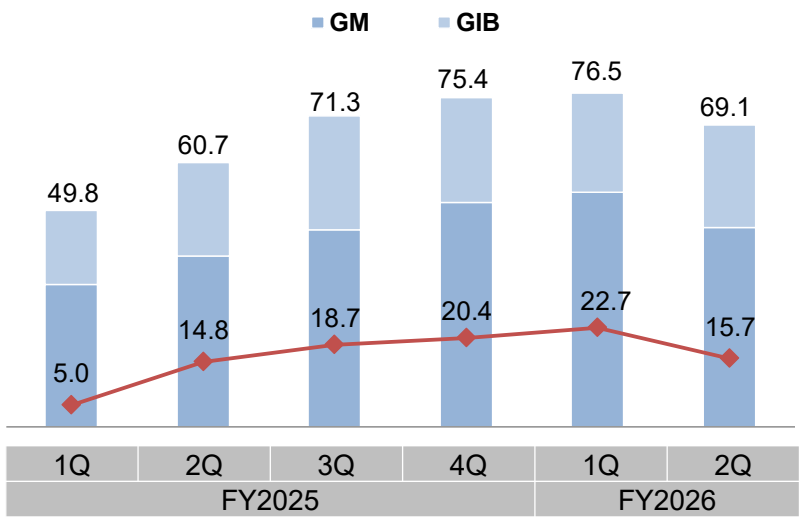
WM Division



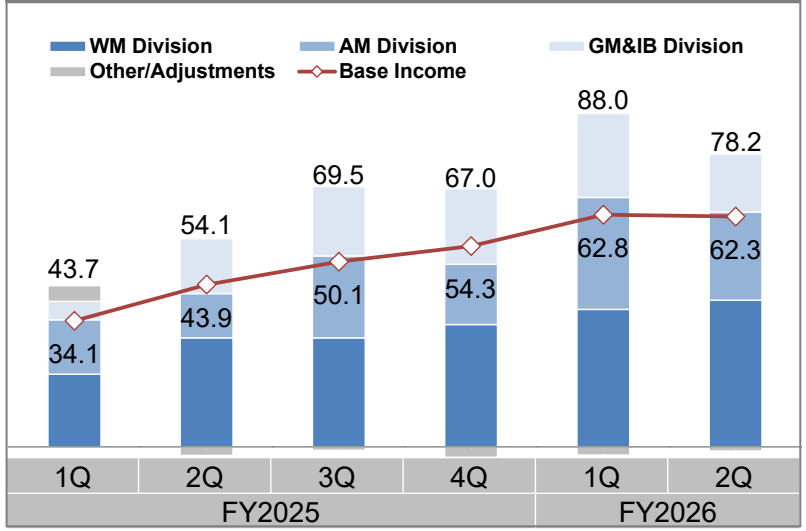
AM Division



GM&IB Division



Consolidated Ordinary Income / Base Income



◇ From 2Q FY2026, Daiwa Next Bank figures are on a consolidated basis including ORIX Bank (ordinary income is after amortization of goodwill).

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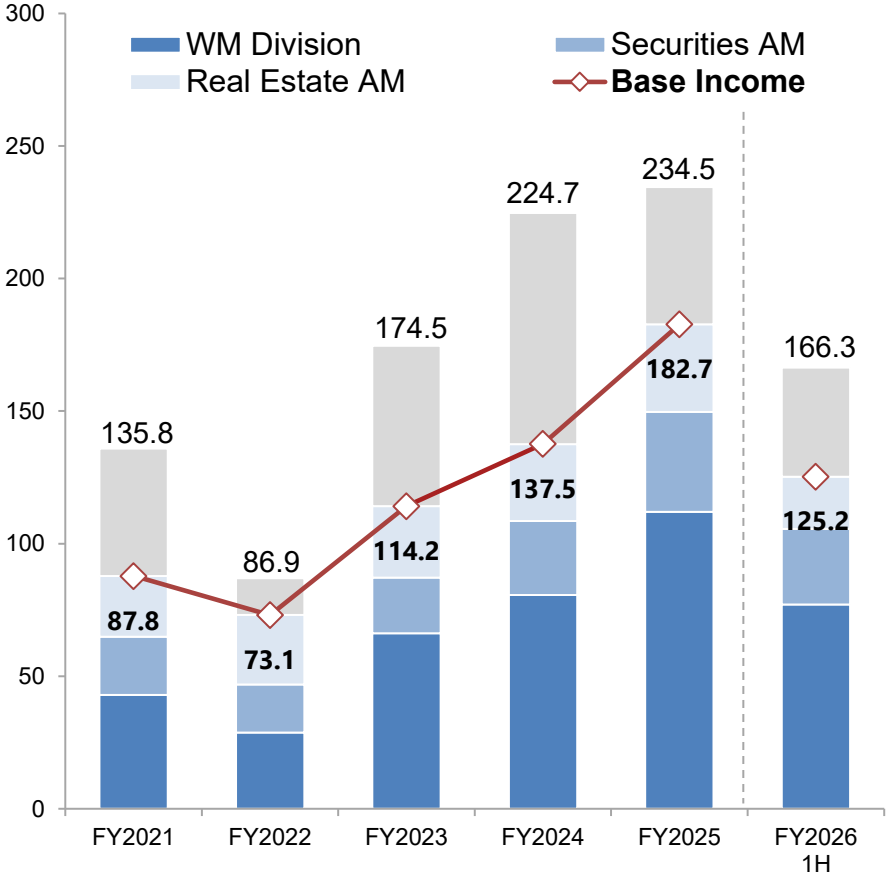
Consolidated

Trends in Consolidated Ordinary Income and Base Income

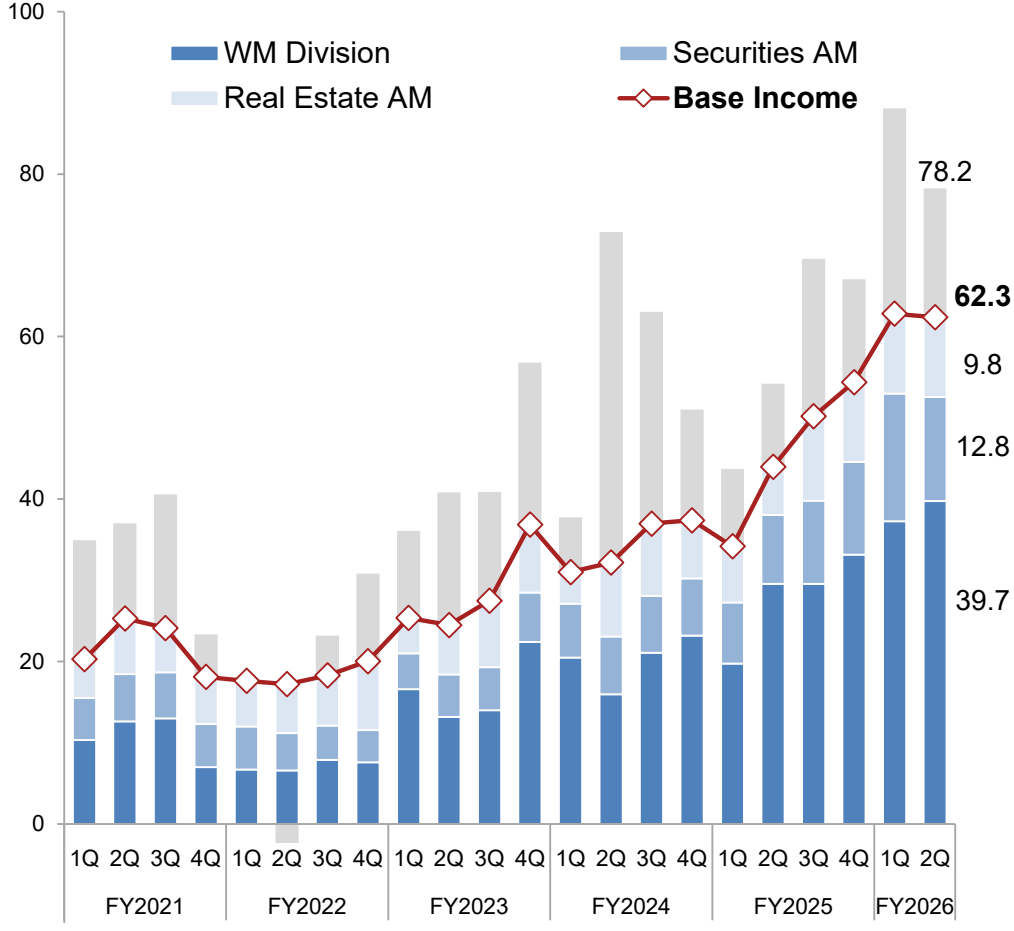
- Base income for 2Q FY2026 was ¥62.3 bn (YoY +41.9%, QoQ -0.7%).
- 1H base income totaled ¥125.2 bn, exceeding 80% of the ¥150.0 bn Mid-Term Plan target.

(¥ Billions)

Consolidated Ordinary Income / Base Income (annually)



Consolidated Ordinary Income / Base Income (quarterly)



※ Results for each segment are calculated based on the management accounting of each group company. For equity-method affiliates, equity in earnings (losses) of affiliates are recorded in the relevant segment.

B/S Summary

Consolidated Balance Sheet (September 30, 2026)

(¥ Billions)

	Sept. 30	vs. Mar. 31
Current assets	**38,349**	**2,129**
Cash and deposits	4,720	930
Short-term investment securities	2,239	98
Trading products	13,589	1,197
Trading securities and other	7,415	-589
Stocks, Convertible bonds	1,500	398
Bonds	3,877	-791
Beneficiary certificates	86	22
Other	1,951	-219
Derivatives transactions	6,174	1,787
Operational investment securities*	99	-23
Operating loans receivable	5,536	1,926
Loans secured by securities	9,927	-2,225
Non-current assets	**2,057**	**199**
Property, plant and equipment	1,007	30
Intangible assets	290	135
Investments and other assets	759	33
Listed stocks	180	12
Unlisted stocks	42	3
Affliated company stocks, etc.	355	6
Other	180	11
Total Assets	**40,407**	**2,329**

	Sept. 30	vs. Mar. 31
Current liabilities	**35,095**	**2,115**
Trading products	10,508	1,747
Trading securities and other	3,396	-302
Stocks, Convertible bonds	219	-94
Bonds	2,971	-268
Other	205	60
Derivatives transactions	7,112	2,050
Loans payable secured by securities	11,600	-2,208
Deposits for banking business	7,502	2,460
Short-term loans payable	2,175	141
Current portion of bonds	432	-27
Long-term liabilities	**3,183**	**139**
Bonds payable	1,128	97
Long-term loans payable	1,877	26
Total liabilities	**38,287**	**2,255**
Net assets	**2,119**	**73**
Owners' equity	1,554	69
Accumulated other comprehensive income	286	8
Non-controlling interests	273	-3
Total liabilities and net assets	**40,407**	**2,329**

* Net of the provision for investment losses.

Total assets: **¥40.40 tn**

Net assets: **¥2.11 tn**

Shareholders' equity***: **¥1.84 tn**

- **75.4% of total assets have high liquidity**.**

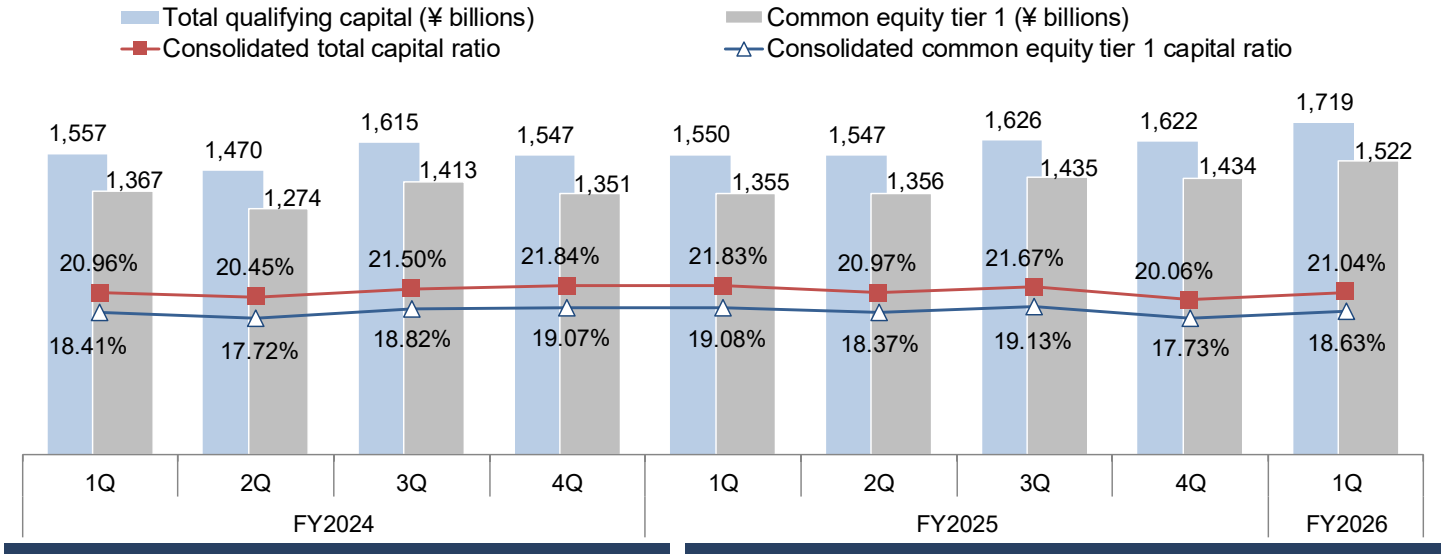
** Cash and deposits + Short-term investment securities + Trading products + Loans secured by securities

- **Shareholders' equity*** increased by ¥77.4 bn from March 31, 2026.**

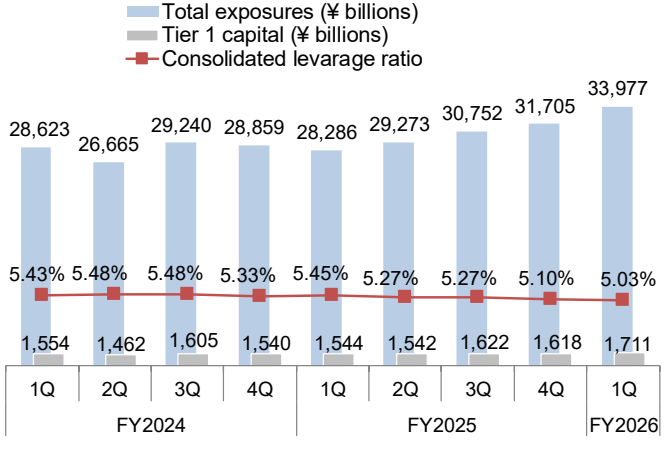
*** Shareholders' equity = Owners' equity + Accumulated other comprehensive income

Financial Management (Regulatory Capital & Regulatory Liquidity)

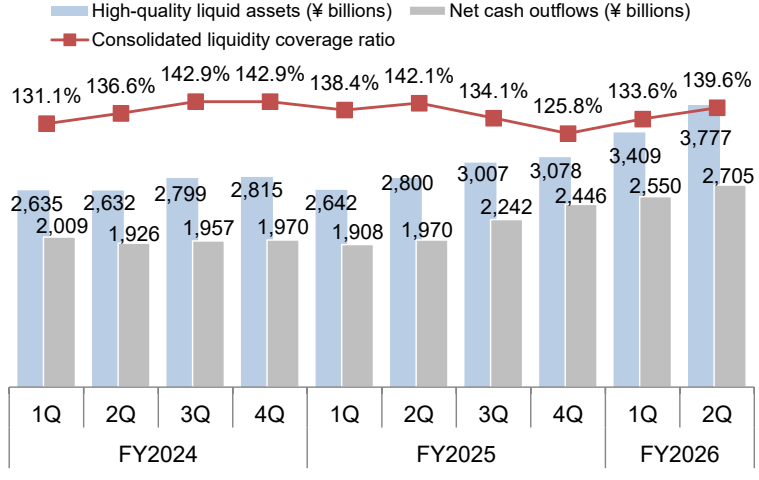
Consolidated Capital Adequacy Ratio



Consolidated leverage ratio



Consolidated Liquidity Coverage Ratio



【Regulatory Capital (Basel III)】

(As at June 30, 2026)

- Consolidated Total Capital Ratio: 21.04%
- Consolidated Tier 1 Capital Ratio: 20.95%
- Consolidated Common Equity Tier 1 Capital Ratio: 18.63%
- Consolidated Leverage Ratio: 5.03%

※ Figures are as at the end of each quarter

【Regulatory Liquidity (Basel III)】

(Daily average Jul. – Sept. 2026)

- Consolidated Liquidity Coverage Ratio: 139.6%

Consolidated

P/L Summary

※ Comparisons of increase/decrease are quarter-on-quarter unless otherwise noted from this page onward.

(¥ Millions)	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
Operating revenues	375,349	373,862	392,369	434,364	**431,090**	**-0.8%**	**14.9%**	701,750	**865,454**	**23.3%**	1,467,983
Commission received	118,300	128,579	131,203	143,423	**137,735**	**-4.0%**	**16.4%**	218,698	**281,158**	**28.6%**	478,481
Net trading income	23,375	28,249	31,919	33,213	**28,910**	**-13.0%**	**23.7%**	45,685	**62,123**	**36.0%**	105,855
Net gain (loss) on private equity	-1,164	3,921	-2,915	4,107	**1,259**	**-69.3%**	**-**	633	**5,367**	**747.8%**	1,639
Financial revenue	175,175	177,115	177,564	175,588	**206,313**	**17.5%**	**17.8%**	335,792	**381,901**	**13.7%**	690,472
Other operating revenue	59,662	35,996	54,597	78,031	**56,870**	**-27.1%**	**-4.7%**	100,940	**134,901**	**33.6%**	191,534
Financial expenses	155,261	152,824	148,959	151,059	**166,158**	**10.0%**	**7.0%**	296,083	**317,217**	**7.1%**	597,866
Other operating expenses	47,459	26,392	45,510	62,905	**41,030**	**-34.8%**	**-13.5%**	77,786	**103,935**	**33.6%**	149,689
Net operating revenues	172,628	194,646	197,899	220,399	**223,902**	**1.6%**	**29.7%**	327,880	**444,301**	**35.5%**	720,427
SG&A	122,785	132,882	138,351	142,887	**152,986**	**7.1%**	**24.6%**	241,859	**295,873**	**22.3%**	513,094
Operating income	49,842	61,764	59,548	77,512	**70,915**	**-8.5%**	**42.3%**	86,020	**148,427**	**72.5%**	207,333
Non-operating income	4,349	7,795	7,494	10,577	**7,347**	**-30.5%**	**68.9%**	11,887	**17,924**	**50.8%**	27,177
Ordinary income/loss	54,192	69,559	67,042	88,089	**78,262**	**-11.2%**	**44.4%**	97,908	**166,352**	**69.9%**	234,510
Extraordinary income/loss	21,438	201	6,698	228	**3,954**	**17x**	**-81.6%**	22,517	**4,182**	**-81.4%**	29,417
Income before income taxes	75,631	69,760	73,741	88,317	**82,217**	**-6.9%**	**8.7%**	120,426	**170,535**	**41.6%**	263,927
Total income taxes	23,205	18,963	20,771	26,998	**27,170**	**0.6%**	**17.1%**	33,959	**54,168**	**59.5%**	73,695
Profit (loss) attributable to owners of parent	47,726	46,462	49,854	56,414	**51,431**	**-8.8%**	**7.8%**	78,964	**107,846**	**36.6%**	175,281

- Commissions received decreased (-4.0%).
- Brokerage commission* was ¥26.4 bn (-24.4%).
- Underwriting and secondary offering commissions* were ¥11.7 bn (-31.2%).
- Distribution commission* was ¥7.7 bn (-16.4%).
- M&A related commission* was ¥15.1 bn (+20.5%).

* Breakdown of total commission received (See p.25).

Consolidated

Breakdown of SG&A

(¥ Millions)	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
SG&A	122,785	132,882	138,351	142,887	**152,986**	**7.1%**	**24.6%**	241,859	**295,873**	**22.3%**	513,094
Trading related expenses	24,798	25,926	25,944	28,866	**30,824**	**6.8%**	**24.3%**	48,295	**59,691**	**23.6%**	100,165
Personnel expenses	60,606	67,751	69,675	71,610	**73,445**	**2.6%**	**21.2%**	118,770	**145,055**	**22.1%**	256,197
Real estate expenses	11,320	11,893	12,921	12,202	**12,788**	**4.8%**	**13.0%**	22,431	**24,990**	**11.4%**	47,245
Office cost	8,101	8,822	9,807	9,844	**11,458**	**16.4%**	**41.4%**	16,417	**21,303**	**29.8%**	35,047
Depreciation	8,292	8,645	8,770	9,495	**10,430**	**9.8%**	**25.8%**	16,564	**19,926**	**20.3%**	33,980
Taxes and dues	4,232	4,058	4,456	5,143	**5,465**	**6.3%**	**29.1%**	8,163	**10,609**	**30.0%**	16,679
Other	5,433	5,785	6,775	5,724	**8,572**	**49.8%**	**57.8%**	11,217	**14,296**	**27.5%**	23,778

- SG&A increased (+7.1%).
- Expenses increased mainly due to the consolidation of ORIX Bank from 2Q, including transaction-related expenses (+6.8%), personnel expenses (+2.6%), office cost (+16.4%), and depreciation (+9.8%).

Cost Structure

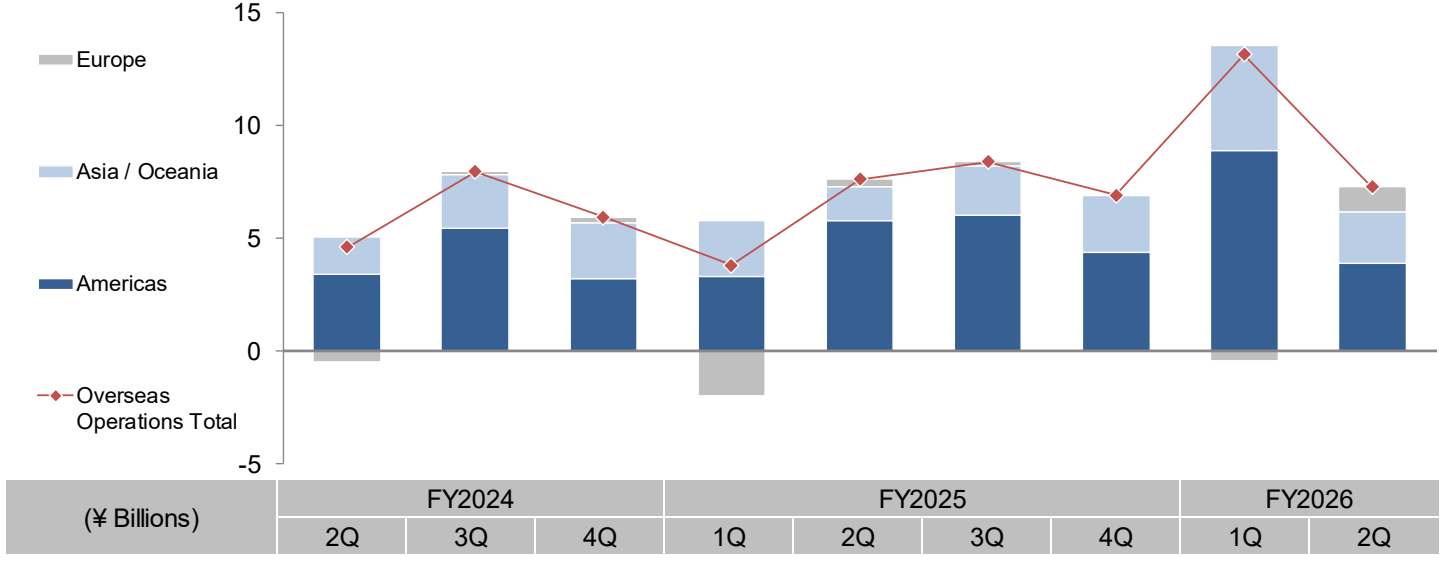
PASSION FOR THE BEST

(¥ Billions)	FY2024				FY2025					FY2026	
	2Q	3Q	4Q	1Q-4Q	1Q	2Q	3Q	4Q	1Q-4Q	1Q	2Q
Total SG&A	119.4	124.4	121.3	**479.2**	119.0	122.7	132.8	138.3	**513.0**	142.8	**152.9**
Variable costs	50.1	54.9	52.1	**202.5**	47.4	50.0	58.4	61.0	**217.0**	63.7	**64.8**
Trading related expenses	22.5	23.0	24.1	**91.7**	23.4	24.7	25.9	25.9	**100.1**	28.8	**30.8**
Advertising and promotion expenses	2.5	2.4	2.6	**9.8**	2.0	2.2	2.1	2.0	**8.5**	2.0	**2.3**
Bonus and others	20.5	24.2	20.2	**81.6**	16.1	17.8	24.6	26.1	**84.7**	26.8	**24.2**
Overtime, part-time	1.8	1.9	1.8	**7.5**	1.9	2.0	2.1	2.1	**8.2**	2.2	**2.4**
Fixed costs	69.2	69.5	69.1	**276.7**	71.6	72.6	74.4	77.3	**296.0**	79.1	**88.1**
Personnel expenses	39.1	38.9	38.7	**155.4**	39.9	40.6	40.9	41.3	**162.8**	42.3	**46.6**
Real estate expenses	10.9	10.7	11.3	**43.8**	11.1	11.3	11.8	12.9	**47.2**	12.2	**12.7**
Depreciation	8.8	8.5	8.3	**34.3**	8.2	8.2	8.6	8.7	**33.9**	9.4	**10.4**
Office expenses	6.5	7.1	6.9	**27.3**	8.0	7.7	8.5	9.4	**33.7**	9.5	**11.1**
Taxes and dues	3.4	3.7	3.3	**14.2**	3.9	4.2	4.0	4.4	**16.6**	5.1	**5.4**

Ordinary Income of Overseas Operations

(¥ Millions)	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
Overseas Operations Total	7,619	8,393	6,919	13,144	**7,276**	**-44.6%**	**-4.5%**	11,432	**20,420**	**78.6%**	26,745
Europe	324	160	38	-409	**1,119**	**-**	**245.0%**	-1,633	**710**	**-**	-1,435
Asia / Oceania	1,501	2,223	2,504	4,673	**2,242**	**-52.0%**	**49.4%**	3,949	**6,916**	**75.1%**	8,677
Americas	5,793	6,010	4,376	8,879	**3,914**	**-55.9%**	**-32.4%**	9,116	**12,794**	**40.3%**	19,503

Ordinary Income



- Overseas operations posted ordinary income of ¥20.4 bn for the 1H, a record high on a half-year basis.
- Europe: Returned to profitability in 2Q.
- Asia / Oceania: Ordinary income declined, reflecting a decrease in equity revenues from the strong levels seen in 1Q, as well as lower equity-method investment income.
- Americas: Ordinary income declined due to lower FICC revenues.

WM Division

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26	FY2026 1H	% Change vs 1H/FY25
Net operating revenues	**99,259**	**12.5%**	**187,490**	**36.3%**
Ordinary income	**39,737**	**6.6%**	**77,011**	**56.2%**

【Equity】

- Equity trading declined in Japan and overseas from strong 1Q levels, resulting in a ¥6.2 bn (-26.1%) decline in revenue. Meanwhile, investment demand remained solid for AI and semiconductors, as well as for emerging growth themes.

【Fixed Income】

- Bond sales, led by SoftBank Group corporate bonds, remained strong amid rising interest rates, driving a ¥0.3 bn (+4.7%) increase in revenue and maintaining high revenue levels.

【Equity Investment Trusts】

- Net increase expanded despite lower purchase volume, as cancellations and redemptions declined. Investment trust agency fees increased by ¥0.6 bn (+6.1%) to a record high.

【Wrap Account Service】

- Demand for lower-risk and diversified investments remained strong, supporting high levels of both contract volume and net inflows, which exceeded the previous quarter. Wrap account-related revenue rose ¥1.6 bn (+8.8%) to a record high of ¥20.8 bn.

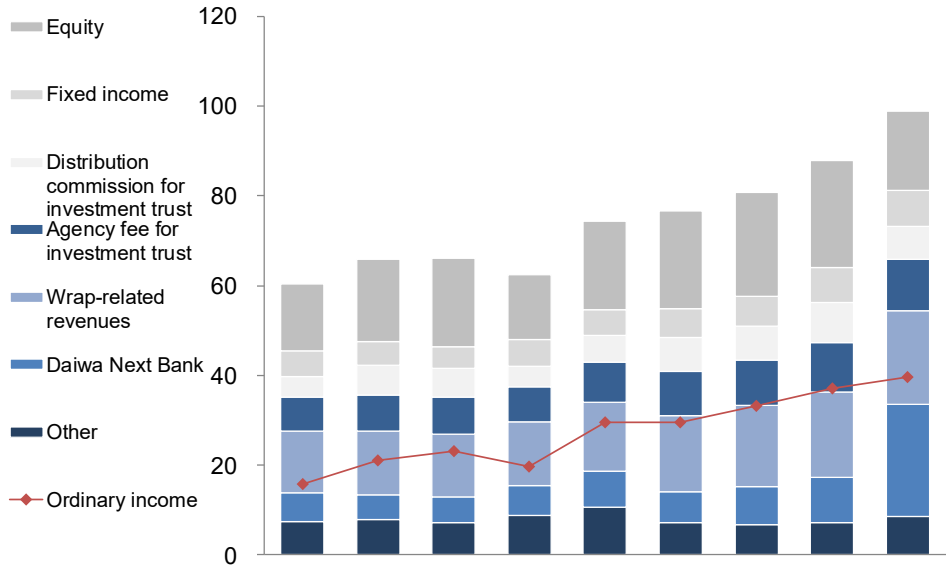
【Asset-Based Revenue】

- Continued net inflows in equity investment trusts and wrap accounts lifted asset-based revenue to a record ¥38.3 bn.
- The fixed cost coverage ratio of asset-based revenues was 128.4%, while the total expense coverage ratio rose to 82.1%.

【Net Asset Inflow】

- Net inflows totaled ¥312.6 bn. Retail recorded net inflows for the 11th consecutive quarter, with continued inflows into equity investment trusts and fund wrap accounts, as well as from yen time deposits and other products.

Net Operating Revenues and Ordinary Income



(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Equity	15.0	18.4	19.7	14.6	19.7	21.9	23.1	24.0	**17.7**
Fixed income	5.6	5.2	4.8	5.9	5.8	6.3	6.8	7.7	**8.0**
Distribution commission for investment trust	4.7	6.6	6.4	4.6	5.9	7.7	7.5	9.0	**7.3**
Agency fee for investment trust	7.6	8.1	8.1	7.8	9.0	9.8	10.1	10.9	**11.6**
Wrap-related revenues	13.7	14.1	14.1	14.2	15.3	16.9	18.0	19.1	**20.8**
Daiwa Next Bank *1	6.4	5.6	5.8	6.5	7.9	7.0	8.5	9.9	**24.9**
Other	7.4	7.9	7.1	8.9	10.7	7.1	6.8	7.3	**8.6**
Net operating revenues	60.6	66.0	66.4	62.9	74.6	77.1	81.0	88.2	**99.2**
Ordinary income	15.9	21.0	23.1	19.7	29.5	29.5	33.1	37.2	**39.7**

* For details, see the quarterly trend of asset-based revenues (p.29) and net asset inflows (p.28)

*1 For Daiwa Next Bank, net interest income, etc. + net fees and commissions (-). From 2Q FY2026, figures are consolidated with ORIX Bank (Ordinary Income after goodwill amortization). Net interest income etc. = Net interest income/expenses plus foreign exchange gains/losses, gains/losses related to securities transactions including derivatives, etc.; Net fees and commissions = fees paid to Daiwa Securities and Daiwa Connect Securities as banking agents, etc.

WM Division Daiwa Securities

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【Wrap Account Service】

- Contract amount was ¥418.2 bn and net inflow was ¥294.6 bn, both quarterly record highs.
- Contract AUM reached a record high of ¥6.94 tn*.

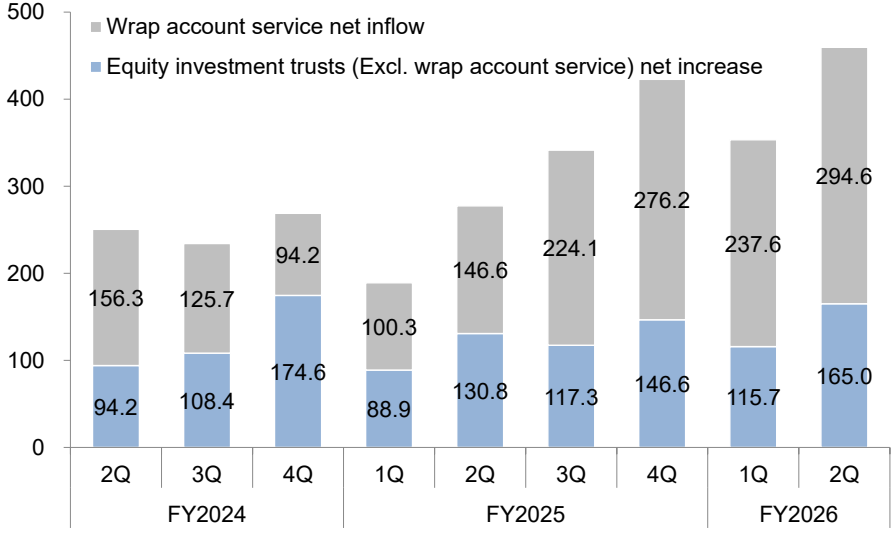
【Equity Investment Trusts】

- Sales amount was ¥502.7 bn. With fewer redemptions and cancellations, the net increase was ¥165.0 bn, at a high level.
- Fund sales expanded across a broad range of products, led by the Global Equity Open with strong sales also seen in the Growth Opportunity Fund and Physical AI Equity Fund.

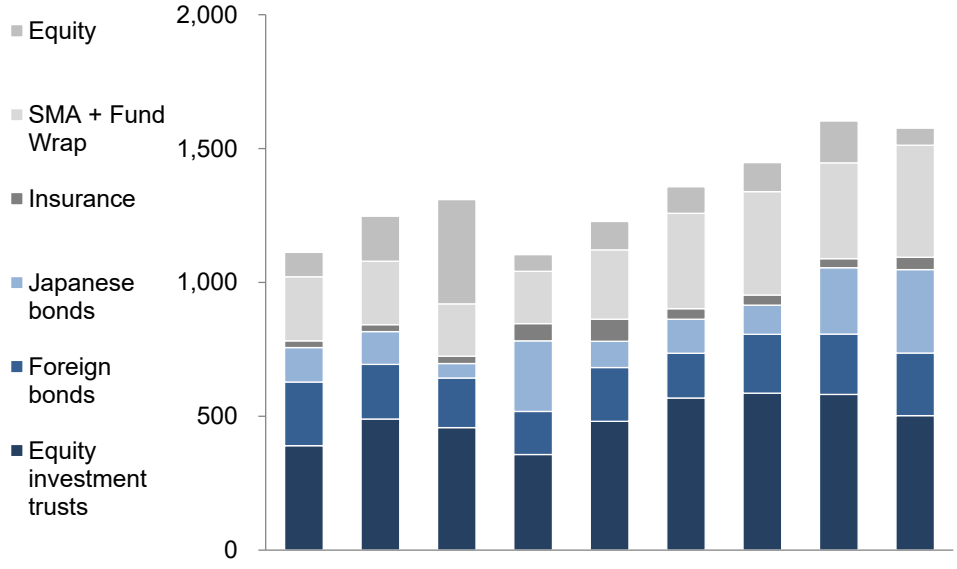
- Net inflows into wrap accounts and equity investment trusts hit a quarterly record of ¥459.6 bn.

Net Inflow Wrap Account Service and Equity Investment Trusts

(¥ Billions)



Sales and Distribution Amount by Product



(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Equity	91.2	168.0	389.0	62.7	105.5	99.0	108.1	156.6	**63.9**
Wrap *1	239.5	237.0	195.7	194.9	258.9	356.2	386.2	357.7	**418.2**
Insurance *2	25.1	26.0	27.5	64.6	83.1	38.8	37.5	34.0	**46.3**
Japanese bonds *3	128.3	122.0	54.0	263.4	97.5	127.2	109.3	247.4	**311.8**
Foreign bonds *4	238.5	204.4	185.0	160.9	200.9	167.6	219.7	225.4	**233.8**
Equity investment trusts *5	390.1	490.1	458.0	357.8	481.8	568.5	586.7	582.2	**502.7**
Asset-based fee plan for investment trust	79.1	92.5	81.2	62.8	94.7	92.5	101.2	116.9	**79.9**

*1 Total contract amount of fund wrap and SMA
*2 Insurance include pension insurance, life insurance and business insurance
*3 Solicitation of new bond issuance
*4 Foreign bonds include yen-denominated foreign bonds
*5 Equity investments trusts include switching transactions between funds

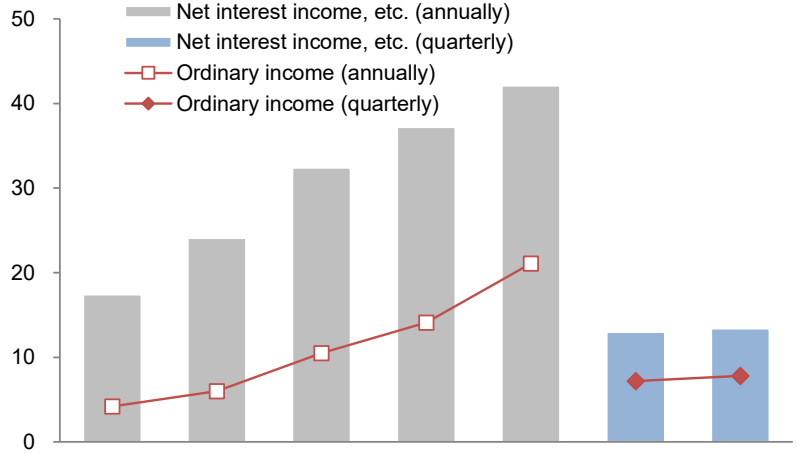
* Includes GM&IB Division

WM Division Daiwa Next Bank

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26	FY2026 1H	% Change vs 1H/FY25
Ordinary revenue	**35,452**	**-10.2%**	**74,910**	**34.2%**
Net interest income, etc	**13,439**	**3.0%**	**26,493**	**27.3%**
Ordinary income	**7,876**	**8.5%**	**15,138**	**50.5%**

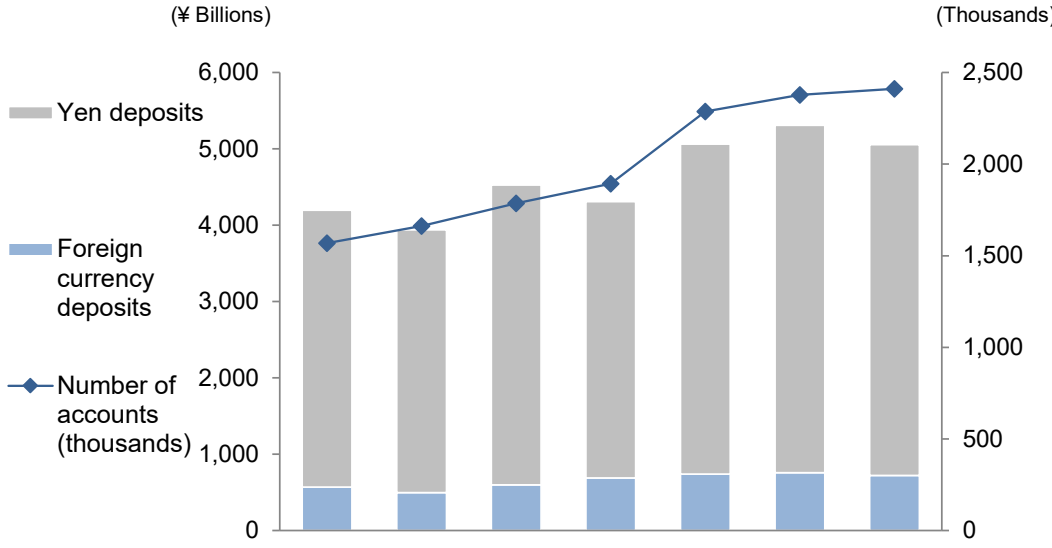
- Ordinary income reached a record high of ¥7.8 bn (+8.5%).
- Deposit balances declined, as increased withdrawals at maturity and the shift of funds into securities investments more than offset campaign-driven inflows into time deposits.

Net Interest Income, etc. / Ordinary Income



(¥ Billions)	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 1Q	FY2026 2Q
Net interest income, etc.	17.4	24.1	32.4	37.2	42.1	13.0	**13.4**
Ordinary income	4.2	6.0	10.5	14.1	21.1	7.2	**7.8**

Daiwa Next Bank Deposit Balance & Number of Accounts



(¥ Billions)	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 1Q	FY2026 2Q
Ordinary deposits	2,163	2,007	2,296	2,158	2,226	2,309	**2,212**
Time deposits	2,005	1,905	2,194	2,137	2,815	2,981	**2,827**
Negotiable certificate of deposits / Other	29	27	37	12	21	17	**15**
Deposit balance	4,197	3,940	4,528	4,309	5,063	5,308	**5,055**
Foreign currency deposits	569	499	597	688	741	758	**721**
Number of accounts (thousands)	1,569	1,662	1,786	1,894	2,288	2,378	**2,412**

※ All figures are as at the end of each quarter

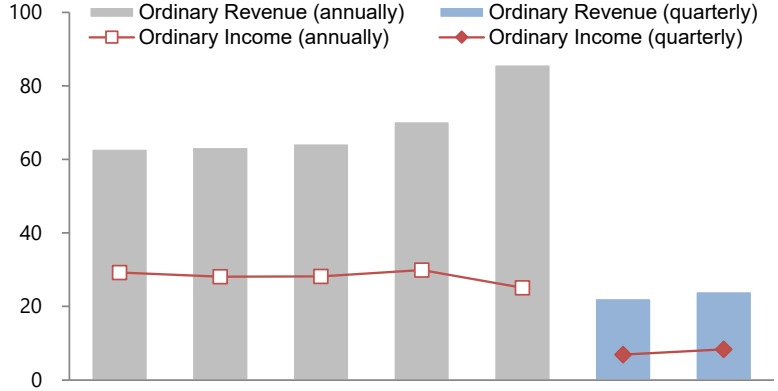
※ Net interest income, etc. = Net interest income/expenses plus foreign exchange gains/losses, gains/losses related to securities transactions including derivatives, etc.
※ Net interest income, etc. are unaudited reference value.

WM Division ORIX Bank

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26
Ordinary revenue	**24,146**	**8.5%**
Ordinary income	**8,392**	**20.5%**

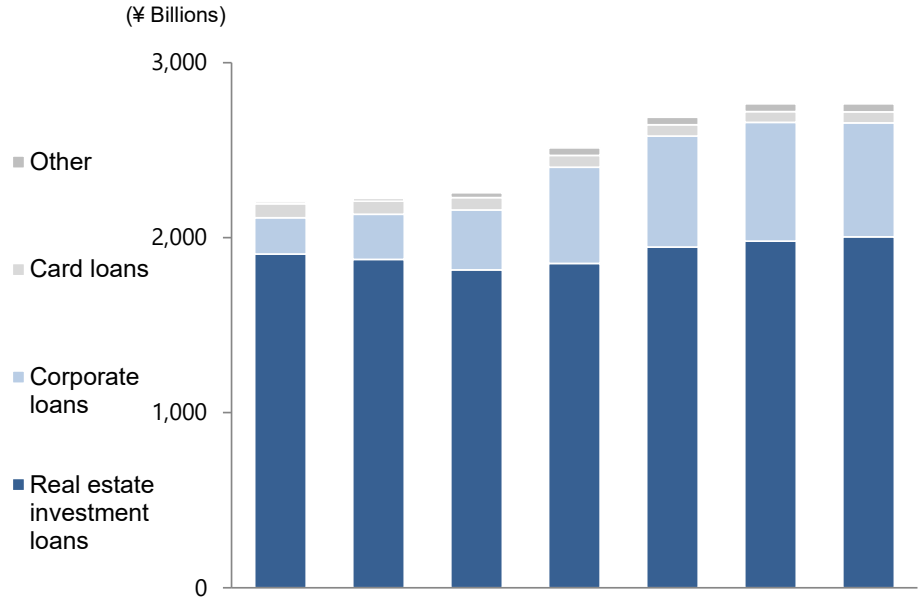
- ORIX Bank was consolidated from 2Q (July–September), contributing ¥6.7 bn to the WM segment's ordinary income after goodwill amortization.
- Loan balances remained flat, with growth in investment property loans offset by lower corporate lending.

Ordinary Revenue / Ordinary Income



(¥ Billions)	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 1Q	FY2026 2Q
Ordinary revenue	62.9	63.3	64.3	70.3	85.8	22.2	**24.1**
Ordinary income	29.2	28.1	28.2	29.9	25.1	6.9	**8.3**

Loan Balance



(¥ Billions)	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 1Q	FY2026 2Q
Real estate investment loans	1,907	1,875	1,815	1,853	1,947	1,980	**2,005**
Corporate loans	206	259	343	549	633	678	**651**
Card loans	80	75	71	67	64	62	**62**
Other	11	13	27	44	43	45	**47**
Total loans outstanding	2,205	2,224	2,259	2,515	2,688	2,767	**2,767**

※ Figures are for ORIX Bank on a non-consolidated basis. Figures for 1Q FY2026 and earlier are provided for reference only, as they predate ORIX Bank's consolidation as a subsidiary of the Company and are not included in the Company's consolidated results.

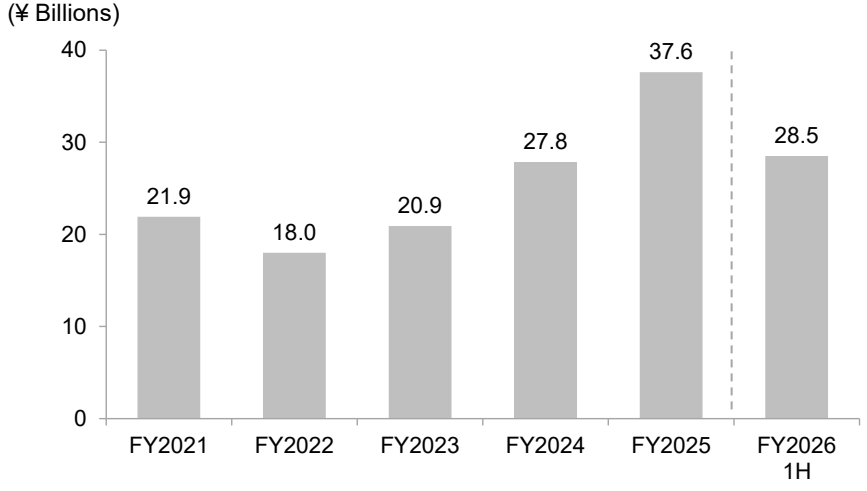
AM Division Securities AM

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26	FY2026 1H	% Change vs 1H/FY25
Net operating revenues	**22,941**	**7.9%**	**44,212**	**36.7%**
Ordinary income	**12,836**	**-18.3%**	**28,545**	**78.3%**

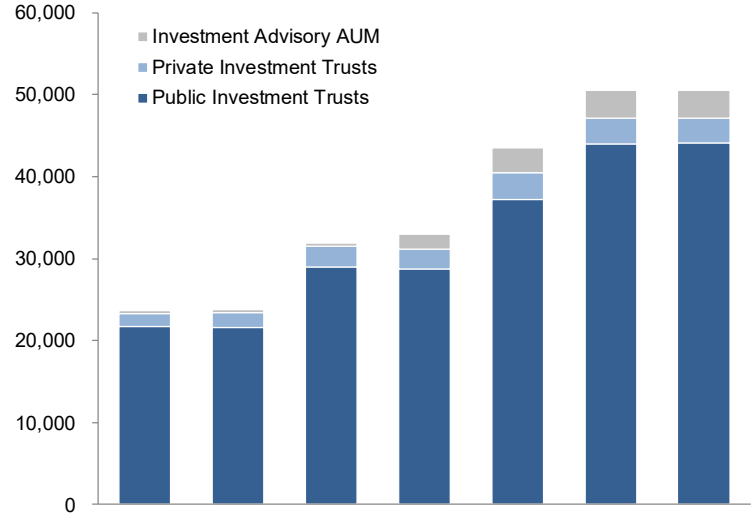
【Securities AM】

- Revenue increased due to growth in average assets under management during the period, while income declined due to valuation losses.
- Daiwa Asset Management recorded net inflows of ¥479.1 bn into publicly offered equity investment trusts (excluding ETFs), bringing AUM in publicly offered investment trusts to a record high of over ¥44 tn.

Ordinary Income (annually)



Daiwa Asset Management Publicly Offered Securities Investment Trusts AUM



(¥ Billions)	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 1Q	FY2026 2Q
Equity investment trusts	20,261	20,225	27,481	27,378	35,739	42,466	**42,613**
excl. ETF	8,268	8,038	10,418	11,425	14,231	16,771	**16,968**
Net Inflow	347	516	663	1,242	1,062	422	**479**
ETF	11,993	12,186	17,063	15,952	21,508	25,695	**25,644**
Net Inflow	275	-80	187	-122	128	-245	**74**
Bond Investment Trusts	1,434	1,365	1,544	1,359	1,466	1,503	**1,463**
Public Investment Trust AUM	21,696	21,590	29,026	28,737	37,206	43,970	**44,076**
Private Investment Trust AUM	1,626	1,802	2,449	2,380	3,220	3,146	**3,028**
Investment Advisory AUM	351	318	438	1,830	3,025	3,362	**3,390**
Total	23,674	23,712	31,914	32,948	43,452	50,479	**50,495**

※ All figures are as at the end of each quarter

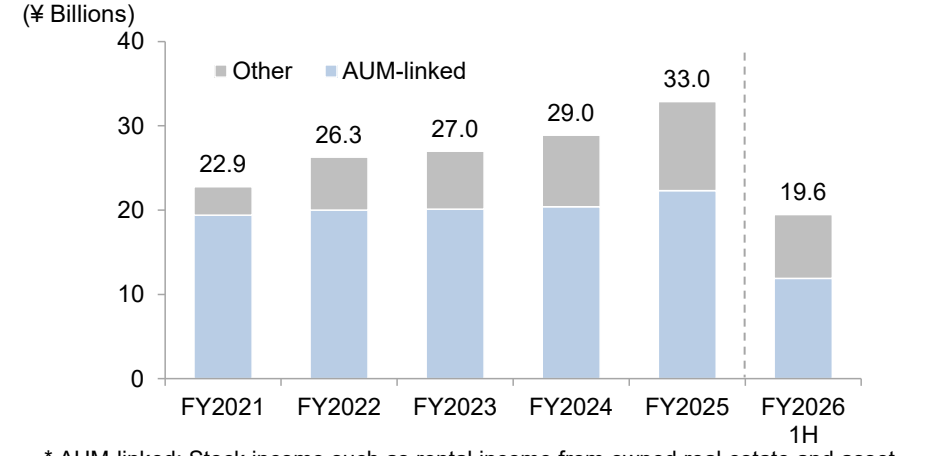
AM Division Real Estate AM

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26	FY2026 1H	% Change vs 1H/FY25
Net operating revenues *1	**12,035**	**-9.7%**	**25,363**	**43.3%**
Ordinary income *2	**9,810**	**-0.3%**	**19,648**	**53.0%**

【Real Estate AM】

- AUM reached a record high, supported by steady asset accumulation.
- Ordinary income was broadly in line with the previous quarter, supported by stable AUM-linked revenues and property sales gains at Daiwa Securities Realty and Samty.

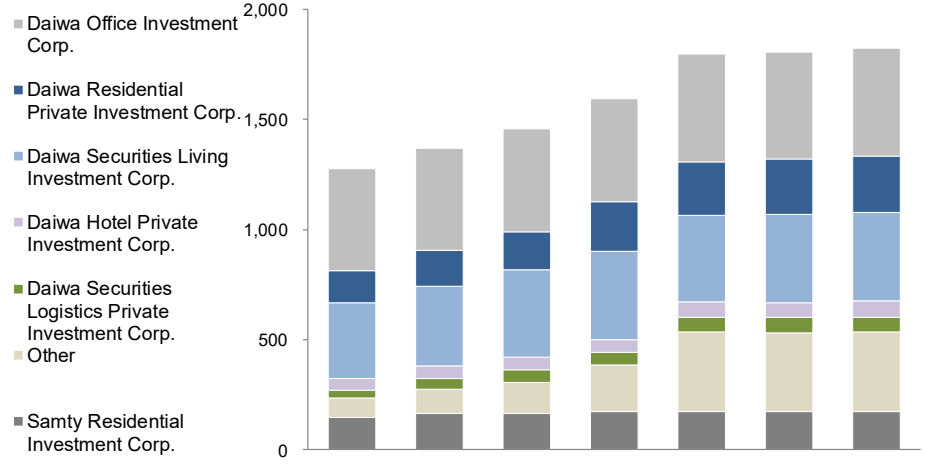
Ordinary Income (annually)



* AUM-linked: Stock income such as rental income from owned real estate and asset management fees linked to AUM and rental income.
Other: Equity method investment income from Samty Holdings and gains on sales associated with property replacements.

Real Estate Asset Management Business AUM of Two Companies*

* Daiwa Real Estate Asset Management, Samty Residential Investment Corp.



(¥ Billions)	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026 1Q	FY2026 2Q
Daiwa Office Investment Corp.	466	462	468	470	489	487	**487**
Daiwa Residential Private Investment Corp.	146	164	173	224	243	253	**259**
Daiwa Securities Living Investment Corp.	343	363	397	399	394	399	**399**
Daiwa Hotel Private Investment Corp.	54	54	54	58	70	70	**77**
Daiwa Securities Logistics Private Investment Corp.	35	51	58	58	67	67	**67**
Other	85	110	142	212	361	361	**361**
Total	1,131	1,206	1,295	1,424	1,626	1,639	**1,653**
Samty Residential Investment Corp. (Sub sponsor)	147	162	163	171	171	171	**173**
Total (Including sub sponsor)	1,279	1,369	1,459	1,596	1,797	1,810	**1,826**

※ All figures are as at the end of each quarter

*1 Includes Daiwa Real Estate Asset Management, Daiwa Office Investment, Samty Residential Investment, and Daiwa Securities Realty.
*2 Equity earnings of affiliates is included in non-operating revenues.

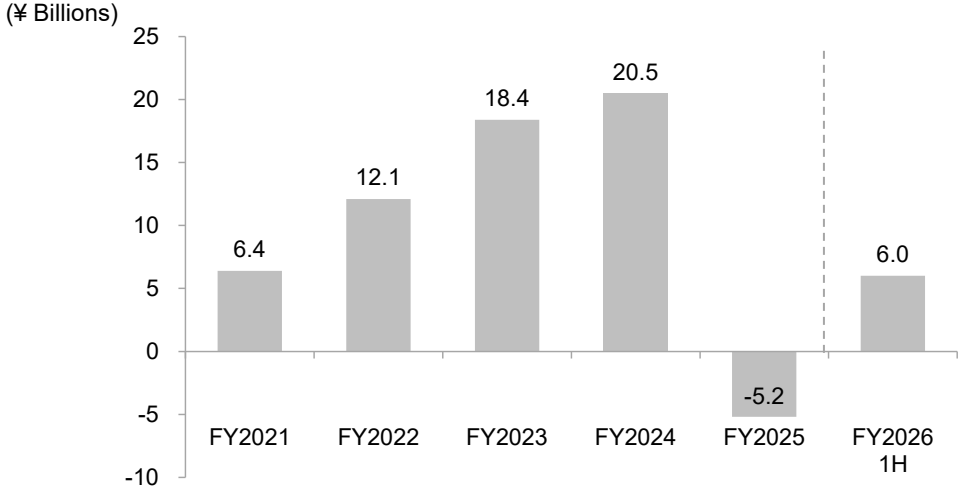
AM Division Alternative AM

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26	FY2026 1H	% Change vs 1H/FY25
Net operating revenues	**3,036**	**-52.0%**	**9,365**	**196.9%**
Ordinary income	**1,232**	**-74.4%**	**6,047**	**-**

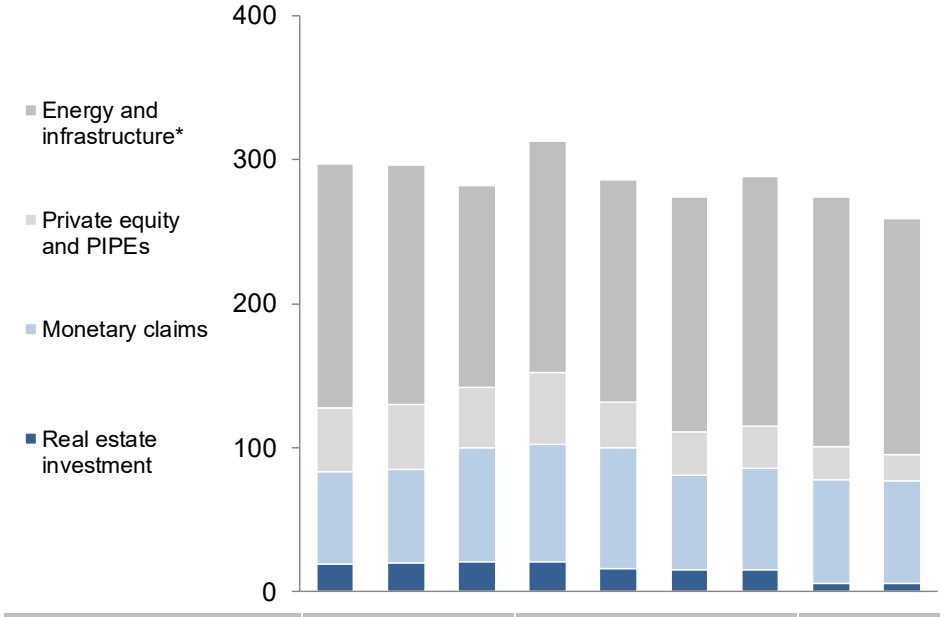
【Alternative AM】

- Capital gains declined due to lower gains realized from investment exits.
- Daiwa Energy & Infrastructure recorded losses on renewable energy-related investments.

Ordinary Income (annually)



Principal Investment Balance



(¥ Billions)	FY2024 2Q	FY2024 3Q	FY2024 4Q	FY2025 1Q	FY2025 2Q	FY2025 3Q	FY2025 4Q	FY2026 1Q	FY2026 2Q
Daiwa PI Partners									
Private equity and PIPEs	45	45	42	50	32	30	29	23	**18**
Monetary claims	64	65	79	81	84	66	71	72	**71**
Real estate investment	19	20	21	21	16	15	15	6	**6**
Daiwa Energy & Infrastructure	169	166	140	161	154	163	173	173	**164**
Total	299	298	284	315	288	277	290	276	**261**

※ All figures are as at the end of each quarter
* Energy & Infrastructure investment is the investment balance of Daiwa Energy & Infrastructure.

GM&IB Division GM

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26	FY2026 1H	% Change vs 1H/FY25
Net operating revenues	**45,712**	**-15.1%**	**99,567**	**38.6%**
Ordinary income	**11,168**	**-38.6%**	**29,366**	**165.7%**

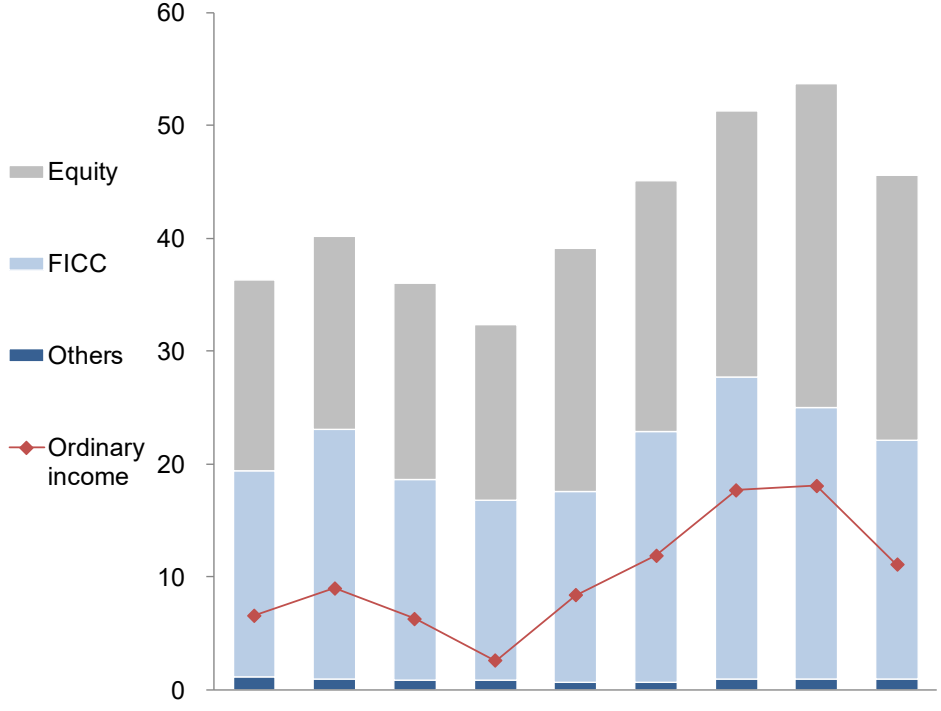
【Equity】

- Performance remained solid despite lower global equity trading value, supported by institutional investor flows.
- Equity derivatives saw growth in both the number and value of new trades, as client demand remained firm despite lower volatility.

【FICC】

- Domestic: Performance remained solid despite rising interest rates, driven by steady client flows, particularly in domestic bonds and derivatives.
- Overseas: Performance was affected by lower client flows amid rising U.S. interest rates and challenging position management.

Net Operating Revenues and Ordinary Income



(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Equity	16.9	17.1	17.4	15.6	21.5	22.2	23.6	28.7	**23.5**
FICC	18.2	22.1	17.7	15.9	16.9	22.2	26.7	24.0	**21.1**
Others	1.2	1.0	0.9	0.9	0.7	0.7	1.0	1.0	**1.0**
Net operating revenues	36.3	40.3	36.0	32.5	39.2	45.2	51.3	53.8	**45.7**
Ordinary income	6.6	9.0	6.3	2.6	8.4	11.9	17.7	18.1	**11.1**

GM&IB Division GIB

(¥ Millions)	FY2026 2Q	% Change vs 1Q/FY26	FY2026 1H	% Change vs 1H/FY25
Net operating revenues	**23,424**	**3.4%**	**46,082**	**19.0%**
Ordinary income	**4,017**	**22.7%**	**7,290**	**4.3%**

【Equity】

		<Offering size>
Japan Airport Terminal Co., Ltd.	PO	¥64.3 bn
Oliver Corporation	IPO	¥26.0 bn
Nichicon Corporation	Euro Yen CB	¥22.0 bn
Mitsui & Co. Digital Real Estate STO (Shinagawa office & hotel)	Real Estate STO	¥17.4 bn
Valor Holdings Co., Ltd.	PO	¥17.0 bn
Mech Mind Robotics Technologies	Hong Kong IPO	USD0.3 bn

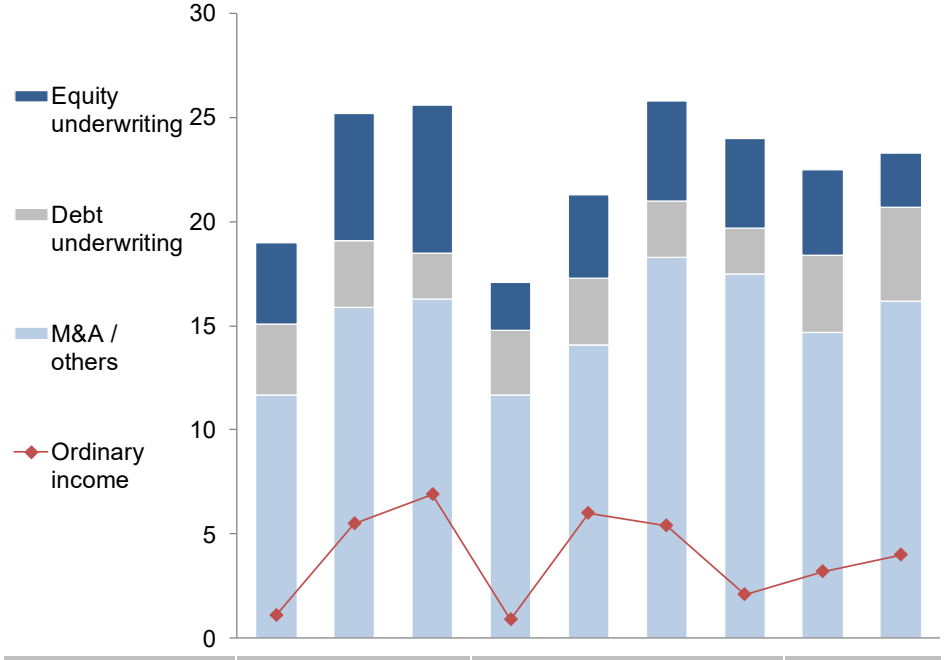
【Debt】

	<Offering size>
SoftBank Group Corp. (7 years)	Retail Bond ¥1,000.0 bn
Sumitomo Forestry Co., Ltd. (35NC5, 37NC7, 40NC10)	Subordinated Bond ¥243.5 bn
Asian Development Bank (7 years)	Euro Yen Bond◆ ¥20.0 bn
United Mexican States (3.5/5/10/20 years)	Samurai Bond◆ ¥282.8 bn
PT Integrasi Jaringan Ekosistem (3/5 years)	Samurai Bond ¥21.4 bn
Japan Bank for International Cooperation (7 years)	Benchmark EUR1.5 bn
East Japan Railway Company (9 years)	Benchmark◆ EUR0.5 bn
The Chiba Bank, Ltd. (5 years)	Benchmark USD3.0 bn

【M&A】

- SoftBank Corp.'s execution of a capital alliance agreement and business alliance agreement with Seven & i Holdings Co., Ltd., and underwriting of treasury shares through a third-party allotment
- Benesse Group's transfer of Tokyo Educational Institute (Tetsuryokukai) to Hulic
- Management buyout (MBO) and going-private transaction of Satudora Holdings Co., Ltd. by Marunouchi Capital Co., Ltd.
- NIPPON SEIKI CO., LTD.'s execution of a business transfer agreement for the acquisition of DENSO CORPORATION's head-up display business
- CVC Capital Partners' sale of FineToday Holdings Co., Ltd. shares to Bain Capital
- Transfer of KYORIN Pharmaceutical Co., Ltd.'s generic drug business by DAITO PHARMACEUTICAL CO., LTD., Meiji Seika Pharma Co., Ltd., and Development Bank of Japan Inc.
- COSEL CO., LTD.'s sale of Powerbox International (Sweden) to Hypax (Germany)
- Padesa's (Spain) sale to Lusiaves (Portugal) and Tecavi (Peru)
- Epicutis (U.S.) raises growth capital from GroundForce Capital (U.S.)

Net Operating Revenues and Ordinary Income



(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Equity underwriting	3.9	6.1	7.1	2.3	4.0	4.8	4.3	4.1	**2.6**
Debt underwriting	3.4	3.2	2.2	3.1	3.2	2.7	2.2	3.7	**4.5**
M&A / others	11.7	15.9	16.3	11.7	14.1	18.3	17.5	14.7	**16.2**
Net operating revenues	19.0	25.3	25.8	17.2	21.4	26.0	24.1	22.6	**23.4**
Ordinary income	1.1	5.5	6.9	0.9	6.0	5.4	2.1	3.2	**4.0**
Group M&A related revenues *1	13.7	16.8	17.8	12.5	15.1	18.7	18.8	13.7	**17.5**

*1 Includes M&A revenues, M&A-related revenues recorded in other segments within the Group, and M&A-related revenues generated by equity-method affiliates etc.

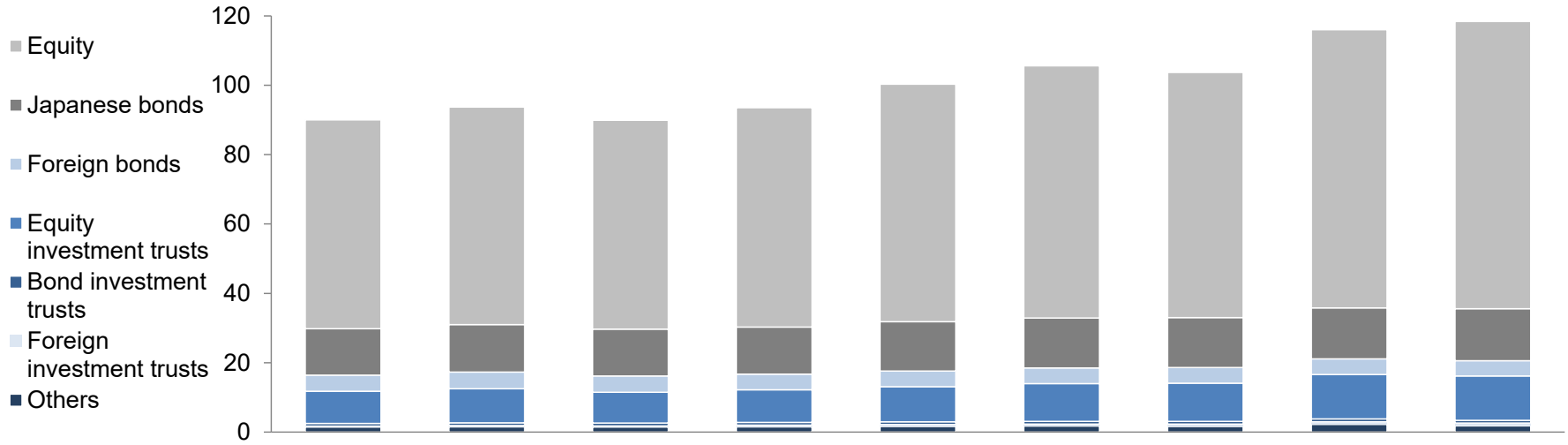
◆ Sustainability-related

Reference

Breakdown of Commission

(¥ Millions)	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
Total commission	118,300	128,579	131,203	143,423	**137,735**	**-4.0%**	**16.4%**	218,698	**281,158**	**28.6%**	478,481
Brokerage commission	26,968	29,578	31,983	34,975	**26,440**	**-24.4%**	**-2.0%**	48,122	**61,416**	**27.6%**	109,684
Underwriting and secondary offering commissions	10,831	11,047	9,158	17,072	**11,750**	**-31.2%**	**8.5%**	19,733	**28,823**	**46.1%**	39,939
Distribution commission	6,275	7,741	7,731	9,276	**7,758**	**-16.4%**	**23.6%**	11,037	**17,034**	**54.3%**	26,509
Other commission	74,224	80,211	82,330	82,098	**91,785**	**11.8%**	**23.7%**	139,806	**173,883**	**24.4%**	302,348
Agency fee and others	7,545	8,391	8,625	9,341	**9,889**	**5.9%**	**31.1%**	13,889	**19,231**	**38.5%**	30,906
Investment advisory and account management fees	15,003	16,587	17,825	19,000	**20,650**	**8.7%**	**37.6%**	28,898	**39,651**	**37.2%**	63,311
Insurance sales commission	4,036	1,230	1,161	1,051	**1,390**	**32.2%**	**-65.6%**	7,279	**2,441**	**-66.5%**	9,672
M&A related commission	13,808	18,860	17,399	12,546	**15,114**	**20.5%**	**9.5%**	24,991	**27,660**	**10.7%**	61,251
Management fee	25,832	27,836	28,869	31,465	**33,824**	**7.5%**	**30.9%**	49,355	**65,290**	**32.3%**	106,062
Other	7,998	7,304	8,448	8,692	**10,915**	**25.6%**	**36.5%**	15,390	**19,607**	**27.4%**	31,143

Assets under Custody



(¥ Trillions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Equity	60.2	62.7	60.2	63.2	68.5	72.7	70.7	80.2	**82.8**
Japanese bonds	13.4	13.7	13.5	13.6	14.2	14.4	14.4	14.7	**15.0**
Foreign bonds	4.6	4.8	4.7	4.5	4.5	4.5	4.5	4.5	**4.4**
Equity investment trusts	9.3	9.8	8.9	9.4	10.1	10.9	11.0	12.8	**12.8**
Bond investment trusts	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	**0.8**
Foreign investment trusts	0.3	0.4	0.4	0.5	0.6	0.6	0.7	0.8	**0.8**
Others	1.4	1.5	1.4	1.5	1.6	1.7	1.6	2.2	**1.8**
Total	90.3	93.9	90.2	93.8	100.6	106.0	104.0	116.3	**118.7**
Daiwa Next Bank deposit balance*	4.2	4.3	4.3	4.3	4.7	4.9	5.0	5.3	**7.6**

* FY2026 2Q includes the deposit balance of ORIX Bank.

※ Data of Daiwa Securities.
※ All figures are as at the end of each quarter.
※ ETFs are included in Equitiy.

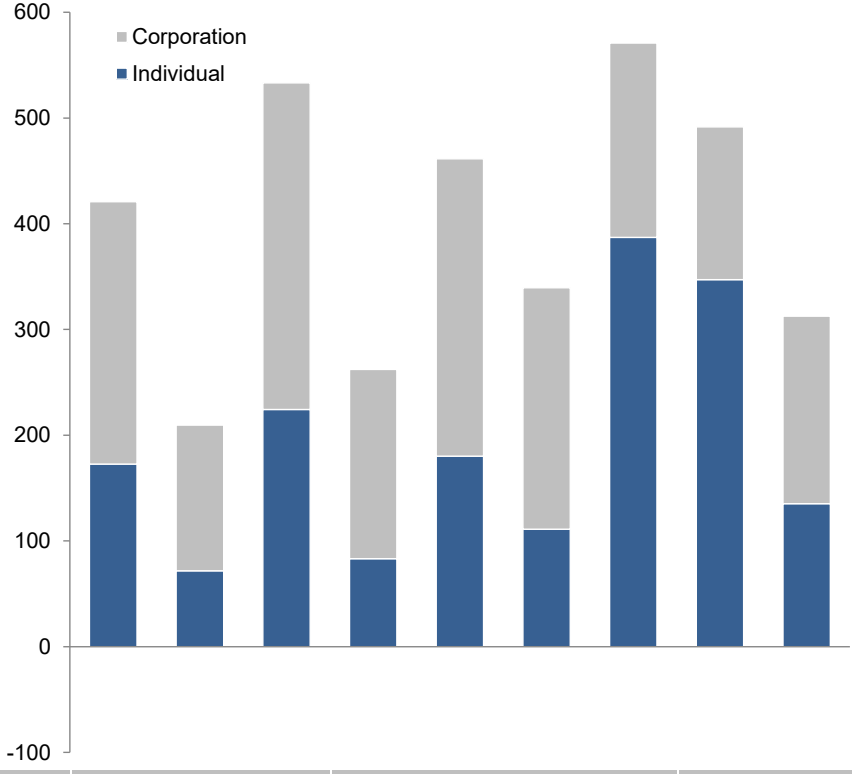
Number of Accounts and Equity Trading

	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Accounts with balance (thousands)	3,171	3,183	3,209	3,210	3,235	3,246	3,277	3,314	**3,347**
Accounts holding equity (thousands)	1,488	1,493	1,507	1,501	1,494	1,491	1,492	1,495	**1,502**
Online trading accounts (thousands)	3,708	3,733	3,756	3,770	3,776	3,802	3,830	3,885	**3,915**
Newly opened accounts (thousands)	39	44	38	44	42	51	49	53	**49**
NISA accounts (thousands)	698	700	701	702	701	702	703	725	**727**
Wrap account service (end of quarter)									
Contract assets under management (¥ billions)	4,509	4,736	4,686	4,910	5,302	5,783	6,049	6,765	**6,946**
Number of customers (thousands)	193	199	203	208	213	221	231	238	**248**
Contracts and trading value for individual investors at Daiwa Securities (Japanese Equity)									
Total number of contracts (thousands)	2,888	2,656	2,688	2,699	2,994	3,179	3,695	3,180	**2,773**
Online out of total (thousands)	2,547	2,281	2,332	2,387	2,581	2,755	3,228	2,815	**2,478**
Total trading value (¥ billions)	2,994	2,903	2,997	2,744	3,536	4,096	4,891	5,161	**3,996**
Online out of total (¥ billions)	2,305	2,051	2,118	2,066	2,595	3,007	3,666	3,966	**3,197**
Foreign equity trading value (WM Division (Daiwa Securities))									
Trading value (¥ billions)	267	430	306	474	573	759	506	922	**507**

※ Data of Daiwa Securities.

Net Asset Inflow

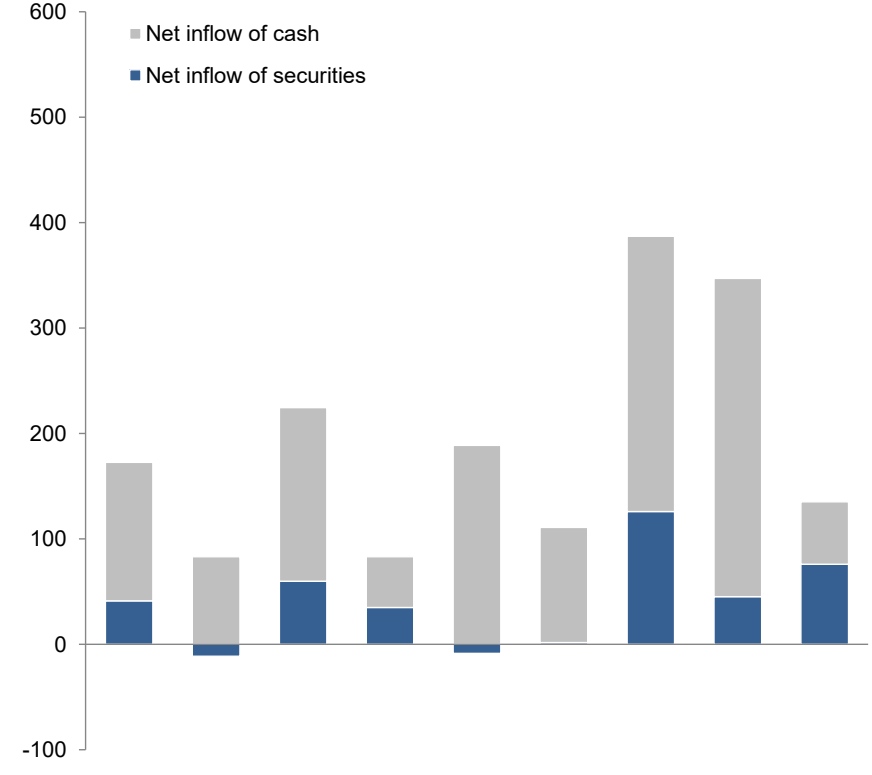
WM Division (Daiwa Securities) Net Asset Inflow



(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Corporation	248.2	137.7	308.8	179.1	281.1	228.4	183.9	144.4	**177.3**
Individual	172.7	71.8	224.4	83.1	180.2	111.1	387.0	347.1	**135.3**
Total	421.0	209.5	533.3	262.3	461.3	339.5	571.0	491.5	**312.6**

※ Net Asset Inflow = net inflow of cash and securities, totaled on a quarterly basis.

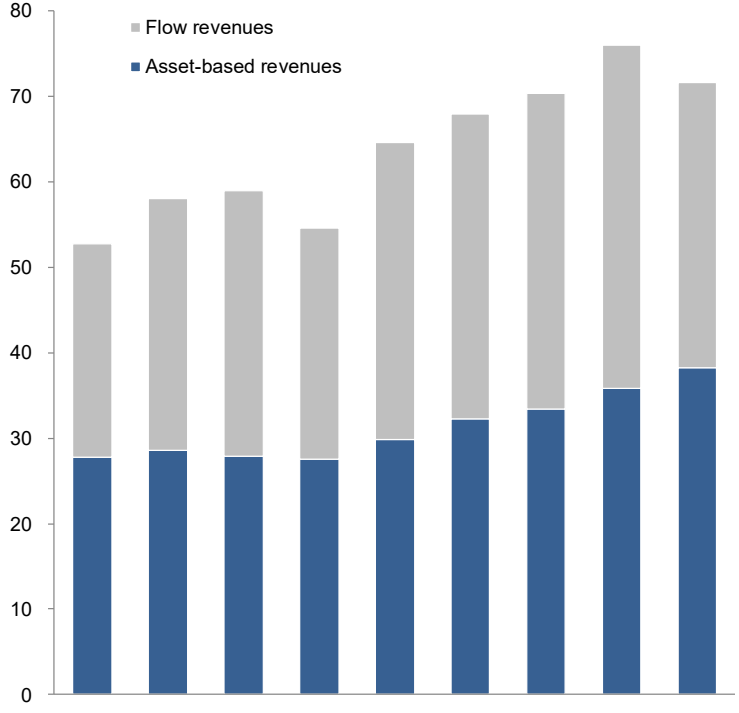
WM Division (Daiwa Securities) Net Asset Inflow (Individuals)



(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Net inflow of cash	131.4	83.2	164.6	48.0	188.8	109.3	261.1	301.7	**59.2**
Net inflow of securities	41.3	-11.3	59.8	35.1	-8.6	1.7	125.9	45.3	**76.0**
Total	172.7	71.8	224.4	83.1	180.2	111.1	387.0	347.1	**135.3**

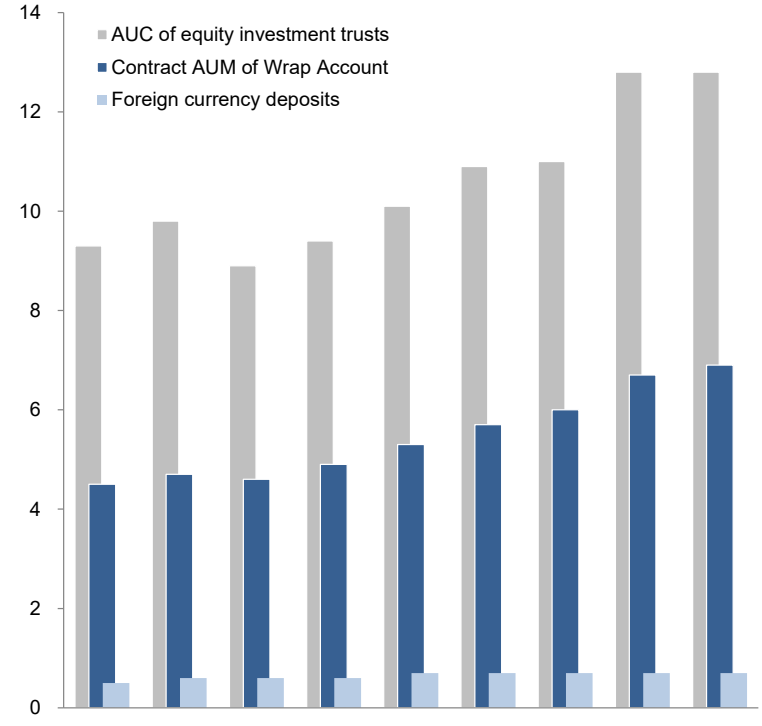
Asset-Based Revenues

Composition of Revenues



(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Net operating revenues in WM Division (domestic)	52.8	58.1	59.0	54.6	64.7	68.0	70.5	76.1	**71.7**
Asset-based revenues	27.8	28.6	27.9	27.5	29.9	32.3	33.4	35.8	**38.3**
Flow revenues	24.9	29.4	31.1	27.1	34.7	35.7	37.0	40.2	**33.3**
Asset-based revenue ratio	52.7%	49.3%	47.3%	50.4%	46.3%	47.5%	47.4%	47.2%	**53.5%**
Fixed cost coverage ratio	104.6%	108.3%	108.0%	103.7%	109.8%	114.6%	120.0%	125.7%	**128.4%**
Total cost coverage ratio	68.5%	70.3%	71.2%	70.1%	72.7%	74.3%	76.5%	77.3%	**82.1%**

Equity Investment Trusts, Wrap Account Assets, and Foreign Currency Deposits



(¥ Trillions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
AUC of equity investment trusts	9.3	9.8	8.9	9.4	10.1	10.9	11.0	12.8	**12.8**
Contract AUM of Wrap Account	4.5	4.7	4.6	4.9	5.3	5.7	6.0	6.7	**6.9**
Foreign currency deposits	0.5	0.6	0.6	0.6	0.7	0.7	0.7	0.7	**0.7**

※ Equity investment trusts include portions from wrap account services.

League Table

	Primary and secondary equity offerings	IPO	Straight bonds (excl. family bonds)	Agency bonds	Municipal bonds	M&A (Number of deals)
	FY2026 2Q League Table					
1st	Nomura	Nomura	Daiwa	Nomura	Nomura	Mizuho
	30.2%	33.8%	22.4%	25.3%	23.2%	
2nd	Mizuho	Goldman Sachs	Nomura	SMBC Nikko	Daiwa	SMFG
	22.0%	12.5%	22.1%	22.5%	21.1%	
3rd	Daiwa	Bank of America	SMBC Nikko	Daiwa	SMBC Nikko	Plutus
	14.3%	12.3%	21.0%	22.1%	20.5%	
4th	SMBC Nikko	SBI	Mizuho	Mitsubishi UFJMS	Mitsubishi UFJMS	Nomura
	14.1%	12.0%	15.3%	18.4%	15.6%	
5th	Mitsubishi UFJMS	Daiwa	Mitsubishi UFJMS	Mizuho	Mizuho	Daiwa
	11.1%	9.0%	14.7%	7.0%	8.8%	

Source: Compiled by Daiwa Securities based on LSEG Data & Analytics April 2026 – September 2026
Primary and secondary equity, IPO, Straight bonds, Agency bonds, and Municipal bonds are based on settlement date.
Joint lead manager allotment of Primary and secondary equity, IPO, Straight bonds, Municipal bonds and Agency bonds is based on underwritten amount.
Amounts captured in the league tables are expressed as percentages.
Figures for Mitsubishi UFJMS include transactions involving both Mitsubishi UFJ Morgan Stanley Securities and Morgan Stanley MUFG Securities.
Overseas equity underwriting by Japanese companies and M&A transactions involving Japanese companies include Morgan Stanley's contribution.

Value at Risk

Range and Assumptions of VaR

- Confidence level: 99% (one-side test)
- Holding period: 1day
- Adjusted for price correlation between products

(¥ Billions)	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
VaR (Quarter end)	1.13	1.30	1.41	1.09	1.13	0.94	1.08	1.01	**1.09**
High	1.51	1.75	1.48	1.58	1.32	1.40	1.32	1.54	**1.72**
Low	1.03	1.03	0.99	0.99	0.88	0.90	0.91	0.95	**0.87**
Average	1.23	1.29	1.22	1.28	1.10	1.15	1.08	1.16	**1.11**
By risk factors (Quarter end)									
Equity	0.24	0.18	0.45	0.63	0.46	0.26	0.70	0.47	**0.97**
Interest	0.81	0.83	0.80	0.82	0.70	0.60	0.82	0.56	**0.77**
Currency	0.38	0.58	0.18	0.22	0.28	0.25	0.24	0.51	**0.57**
Commodities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.01	**0.00**
(Ref) Confidence level：95% (one-side test), Holding period：1 day									
VaR (Quarter end)	0.82	0.79	0.91	0.76	0.70	0.65	0.73	0.68	**0.72**

Consolidated

Number of Group Employees

	FY2024			FY2025				FY2026	
	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q
Total	15,229	15,165	15,093	15,558	15,571	15,485	15,298	15,803	**16,755**
Overseas	1,973	1,952	1,949	1,876	1,892	1,858	1,829	1,839	**1,852**

※ Number of employees as at the end of each quarter.
※ Total figures are the sum of consolidated group companies.
※ Figures include temporary staff.

Balance Sheet

Daiwa Securities Balance Sheet (September 30, 2026)

(¥ Billions)

	Sept. 30	vs. Mar. 31
Current assets	**16,746**	**-753**
Trading products	8,941	806
Trading securities and other	2,889	-900
Derivatives transactions	6,052	1,707
Margin transaction assets	227	-70
Loans on margin transactions	184	22
Cash collateral pledged for securities borrowing on margin transactions	43	-93
Loans secured by securities	4,002	-2,001
Short-term guarantee deposits	605	100
Short-term loans receivable	409	-21
Non-current assets	**218**	**-0**
Property, plant and equipment	49	-1
Intangible assets	97	1
Total assets	**16,964**	**-753**

	Sept. 30	vs. Mar. 31
Current liabilities	**14,894**	**-927**
Trading products	8,019	1,135
Trading securities and other	2,014	-546
Derivatives transactions	6,005	1,682
Margin transaction liabilities	59	15
Loans payables secured by securities	3,497	-2,100
Short-term loans payable	1,349	-162
Current portion of bonds	316	49
Long-term liabilities	**1,493**	**211**
Bonds payable	412	-2
Long-term loans payable	1,033	212
Total liabilities	**16,396**	**-715**
Net assets	**568**	**-37**
Shareholders' equity	566	-37
Capital stock	100	—
Total liabilities and net assets	**16,964**	**-753**

Financial Summary I

(¥ Millions)	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
Operating revenues	134,068	142,928	152,057	159,491	**157,953**	**-1.0%**	**17.8%**	252,635	**317,444**	**25.7%**	547,621
Commission received	79,588	83,426	84,441	94,198	**87,365**	**-7.3%**	**9.8%**	147,040	**181,563**	**23.5%**	314,907
Brokerage commission	18,913	20,855	23,077	23,608	**18,072**	**-23.4%**	**-4.4%**	33,266	**41,680**	**25.3%**	77,199
Stock and others	18,538	20,277	22,306	22,987	**17,684**	**-23.1%**	**-4.6%**	32,408	**40,672**	**25.5%**	74,993
Underwriting and secondary offering commissions	10,066	10,488	8,067	14,269	**10,360**	**-27.4%**	**2.9%**	18,917	**24,630**	**30.2%**	37,472
Equity	3,714	5,991	5,778	7,697	**3,070**	**-60.1%**	**-17.3%**	6,823	**10,768**	**57.8%**	18,593
Bond and others	4,368	4,196	2,289	6,571	**6,754**	**2.8%**	**54.6%**	9,838	**13,326**	**35.4%**	16,324
Distribution commission	6,193	7,651	7,652	9,159	**7,667**	**-16.3%**	**23.8%**	10,894	**16,827**	**54.5%**	26,199
Investment trust	6,105	7,620	7,561	9,095	**7,394**	**-18.7%**	**21.1%**	10,756	**16,489**	**53.3%**	25,938
Other commissions	44,415	44,430	45,643	47,161	**51,264**	**8.7%**	**15.4%**	83,961	**98,425**	**17.2%**	174,036
Agency fee and others	11,609	12,629	12,992	14,094	**15,027**	**6.6%**	**29.4%**	21,747	**29,121**	**33.9%**	47,369
Investment advisory and account management fees	15,003	16,587	17,825	19,000	**20,650**	**8.7%**	**37.6%**	28,898	**39,651**	**37.2%**	63,311
Insurance sales commission	4,036	1,230	1,161	1,051	**1,390**	**32.2%**	**-65.6%**	7,279	**2,441**	**-66.5%**	9,672
M&A related commission	6,702	7,534	6,843	5,287	**6,690**	**26.5%**	**-0.2%**	11,851	**11,977**	**1.1%**	26,229
Net trading income/loss	21,296	26,379	32,942	31,136	**31,242**	**0.3%**	**46.7%**	41,746	**62,378**	**49.4%**	101,068
Financial revenues	33,183	33,121	34,674	34,156	**39,345**	**15.2%**	**18.6%**	63,849	**73,501**	**15.1%**	131,645
Financial expenses	30,279	29,728	31,283	31,799	**35,619**	**12.0%**	**17.6%**	60,081	**67,419**	**12.2%**	121,094
Net operating revenues	103,789	113,199	120,773	127,691	**122,333**	**-4.2%**	**17.9%**	192,553	**250,024**	**29.8%**	426,526

Financial Summary II

(¥ Millions)	FY2025			FY2026		% Change vs 1Q/FY26	% Change vs 2Q/FY25	FY2025	FY2026	% Change vs 1H/FY25	FY2025
	2Q	3Q	4Q	1Q	2Q			1H	1H		
SG&A	71,003	74,621	76,377	82,407	**82,043**	**-0.4%**	**15.5%**	138,644	**164,450**	**18.6%**	289,643
Trading related expenses	11,695	12,409	12,762	15,114	**14,665**	**-3.0%**	**25.4%**	22,802	**29,779**	**30.6%**	47,974
Personnel expenses	29,889	31,470	32,352	34,613	**34,057**	**-1.6%**	**13.9%**	57,798	**68,670**	**18.8%**	121,620
Real estate expenses	5,610	5,719	6,548	5,519	**5,893**	**6.8%**	**5.1%**	10,910	**11,413**	**4.6%**	23,179
Office cost	16,117	17,060	16,296	18,089	**18,019**	**-0.4%**	**11.8%**	31,742	**36,109**	**13.8%**	65,098
Depreciation	5,076	5,324	5,583	6,088	**6,160**	**1.2%**	**21.3%**	10,181	**12,249**	**20.3%**	21,089
Taxes and dues	1,432	1,474	1,599	1,680	**1,577**	**-6.1%**	**10.1%**	2,725	**3,258**	**19.5%**	5,800
Other	1,179	1,162	1,234	1,302	**1,668**	**28.2%**	**41.5%**	2,483	**2,970**	**19.6%**	4,880
Ordinary income	33,246	39,004	44,826	45,796	**40,748**	**-11.0%**	**22.6%**	54,866	**86,545**	**57.7%**	138,698
Net income	22,407	26,756	32,096	30,953	**27,306**	**-11.8%**	**21.9%**	37,353	**58,259**	**56.0%**	96,207
ROE（Annualized）	16.7%	19.1%	21.8%	21.6%	**19.7%**			13.2%	**19.8%**		16.2%
Capital adequacy ratio	342.6%	351.9%	331.4%	308.2%	**325.5%**			342.6%	**325.5%**		331.4%

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