Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

Daiwa Securities Group Inc.

Code number: 8601
Stock Exchange Listings: Tokyo, Nagoya
URL: https://www.daiwa-grp.jp/english/
Scheduled date of filing semi-annual securities report: November 12, 2026
Scheduled date to commence dividend payments: December 1, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for analysts)

October 30, 2026

Financial Summary (Consolidated)

For the six months period ended September 30, 2026 <Under Japanese GAAP>

(Figures less than one million yen are rounded down)

1. Consolidated financial results (April 1, 2026 to September 30, 2026)

(1) Consolidated operating results (Millions of yen, % of change from previous year)

	Operating revenue		Net operating revenue		Operating income		Ordinary income	
FY 2026	865,454	23.3%	444,301	35.5%	148,427	72.5%	166,352	69.9%
FY 2025	701,750	1.7%	327,880	5.7%	86,020	12.0%	97,908	(11.5)%

(Note) Comprehensive income:
FY 2026: 125,342 million yen , 18.4% ; FY 2025: 105,873 million yen , 58.3%

	Profit attributable to owners of parent		Net income per share		Diluted net income per share	
FY 2026	107,846	36.6%	77.57	Yen	76.32	Yen
FY 2025	78,964	1.5%	56.44	Yen	55.68	Yen

(2) Consolidated financial conditions (Millions of yen, except per share amounts and percentage)

	Total assets	Total net assets	Equity ratio		Net assets per share	
As of Sep. 30, 2026	40,407,118	2,119,547	4.6	%	1,318.82	Yen
As of Mar. 31, 2026	38,077,646	2,045,809	4.6	%	1,272.72	Yen

(Reference) Stockholders' equity (Total net assets - Share acquisition rights - Non-controlling interests):
As of Sep. 30, 2026: 1,841,041 million yen ; As of Mar. 31, 2026: 1,763,569 million yen

2. Cash dividends

	Dividends per share (yen)				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
FY 2025	—	29.00	—	35.00	64.00
FY 2026 (actual)	—	39.00			
FY 2026 (expected)*			—	—	44.00

(Note) Modification from the most recently announced dividend forecast: None

* Daiwa Securities Group Inc. (hereinafter the "Company") will basically pay dividends semiannually (interim and year-end dividends) at a payout ratio of 50% or more based on consolidated financial performance. In addition to this, the Company has set a minimum dividend per share (full year) of 44 yen from the fiscal year ending March 31, 2025 to the fiscal year ending March 31, 2027. For convenience, the minimum dividend for the full year is shown in the total column of FY 2026 (expected) in the above table. As indicated in 3. below, the Company does not forecast operating results and it does not present the actual amount of the full-year dividends for FY 2026 because those amounts are currently undetermined. Those amounts will be determined in line with the aforementioned policy, taking into consideration the consolidated operating results.

Representative: Akihiko Ogino, President and CEO
For inquiry: Kana Nakamura, Executive Director, Corporate Planning Dept. Investor Relations Office (Phone +81-3-5555-1111)

3. Earnings forecasts for the fiscal year ending March 31, 2027 (consolidated)

Daiwa Securities Group's (hereinafter the "Group") principal business is securities-related business, and the performance of the Group is significantly influenced by the economic and market environment in which it operates. Therefore, the Company does not disclose the forecasts of consolidated operating results, considering the difficulty to forecast the performance.

4. Other notes

(1) Significant changes in the scope of consolidation during the period: Yes
Newly included companies: 1 company (name) ORIX Bank Corporation
Excluded companies: None
(Note) For details, please see "1. Semi-annual consolidated financial statements and main notes, (3) Notes to semi-annual consolidated financial statements, (Notes on Significant Changes in the Scope of Consolidation)" on page 8.

(2) Application of accounting methods which are exceptional for semi-annual consolidated financial statements: None

(3) Changes in accounting policies, estimates, and restatements:
(i) Changes in accounting policies due to the revision of accounting standards: None
(ii) Changes in accounting policies other than (i): None
(iii) Changes in accounting estimates: None
(iv) Restatements: None

(4) Number of shares issued (common stock)
(i) Number of shares issued (including treasury shares):
As of Sep. 30, 2026 : 1,569,378,772 ; As of Mar. 31, 2026 : 1,569,378,772
(ii) Number of treasury shares:
As of Sep. 30, 2026 : 173,469,332 ; As of Mar. 31, 2026 : 183,731,624
(iii) Average number of shares issued and outstanding during the period:
As of Sep. 30, 2026 : 1,390,295,704 ; As of Sep. 30, 2025 : 1,399,140,668

Implementation status of audit procedure:
Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

Statement on the proper use of earnings forecasts and other information:
Not applicable.

(Accompanying materials)

Contents

1. Semi-annual consolidated financial statements and main notes …… 2

(1) Semi-annual consolidated balance sheets …… 2

(2) Semi-annual consolidated statements of income and Semi-annual consolidated statements of comprehensive income …… 5

(3) Notes to semi-annual consolidated financial statements…… …… …… …… …… 8

(Significant changes in amounts of shareholders' equity)…… 8

(Going concern assumption) …… 8

(Notes on Significant Changes in the Scope of Consolidation) …… 8

(Notes on Business Combinations) …… 9

2. Supplementary information …… 11

(1) Quarterly transition of consolidated statements of income …… 11

(Note) Presentation materials (PDF version) of the financial results briefing are available at our website.
URL: https://www.daiwa-grp.jp/english/ir/presentation/index.html

1. Semi-annual consolidated financial statements and main notes

(1) Semi-annual consolidated balance sheets

Millions of yen

Assets	As of March 31, 2026	As of September 30, 2026
Current assets:		
Cash and deposits	3,790,154	4,720,787
Cash segregated as deposits	560,091	609,631
Notes and accounts receivable - trade, and contract assets	38,211	42,329
Securities	2,140,789	2,239,173
Trading products:	12,391,655	13,589,262
Trading securities and other	8,005,002	7,415,163
Derivatives	4,386,652	6,174,099
Private equity and other investments	123,170	99,942
Allowance for investment loss	(105)	(63)
Operating loans receivable	3,610,598	5,536,901
Work in process	861	1,465
Margin transaction assets:	308,051	238,300
Loans on margin transactions	171,384	194,980
Cash collateral pledged for securities borrowing on margin transactions	136,667	43,319
Loans secured by securities:	12,152,689	9,927,472
Cash collateral pledged for securities borrowed	9,899,110	8,863,647
Securities purchased under resale agreements	2,253,578	1,063,825
Advances paid	48,056	74,500
Short-term loans receivable	654	706
Accrued income	126,786	136,419
Other current assets	942,135	1,149,416
Allowance for doubtful accounts	(14,254)	(16,863)
Total current assets	**36,219,548**	**38,349,383**
Non-current assets:		
Property, plant and equipment	977,957	1,007,963
Intangible assets:	154,732	290,430
Goodwill	16,101	117,085
Other	138,631	173,344
Investments and other assets:	725,408	759,341
Investment securities	673,079	701,713
Long-term loans receivable	7,851	7,889
Long-term guarantee deposits	16,117	17,387
Deferred tax assets	7,370	7,576
Other	24,596	28,378
Allowance for doubtful accounts	(3,606)	(3,604)
Total non-current assets	**1,858,097**	**2,057,735**
Total assets	**38,077,646**	**40,407,118**

Millions of yen

Liabilities	As of March 31, 2026	As of September 30, 2026
Current liabilities:		
Notes and accounts payable - trade	8,131	10,317
Trading products:	8,760,742	10,508,667
Trading securities and other	3,698,556	3,396,192
Derivatives	5,062,186	7,112,474
Trade date accrual	970,944	297,516
Margin transaction liabilities:	43,399	59,235
Borrowings on margin transactions	4,904	19,342
Cash received for securities lending on margin transactions	38,494	39,893
Borrowings secured by securities:	13,808,404	11,600,026
Cash collateral received for securities lent	9,379,709	9,346,112
Securities sold under repurchase agreements	4,428,695	2,253,914
Deposits for the banking business	5,042,025	7,502,412
Deposits received	659,605	1,122,637
Guarantee deposits received	495,268	611,874
Short-term borrowings	2,033,926	2,175,329
Commercial papers	396,500	424,120
Current portion of bonds payable	459,397	432,147
Income taxes payable	51,377	58,423
Provision for bonuses	56,580	48,806
Other current liabilities	193,597	244,144
Total current liabilities	**32,979,901**	**35,095,660**
Non-current liabilities:		
Bonds payable	1,031,024	1,128,175
Long-term borrowings	1,850,739	1,877,391
Deferred tax liabilities	60,399	70,199
Retirement benefit liability	43,978	44,415
Provision for loss on litigation	362	715
Other non-current liabilities	57,154	62,497
Total non-current liabilities	**3,043,658**	**3,183,394**
Reserves under special laws:		
Reserve for financial instruments transaction liabilities	8,276	8,516
Total reserves under special laws	**8,276**	**8,516**
Total liabilities	**36,031,836**	**38,287,571**

Millions of yen

Net assets	As of March 31, 2026	As of September 30, 2026
Shareholders' equity:		
Share capital	247,397	247,397
Capital surplus	266,538	267,873
Retained earnings	1,121,416	1,180,671
Treasury shares	(149,544)	(141,191)
Deposits for subscriptions of treasury shares	27	94
Total shareholders' equity	**1,485,835**	**1,554,845**
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	80,264	54,558
Deferred gains or losses on hedges	27,211	64,670
Foreign currency translation adjustment	169,918	166,710
Remeasurements of defined benefit plans	340	256
Total accumulated other comprehensive income	**277,734**	**286,196**
Share acquisition rights	**5,821**	**5,499**
Non-controlling interests	**276,419**	**273,005**
Total net assets	**2,045,809**	**2,119,547**
Total liabilities and net assets	**38,077,646**	**40,407,118**

(2) Semi-annual consolidated statements of income and Semi-annual consolidated statements of comprehensive income

Semi-annual consolidated statements of income

Millions of yen

	Six Months Ended	
	September 30, 2025	**September 30, 2026**
Operating revenue:		
Commission received:	218,698	281,158
Brokerage commission	48,122	61,416
Commission for underwriting, secondary distribution, and solicitation for selling and others for professional investors	19,733	28,823
Fees for offering, secondary distribution, and solicitation for selling and others for professional investors	11,037	17,034
Other commission received	139,806	173,883
Net trading income	45,685	62,123
Net gain on private equity and other investments	633	5,367
Financial revenue	335,792	381,901
Other operating revenue	100,940	134,901
Total operating revenue	**701,750**	**865,454**
Financial expenses	**296,083**	**317,217**
Other operating expenses	**77,786**	**103,935**
Net operating revenue	**327,880**	**444,301**
Selling, general and administrative expenses:		
Trading related expenses	48,295	59,691
Personnel expenses	118,770	145,055
Real estate expenses	22,431	24,990
Office expenses	16,417	21,303
Depreciation	16,564	19,926
Taxes and dues	8,163	10,609
Provision of allowance for doubtful accounts	139	96
Other	11,077	14,200
Total selling, general and administrative expenses	**241,859**	**295,873**
Operating income	**86,020**	**148,427**
Non-operating income:		
Dividend income	2,388	3,111
Share of profit of entities accounted for using the equity method	8,502	12,837
Gain on investments in investment partnerships	4,278	2,544
Other	2,387	4,340
Total non-operating income	**17,557**	**22,835**
Non-operating expenses:		
Interest expenses	1,802	2,566
Foreign exchange losses	1,799	775
Bond issuance costs	219	249
Other	1,848	1,319
Total non-operating expenses	**5,669**	**4,910**
Ordinary income	**97,908**	**166,352**

Millions of yen

	Six Months Ended	
	September 30, 2025	**September 30, 2026**
Extraordinary income:		
Gain on sale of non-current assets	22,793	—
Gain on sale of investment securities	2,128	5,575
Gain on sale of shares of subsidiaries and associates	—	17
Gain on reversal of share acquisition rights	134	121
Total extraordinary income	**25,057**	**5,713**
Extraordinary losses:		
Loss on sale and retirement of non-current assets	48	28
Impairment losses	41	751
Loss on sale of investment securities	5	—
Loss on valuation of investment securities	26	281
Loss on sale of shares of subsidiaries and associates	1,410	—
Loss on valuation of shares of subsidiaries and associates	23	—
Loss on change in equity	37	83
Provision of reserve for financial instruments transaction liabilities	7	239
Compensation losses	938	146
Total extraordinary losses	**2,539**	**1,531**
Income before income taxes	**120,426**	**170,535**
Income taxes - current	31,017	58,851
Income taxes - deferred	2,942	(4,682)
Total income taxes	**33,959**	**54,168**
Profit	**86,466**	**116,366**
Profit attributable to non-controlling interests	**7,501**	**8,520**
Profit attributable to owners of parent	**78,964**	**107,846**

Semi-annual consolidated statements of comprehensive income

Millions of yen

	Six Months Ended	
	September 30, 2025	**September 30, 2026**
Profit	**86,466**	**116,366**
Other comprehensive income:		
Valuation difference on available-for-sale securities	19,979	(27,251)
Deferred gains or losses on hedges	1,117	36,258
Foreign currency translation adjustment	4,411	(3,977)
Share of other comprehensive income of entities accounted for using the equity method	(6,100)	3,946
Total other comprehensive income	**19,407**	**8,975**
Comprehensive income	**105,873**	**125,342**
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	**98,299**	**116,308**
Comprehensive income attributable to non-controlling interests	**7,574**	**9,033**

(3) Notes to semi-annual consolidated financial statements

(Significant changes in amounts of shareholders' equity)

Not applicable.

(Going concern assumption)

Not applicable.

(Notes on Significant Changes in the Scope of Consolidation)

Daiwa Next Bank, Ltd., a wholly-owned subsidiary of the Company, completed the acquisition of all issued shares of ORIX Bank Corporation (hereinafter "ORIX Bank") on August 3, 2026. As a result, ORIX Bank is included in the scope of consolidation of the Company. In addition, ORIX Bank is included in the Company's specified subsidiaries.

(Notes on Business Combinations)

(Business combination by share acquisition)

The Company resolved that Daiwa Next Bank, Ltd. (hereinafter "Daiwa Next Bank"), a wholly-owned subsidiary of the Company, will acquire all issued shares of ORIX Bank Corporation (hereinafter "ORIX Bank") and thereby make ORIX Bank a wholly-owned subsidiary of Daiwa Next Bank (hereinafter the "Share Acquisition" or the "Subsidiary Acquisition"). On April 27, 2026, Daiwa Next Bank entered into a share transfer agreement regarding the Share Acquisition (hereinafter the "Agreement") with ORIX Corporation, the wholly owning parent company of ORIX Bank. The Share Acquisition was completed on August 3, 2026.

1. Overview of business combination

(1) Name and business description of the acquired company

Name of the acquired company : ORIX Bank Corporation

Business description : Banking business

(2) Major reasons for the business combination

The Group has continuously worked to expand stable earnings and enhance its business portfolio with the aim of establishing a robust earnings base that is less susceptible to changes in the external environment. Under its Medium-Term Management Plan, "Passion for the Best" 2026, the Group has set forth "maximizing customer asset value" as its basic management policy and has focused on stabilizing consolidated business performance by promoting high-quality consulting and the provision of optimal solutions based on a deep understanding of each customer's needs.

As Japan's economy steadily emerges from the long period of deflation and transitions to a "world with interest rates," demand has risen to an unprecedented level for comprehensive consulting tailored to each customer's life stage and financial position, including both assets and liabilities. Moreover, in order to respond accurately to these changing needs, the fundamental expansion and enhancement of banking functions, including lending and trust services, have become indispensable and are important management issues for the Group.

Since commencing operations in 2011 as a gateway bank to the securities business, Daiwa Next Bank has steadily expanded its earnings based on a low-cost operating structure and a market-based investment model. However, as indicated by its current account balance of approximately 2 trillion yen at the Bank of Japan, Daiwa Next Bank has not been able to efficiently deploy deposits entrusted by customers, and the diversification and sophistication of its fund management methods have become urgent issues. In addition, although demand has been increasing at Daiwa Securities Co. Ltd. for lending and trust-related services, particularly for securities-backed loans, real estate-backed loans, and inheritance-related services, the current functions of Daiwa Next Bank are insufficient to meet these needs.

Meanwhile, ORIX Bank has steadily expanded its earnings base through its core businesses of real estate-related lending and trust-related services. However, in order to achieve further growth, it is important to strengthen and further promote the stability of the funding base by acquiring highly sticky deposits.

In light of this business environment and these management issues, and after repeated discussions between the Group and the ORIX Group, the parties concluded that integrating Daiwa Next Bank and ORIX Bank—each of which possesses different strengths and management resources—would make it possible to further enhance their ability to provide solutions to customers' issues relating to both assets and liabilities, while significantly increasing the corporate value of the two banks. Accordingly, Daiwa Next Bank has decided to acquire ORIX Bank as its subsidiary.

Through the Subsidiary Acquisition, the Group will organically combine ORIX Bank's cultivated strengths in lending and trust functions, as well as its highly specialized personnel with the Group's strong customer base and sales platform, which underpin its deposit-gathering capabilities. In doing so, the Group aims to deepen its consulting capabilities with respect to customers' financial positions, including both assets and liabilities, while also establishing a sustainable growth model based on a virtuous cycle of deposit growth and loan growth. Furthermore, in the future, the Group will pursue maximum synergies through functional integration by way of a merger of the two banks. Through these initiatives, the Group aims to achieve sustained expansion of stable earnings and improve its consolidated business performance.

(3) Date of business combination August 3, 2026 (deemed acquisition date: July 1, 2026)

(4) Legal format of business combination Share acquisition with cash consideration

(5) Company name after business combination No changes

(6) Ratio of voting rights acquired 100%

(7) Primary grounds for determining the acquiring company

Daiwa Next Bank, a wholly owned subsidiary of the Company, acquired the shares for cash as consideration.

2. Period of the acquired company's financial results included in the consolidated financial statements
   From July 1, 2026 to September 30, 2026

3. Acquisition cost of acquired company and type of consideration

Type of consideration	Cash	385,185 million yen
Acquisition cost		385,185 million yen

4. Details and amount of major acquisition related expenses
   Advisory fees, etc. 133 million yen

5. Amount of goodwill, reason for recognition, and method and period of amortization
   (1) Amount of goodwill
   103,450 million yen
   (2) Reason for recognition
   The goodwill is mainly attributable to expected future excess earnings from the acquired company's future business activities.
   (3) Amortization method and depreciation period
   Amortized on a straight-line basis over 20 years

6. Amounts of assets acquired and liabilities assumed at the business combination date and the breakdown of major items
   (1) Amounts of assets

Total assets	3,294,593 million yen
of which operating loans receivable	2,767,859 million yen

   (2) Amounts of liabilities

Total liabilities	3,012,858 million yen
of which deposits for the banking business	2,514,394 million yen

7. Amount allocated to intangible assets other than goodwill and breakdown by type and amortization periods
   (1) Amount allocated to intangible assets
   24,382 million yen
   (2) Breakdown by type and amortization periods

Contract-related intangible assets	11,485 million yen	Amortization period: 13 years
Business relationship intangible assets	11,403 million yen	Amortization period: 21 years
Core deposit intangible assets	1,494 million yen	Amortization period: 3 years

2. Supplementary information

(1) Quarterly transition of consolidated statements of income

Millions of yen

	Three Months Ended				
	September 30, 2025	December 31, 2025	March 31, 2026	June 30, 2026	September 30, 2026
Operating revenue:					
Commission received:	118,300	128,579	131,203	143,423	137,735
Brokerage commission	26,968	29,578	31,983	34,975	26,440
Commission for underwriting, secondary distribution, and solicitation for selling and others for professional investors	10,831	11,047	9,158	17,072	11,750
Fees for offering, secondary distribution, and solicitation for selling and others for professional investors	6,275	7,741	7,731	9,276	7,758
Other commission received	74,224	80,211	82,330	82,098	91,785
Net trading income	23,375	28,249	31,919	33,213	28,910
Net gain on private equity and other investments	(1,164)	3,921	(2,915)	4,107	1,259
Financial revenue	175,175	177,115	177,564	175,588	206,313
Other operating revenue	59,662	35,996	54,597	78,031	56,870
Total operating revenue	**375,349**	**373,862**	**392,369**	**434,364**	**431,090**
Financial expenses	**155,261**	**152,824**	**148,959**	**151,059**	**166,158**
Other operating expenses	**47,459**	**26,392**	**45,510**	**62,905**	**41,030**
Net operating revenue	**172,628**	**194,646**	**197,899**	**220,399**	**223,902**
Selling, general and administrative expenses:					
Trading related expenses	24,798	25,926	25,944	28,866	30,824
Personnel expenses	60,606	67,751	69,675	71,610	73,445
Real estate expenses	11,320	11,893	12,921	12,202	12,788
Office expenses	8,101	8,822	9,807	9,844	11,458
Depreciation	8,292	8,645	8,770	9,495	10,430
Taxes and dues	4,232	4,058	4,456	5,143	5,465
Provision of allowance for doubtful accounts	30	(11)	52	20	76
Other	5,402	5,797	6,722	5,703	8,496
Total selling, general and administrative expenses	**122,785**	**132,882**	**138,351**	**142,887**	**152,986**
Operating income	**49,842**	**61,764**	**59,548**	**77,512**	**70,915**
Non-operating income	6,846	9,528	10,625	12,783	10,052
Non-operating expenses	2,497	1,733	3,130	2,205	2,705
Ordinary income	**54,192**	**69,559**	**67,042**	**88,089**	**78,262**
Extraordinary income	23,250	451	9,963	1,503	4,210
Extraordinary losses	1,811	249	3,265	1,275	256
Income before income taxes	**75,631**	**69,760**	**73,741**	**88,317**	**82,217**
Income taxes - current	27,163	17,448	26,735	26,232	32,618
Income taxes - deferred	(3,958)	1,514	(5,963)	765	(5,448)
Total income taxes	**23,205**	**18,963**	**20,771**	**26,998**	**27,170**
Profit	**52,426**	**50,797**	**52,969**	**61,319**	**55,046**
Profit attributable to non-controlling interests	**4,699**	**4,334**	**3,114**	**4,904**	**3,615**
Profit attributable to owners of parent	**47,726**	**46,462**	**49,854**	**56,414**	**51,431**