

Establishment of the RMB denominated Investment Fund (Excerpt)

Attention

This excerpt is an unofficial translation of a press release announced on September 18, 2009 by Daiwa SMBC Capital Co. The original press release is in Japanese.

Daiwa SMBC capital Co., Ltd. has agreed with Hubei High-tech Industrial Investment Co. Ltd, which is affiliated with Hubei Provincial Science & Technology Bureau in China, and HuBei Science & Technology Investment Corporation, which is affiliated with Wuhan East Lake Hi-Tech Development Zone, a Chinese national high-tech park, to establish the RMB denominated growth-capital fund (the “Fund”) targeting Chinese high-growth companies.

Summary of the Fund

Name	Hubei Gaohe Growth Capital Fund
Size	RMB 170 million (approx. JPY 2.38 billion) at the time of establishment
Establishment	October 2009 (expected)
Term	7 years from establishment (1 year extension available)
Investors	Daiwa SMBC Capital Co., Ltd. Hubei High-tech Industrial Investment Co. Ltd HuBei Science & Technology Investment Corporation Others
Investment Targets	High-growth companies related to high-tech, environment and energy-saving sectors High-growth companies related to consumption IPO candidates in Hubei recommended by Chinese partners High-growth companies which are potential partners with Japanese competitive sectors