

September 3, 2007  
Nikko Cordial Securities Inc.

**Notice concerning Organizational Changes and Appointments of Executives**

Nikko Cordial Securities Inc. (“the Company”) hereby announces that the Company decided to implement organizational changes and appoint executives as per attachment.

This material is an English translation of a Japanese announcement made on September 3, 2007. Although the Company intended to faithfully translate the Japanese document into English, the accuracy and correctness of this translation are not guaranteed.

## About Organizational Changes

The following organizational changes will be implemented effective September 6, 2007.

### <Objective/Purpose>

In addition to developing structure to respond to the coming enactment of the Financial Instruments and Exchange Law, pursue enhancement of operational quality, and improve management and reinforce necessary functions, which can cope with expanding business.

### <Organizational Changes>

#### In Charge of Managed Account & Investment Advisory Business

In order to reinforce the managed account business, the Company will appoint an executive in charge of managed account & investment advisory business.

#### In Charge of Customer Service

In order to enhance call center functions, the Company will appoint an executive in charge of customer service.

#### Newly Established Divisions

- Managed Account Business Division  
In order to further promote the managed account business, SMA Advise was renamed to Managed Account Business Division.
  
- Investment Advisory Business Division  
In order to reinforce operations in investment advisory agency business, the Company will re-organize Asset Allocation Development Division.
  
- Products Support Service Center  
In order to improve product support for customers, Products Support Service Center will be established.
  
- Customer Service Center  
In order to improve the quality of call center functions and efficiency, Customer Service Center will be established.

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<Changes of Responsibilities> Effective as of September 6, 2007

1. Managed Account & Investment Advisory Business  
Noriyoshi Suzuki, Executive Managing Director  
(SMA Asset Allocation Development Division)
2. Equity Advise & Customer Service  
Naofumi Fuke, Executive Managing Director  
(Equity Advise and Customer Service Planning)

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