

**【NEWS RELEASE】**

December 22, 2022  
SMBC Nikko Securities Inc.

**Organizational and Personnel Changes**

SMBC Nikko Securities Inc. announces organizational and personnel changes as follows.

**1. Organizational Changes** (Effective as of January 5, 2023)

On October 7, 2022, SMBC Nikko Securities Inc. was notified of administrative action (business suspension order and business improvement order) by the Financial Services Agency. In response, it has implemented a business improvement plan and other measures to prevent recurrence. It will implement the following organizational changes to further strengthen internal controls.

Compliance Division

- The Branch Business Compliance Department (retail compliance) and Compliance - Products & Corporate Business Department (product & wholesale compliance) will be reorganized as the Business Compliance Department. The new department will centralize support and control for the front office and other divisions and link up the various compliance functions in the Compliance Division.
- The Trading Compliance Department (trade surveillance) and part of the Compliance Department (general compliance) will be reorganized as the Trade & Information Compliance Department. The new department will centralize compliance for highly technical areas like trade screening, MNPI (material, non-public information), and information barriers.
- The Anti-Money Laundering Section of the Compliance Department (general compliance) will be reorganized as the Financial Crime Compliance Department. The department will centralize AML compliance and strengthen controls for combating financial crime.

**2. Personnel Changes** (Effective as of January 5, 2023)

Name	New	Current
<b>Takashi Sakai</b>	Senior Deputy Head of Compliance, General Manager, Business Compliance	Senior Deputy Head of Compliance
<b>Shigeru Muramatsu</b>	General Manager, Business Compliance	General Manager, Branch Business Compliance
<b>Daisuke Endo</b>	General Manager, Business Compliance	General Manager, Compliance - Products & Corporate Business
<b>Kenji Kawahara</b>	General Manager, Trade & Information Compliance	General Manager, Compliance - Products & Corporate Business
<b>Naohiro Maeda</b>	General Manager, Trade & Information Compliance	General Manager, Trading Compliance
<b>Akihiko Yokota</b>	General Manager, Financial Crime Compliance	General Manager, Compliance