

Name of Company: IB Daiwa Corporation  
Representative: Seiki Takahashi  
President and Representative Director  
JASDAQ Code No: 3587  
Contact: Keiko Toyoshima  
Chief Financial Officer  
Tel: 03-5312-6510 (General)

## Semi-Monthly Report on Exercise of Warrants

This is to report on the exercise of 2 types of warrants (“Warrants”) which have been issued on 16 March 2009 and on 25 December 2009, for the period from 16 March to 31 March 2010 (“Period”).

### 1. Exercise of Warrants for the Period

(1) Name of Warrants	No.3 Warrants	No.5 Warrants
(2) No. of outstanding Warrants at the beginning of the Period	2	2,348
(3) No. of Warrants exercised during the period	0	0
(4) No. of shares issued upon exercise	0 shares (1,000,000 shares per Warrant)	10,000,000 shares (100,000 shares per Warrant)
(5) Exercise price paid upon exercise	0 yen (5.3 yen per Warrant)	44,000,000 yen (4.4 yen per Warrant)
(6) No. of outstanding Warrants at the end of the Period	2	2,348

### 2. Paid-in capital and the total number of shares outstanding as at 31 March 2010

(1) Total number of shares outstanding	643,493,000 shares
(2) Paid-in capital	591,096,276 yen

(Note) No.4 Warrants issued on 4 September 2009 have been expired on 3 November 2009.

(Attachment)

1. Daily report on the exercise of No.3 Warrants and No.5 Warrants since issued on 16 March 2009 and 25 December 2009, respectively

(1) No.3 Warrants

Date of exercise	Exercise price	Aggregate exercise price	No. of shares issued
1 April 2009	5.3 yen	10,600,000 yen	2,000,000 shares
2 April 2009	5.3 yen	10,600,000 yen	2,000,000 shares
9 April 2009	5.3 yen	10,600,000 yen	2,000,000 shares
15 April 2009	5.3 yen	10,600,000 yen	2,000,000 shares
16 April 2009	5.3 yen	10,600,000yen	2,000,000 shares
21 April 2009	5.3 yen	26,500,000yen	5,000,000 shares
24 April 2009	5.3 yen	53,000,000yen	10,000,000 shares
28 April 2009	5.3 yen	5,300,000yen	1,000,000 shares
12 May 2009	5.3yen	21,200,000yen	4,000,000 shares
19 May 2009	5.3yen	26,500,000yen	5,000,000 shares
29 May 2009	5.3yen	15,900,000yen	3,000,000 shares
June 2 2009	5.3yen	15,900,000yen	3,000,000 shares
June 17 2009	5.3yen	21,200,000yen	4,000,000 shares
June 23 2009	5.3yen	26,500,000yen	5,000,000 shares
August 20 2009	5.3yen	196,100,000yen	37,000,000 shares
August 26 2009	5.3yen	5,300,000yen	1,000,000 shares
Total	—	466,400,000yen	88,000,000 shares
(Breakdown by holder)	Generation Capital Ltd. and its transferor	307,400,000 yen	58,000,000 shares
	ADM Galleus Fund Limited	159,000,000 yen	30,000,000 shares

(2) No.5 Warrants

Date of exercise	Exercise price	Aggregate exercise price	No. of shares issued
17 February 2010	4.4 yen	88,000,000 yen	20,000,000 shares
25 February 2010	4.4 yen	12,320,000 yen	2,800,000 shares
1 March 2010	4.4 yen	22,000,000 yen	5,000,000 shares
2 March 2010	4.4 yen	22,000,000 yen	5,000,000 shares
Total	—	144,320,000yen	32,800,000 shares
(Breakdown by holder)	Clivden Management K.K.	88,000,000 yen	20,000,000 shares
	K.K. Wizard Investment	56,320,000 yen	12,800,000 shares

2. Application of funds paid upon exercise of Warrants

(1) No.3 Warrants

Use of funds	Amount of funds used
Consideration paid to acquire working interest in the Bullseye Prospect in Louisiana, US; professional and other expenses associated to the acquisition	113.4 million
Capital expenditure at the Bullseye Prospect	4.3 million
Payment of guarantee liability owed by the Company to ADM *	327.2 million
Fees paid to the arranger of this financing	21.5 million
Total	466.4 million

\*Debts owing to ADM has been extinguished on 12 February 2010.

(3) No.5 Warrants

Use of funds	Amount of funds used
Loans to Leeocta Alliance Mineral Resources, Inc.	63.5 million
Fund to purchase goods for the food wholesale business	73.1 million
Fees paid to the arranger of this financing	7.7 million
Total	144.3 million

