

Pillar 3 Regulatory Capital and Liquidity Coverage  
Ratio Disclosures

for the quarterly period ended September 30th,  
2016

Nomura Holdings, Inc.

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**PART 1: NHI Consolidated Capital Ratios**

**CHAPTER 1 DISCLOSURE ON CAPITAL ITEMS**

(Unit: JPY million, %)

Item	9/30/2016		6/30/2016		Basel III template No.
	Highest designated parent company's current quarter end	Amount subject to transitional arrangements	Highest designated parent company's previous quarter end	Amount subject to transitional arrangements	
<b>Common Equity Tier 1 Capital: Instruments and Reserves (1)</b>					
Directly issued qualifying common share capital plus related capital surplus and retained earnings	2,668,600		2,655,527		1a+2-1c-26
out of which, capital and capital surplus	1,282,937		1,284,352		1a
out of which, retained earnings	1,554,182		1,526,834		2
out of which, investments in own shares (Δ)	168,519		155,659		1c
out of which, expected outflow of funds from businesses (Δ)	-		-		26
out of which, amounts except for the above items	-		-		
Share warrant related to common share	-		-		1b
Accumulated other comprehensive income and other disclosed reserves	(39,553)	(26,369)	(30,957)	(20,638)	3
Adjusted amount of minority interests related to Common Equity Tier 1 capital	-		-		5
The amount included in Common Equity Tier 1 capital according to transitional arrangements	3,019		3,053		
Common Equity Tier 1 capital before regulatory adjustments (A)	2,632,066		2,627,623		6
<b>Common Equity Tier 1 Capital: Regulatory Adjustments (2)</b>					
Intangibles other than mortgage-servicing rights (net of related tax liability)	114,925	76,617	117,445	78,297	8+9
out of which, goodwill (net of related tax liability, including those equivalent)	43,822	29,214	44,450	29,633	8
out of which, intangibles other than goodwill and mortgage-servicing rights	71,104	47,403	72,995	48,663	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of tax liability)	5,239	3,493	5,742	3,828	10
Cash-flow hedge reserve	-	-	-	-	11
Shortfall of provisions to expected losses	15,494	10,330	14,420	9,613	12
Securitization gain on sale	-	-	-	-	13
Own credit valuation	8,476	5,651	14,783	9,855	14
Defined-benefit pension fund net assets	11,354	7,569	11,071	7,380	15
Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	741	494	612	408	16
Reciprocal cross-holdings in common equity	-	-	-	-	17

(Unit: JPY million, %)

Item	9/30/2016		6/30/2016		Basel III template No.
	Highest designated parent company's current quarter end	Amount subject to transitional arrangements	Highest designated parent company's previous quarter end	Amount subject to transitional arrangements	
Investments in the capital of financial institutions that are outside the scope of regulatory consolidation, where the Group does not own more than 10% of the issued share capital (net of eligible short positions) (amount above 10% threshold)	-	-	-	-	18
Amount exceeding the 10% threshold on specific items	-	-	-	-	19+20+21
out of which, significant investments in the capital of financial institutions that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-	-	-	19
out of which, mortgage-servicing rights	-	-	-	-	20
out of which, deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-	21
Amount exceeding the 15% threshold on specific items	-	-	-	-	22
out of which, significant investments in the common stock of financial institutions	-	-	-	-	23
out of which, mortgage-servicing rights	-	-	-	-	24
out of which, deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		-		27
Total regulatory adjustments to Common Equity Tier 1 capital (B)	156,229		164,072		28
<b>Common Equity Tier 1 Capital</b>					
<b>Common Equity Tier 1 capital ((A) – (B)) (C)</b>	2,475,836		2,463,550		29
<b>Additional Tier 1 Capital: Instruments (3)</b>					
Additional Tier 1 instruments classified as shareholder's equity	-		-		31a
Additional Tier 1 instruments classified as share warrant	-		-		31b
Additional Tier 1 instruments classified as debt	165,000		165,000		32
Additional Tier 1 instruments issued by special purpose vehicle, etc.	-		-		
Adjusted amount of minority interests related to Additional Tier 1 capital	1,053		1,128		34-35
Capital instruments subject to transitional arrangements included in Additional Tier 1 capital	-		-		33+35

(Unit: JPY million, %)

Item	9/30/2016		6/30/2016		Basel III template No.
	Highest designated parent company's current quarter end	Amount subject to transitional arrangements	Highest designated parent company's previous quarter end	Amount subject to transitional arrangements	
out of which, instruments issued by Group or special purpose vehicle controlled by Group	-		-		33
out of which, instruments issued by consolidated subsidiaries of Group (except for the special purpose vehicle mentioned above)	-		-		35
The amount included in Additional Tier 1 capital according to transitional arrangements	(26,369)		(20,638)		
out of which, accumulated other comprehensive income and other disclosed reserves	(26,369)		(20,638)		
Additional Tier 1 capital before regulatory adjustments (D)	139,684		145,490		36
<b>Additional Tier 1 Capital: Regulatory Adjustments</b>					
Investments in own Additional Tier 1 instruments	-	-	-	-	37
Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	-	-	38
Investments in the Additional Tier 1 instruments of financial institutions that are outside the scope of regulatory consolidation, where the Group does not own more than 10% of the issued share capital (net of eligible short positions) (amount above 10% threshold)	-	-	-	-	39
Significant investments in the Additional Tier 1 instruments of financial institutions that are outside the scope of regulatory consolidation (net of eligible short positions)	3,001	2,001	3,001	2,001	40
The amount included in regulatory adjustments to Additional Tier 1 capital (according to transitional arrangements)	46,271		50,951		
out of which, goodwill (net of related tax liability)	29,214		29,633		
out of which, intangibles other than goodwill and mortgage-servicing rights	6,241		6,656		
out of which, shortfall of provisions to expected losses, divided by 2	5,165		4,807		
out of which, own credit valuation	5,651		9,855		
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier2 to cover deductions	-		-		42
Regulatory adjustments to Additional Tier 1 capital (E)	49,272		53,952		43
<b>Additional Tier 1 Capital</b>					
Additional Tier 1 capital ((D) – (E)) (F)	90,412		91,538		44
<b>Tier 1 Capital</b>					
Tier 1 capital ((C) + (F)) (G)	2,566,248		2,555,088		45

(Unit: JPY million, %)

Item	9/30/2016		6/30/2016		Basel III template No.
	Highest designated parent company's current quarter end	Amount subject to transitional arrangements	Highest designated parent company's previous quarter end	Amount subject to transitional arrangements	
<b>Tier 2 Capital: Instruments and Provisions (4)</b>					
Tier 2 instruments classified as shareholder's equity	-		-		46
Tier 2 instruments classified as share warrant	-		-		
Tier 2 instruments classified as debt	169,579		169,395		
Tier 2 instruments issued by special purpose vehicle, etc.	-		-		
Adjusted amount of minority interests related to Tier 2	248		265		48-49
Capital instruments subject to transitional arrangements	144,078		152,099		47+49
out of which, instruments issued by Group or special purpose vehicle controlled by Group	91,320		91,320		47
out of which, instruments issued by consolidated subsidiaries of Group (except for the special purpose vehicle mentioned above)	52,758		60,779		49
Provisions	-		-		50
out of which, general provisions included in Tier 2	-		-		50a
out of which, eligible provisions included in Tier 2	-		-		50b
The amount included in Tier 2 capital according to transitional arrangements	-		-		
Tier 2 capital before regulatory adjustments (H)	313,905		321,760		51
<b>Tier 2 Capital: Regulatory Adjustments</b>					
Investments in own Tier 2 instruments	-	-	-	-	52
Reciprocal cross-holdings in Tier 2 instruments	-	-	-	-	53
Investments in Tier 2 instruments of financial institutions that are outside the scope of regulatory consolidation, where the Group does not own more than 10% of the issued share capital (net of eligible short positions) (amount above 10% threshold)	-	-	-	-	54
Significant investments in Tier 2 instruments of other financial institutions that are outside the scope of regulatory consolidation (net of eligible short positions)	170	114	171	114	55
The amount included in regulatory adjustments to Tier 2 according to transitional arrangements	7,279		6,921		
out of which, investments in capital instruments of other financial institutions that are outside of regulatory consolidation	2,114		2,115		

(Unit: JPY million, %)

Item	9/30/2016		6/30/2016		Basel III template No.
	Highest designated parent company's current quarter end	Amount subject to transitional arrangements	Highest designated parent company's previous quarter end	Amount subject to transitional arrangements	
out of which, shortfall of provisions to expected losses, divided by 2	5,165		4,807		
Regulatory adjustments to Tier 2 capital (I)	7,450		7,092		57
<b>Tier 2 Capital</b>					
Tier 2 capital ((H) – (I)) (J)	306,455		314,667		58
<b>Total Capital</b>					
Total capital ((G) + (J)) (K)	2,872,704		2,869,756		59
<b>Risk-Weighted Assets (5)</b>					
The amount included in regulatory adjustments to risk-weighted assets according to transitional arrangements	52,717		53,624		
out of which, intangibles other than goodwill and mortgage-servicing rights (net of related tax liability)	41,161		42,007		
out of which, deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,493		3,828		
out of which, defined-benefit pension fund net assets	7,569		7,380		
out of which, investments in own shares (if not already netted off paid-in capital on reported balance sheet)	494		408		
Total risk-weighted assets (L)	13,706,313		15,036,371		60
<b>Capital Ratios</b>					
Consolidated Common Equity Tier 1 ratio ((C) / (L))	18.0%		16.3%		61
Consolidated Tier 1 ratio ((G) / (L))	18.7%		16.9%		62
Consolidated total capital ratio ((K) / (L))	20.9%		19.0%		63
<b>Amounts below the Thresholds for Deduction (6)</b>					
Non-significant investments in the capital instruments of other financial institutions	123,932		117,715		72
Significant investments in the common stock of financial institutions	190,399		187,447		73
Mortgage-servicing rights (net of related tax liability)	-		-		74
Deferred tax assets arising from temporary differences (net of related tax liability)	56,025		61,381		75
<b>Applicable Caps on the Inclusion of Provisions in Tier 2 (7)</b>					
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	-		-		76
Caps on inclusion of provisions in Tier 2 under standardized approach	-		-		77



(Unit: JPY million, %)

Item	9/30/2016		6/30/2016		Basel III template No.
	Highest designated parent company's current quarter end	Amount subject to transitional arrangements	Highest designated parent company's previous quarter end	Amount subject to transitional arrangements	
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	-		-		78
Caps on inclusion of eligible provisions in Tier 2 under internal ratings-based approach	-		-		79
<b>Capital Instruments Subject to Transitional Arrangements (8)</b>					
Current cap on Tier 1 instruments subject to transitional arrangements	-				82
Amount excluded from Tier 1 due to cap (excess over cap after redemptions and maturities)	-				83
Current cap on Tier 2 instruments subject to transitional arrangements	186,792		186,792		84
Amount excluded from Tier 2 due to cap (excess over cap after redemptions and maturities)	60,880		60,880		85

## CHAPTER 2 QUALITATIVE DISCLOSURE

### 1. Scope of Consolidation

- (1) Differences between those companies belonging to the corporate group (“Nomura Group”) to which the calculation of consolidated capital adequacy ratio as stipulated in Article 2 of the Consolidated Capital Adequacy Notice on Final Designated Parent Company (the “Capital Adequacy Notice”) published by Financial Services Agency of Japan (“FSA”) is applicable and those companies that are included in the scope of consolidation based on consolidation rule for preparation of consolidated financial statements (the “scope of consolidation for accounting purposes”) and the reason for such differences.

Consolidated insurance subsidiaries are treated as unconsolidated subsidiaries as per Article 3, sub-Paragraph 3 of the Capital Adequacy Notice.

Consolidated VIEs are treated as unconsolidated subsidiaries in calculating our capital adequacy ratio in consideration of the economic substance. Therefore, intra-company transactions with such VIEs are not eliminated and counterparty credit risk arising from those transactions is included in credit RWA (risk-weighted assets) for the purpose of the calculation of our capital adequacy ratio. In addition, any investments by non-VIE Nomura Group entities in the assets under management by such VIEs are captured in RWA for either credit or market risk.

- (2) Number of consolidated subsidiaries, and names and principal businesses of major consolidated subsidiaries of the holding company group

There are 194 companies as of September 30th, 2016.

Nomura Securities Co., Ltd (Japan, securities business), Nomura International PLC (United Kingdom, securities business), Nomura Securities International Inc. (U.S.A, securities business), Nomura International (Hong Kong) Limited (Hong Kong, securities business) and Nomura Financial Products & Services, Inc. (Japan, securities business) and others.

- (3) Number of affiliated companies which engaged in financial operations which are subject to the provisions of Articles 9 of the Capital Adequacy Notice, as well as their names, amounts of total assets and net assets shown on the balance sheet, and principal businesses

Not applicable.

- (4) Names, amounts of total assets and net assets shown on the balance sheet, and principal businesses of (i) companies which belong to Nomura Group but are not included in the scope of consolidation for accounting purposes and (ii) companies which do not belong to Nomura Group but are included in the scope of consolidation for accounting purposes.

There are no such companies which fall under (i) above.

As of September 30th, 2016, the following companies fall under (ii):

Asahi Fire & Marine Insurance Co., Ltd. (Japan, insurance business, total assets of 389.3 billion yen and net assets of 58.6 billion yen);

Nomura Reinsurance ICC Limited, (Guernsey, insurance business, total assets of 0.04 billion yen and net assets of 0.04 billion yen);

Nomura Reinsurance 1 IC Limited (Guernsey, insurance business, total assets of 40.7 billion yen and net assets of 1.1 billion yen);

Nomura Reinsurance 3 IC Limited (Guernsey, insurance business, total assets of 8.0 billion yen and net assets of 0.3 billion yen);

Nomura Reinsurance 5IC Limited (Guernsey, insurance business, total assets of 4.6 billion yen and net assets of 0.7 billion yen);

US CB Reinsurance 1 IC Limited (Guernsey, insurance business, total assets of 1.0 billion yen and net assets of 1.0 billion yen);

US CB Reinsurance 2 IC Limited (Guernsey, insurance business, total assets of 0.6 billion yen and net assets of 0.6 billion yen);

Nomura Americas Re. Ltd. (Bermuda, insurance business, total assets of 3.3 billion yen and net assets of 3.1 billion yen);

Nomura Americas US Re Ltd. (Bermuda, insurance business, total assets of 0.7 billion yen and net assets of 0.3 billion yen), as well as 1,125 VIEs.

(5) Outline of restrictions on transfer of funds or capital within Nomura Group.

In making decision on any transfer of funds or capital within Nomura Group, we make sure that the holding company and subsidiaries of Nomura Group will remain compliant with relevant capital adequacy regulations and it would neither compromise the soundness of respective companies' operation nor cause negative impacts on their ability to fulfill payment obligations as well as their liquidity profile and profitability.

## 2. Consolidated Balance Sheet when the Regulatory Scope of Consolidation Is Applied

(Unit: JPY million)

	BS for regulatory scope of consolidation		Basel III template No. (corresponding item in Chapter 1)
	9/30/2016	6/30/2016	
<b>Assets</b>			
Cash and cash deposits	3,387,274	2,335,211	
Loans and receivables	2,727,747	3,158,985	
Collateralized agreement	17,062,326	16,950,645	
Trading assets and private equity investments	16,819,372	17,516,929	
Other assets	2,526,668	2,519,791	
out of which, goodwill	73,036	74,083	8
out of which, intangibles other than goodwill and mortgage-servicing rights	127,568	131,229	9
out of which, mortgage-servicing rights	-	-	20,24
<b>Total assets</b>	<b>42,523,387</b>	<b>42,481,560</b>	
<b>Liability</b>			
Borrowings, payables and deposits	11,893,312	12,036,838	
Collateralized financing	19,596,270	19,516,137	
Trading liabilities	7,633,279	7,528,501	
Other liabilities	752,252	754,660	
Of which, differed tax liability related to good will	-	-	8
Of which, differed tax liability related to intangibles other than goodwill and mortgage-servicing rights	9,062	9,571	9
Of which, differed tax liability related to mortgage-servicing rights	-	-	20,24
<b>Total liabilities</b>	<b>39,875,113</b>	<b>39,836,136</b>	
<b>Equity</b>			
Common stock and additional paid-in capital	1,282,937	1,284,352	1a
Retained earnings	1,554,182	1,526,834	2
Accumulated other comprehensive income	(65,922)	(51,594)	3
Common stock held in treasury	(168,519)	(155,659)	1c
Non-controlling interest	45,595	41,492	
<b>Total capital</b>	<b>2,648,273</b>	<b>2,645,425</b>	

## CHAPTER 3      QUANTITATIVE DISCLOSURE

### 1. Capital Ratios of Financial Institutions that Nomura Group Owns More Than 10% of their Issued Capital and Are Subsidiaries of Nomura Group

There are no such financial institutions which are not in compliance with applicable regulatory capital adequacy requirements.

### 2. Consolidated Capital Adequacy Ratio

		(Unit: JPY Billion)	
		9/30/2016	9/30/2015
Common Equity Tier1 Capital	(A)	2,475.8	2,501.4
Tier1 Capital	(B)	2,566.2	2,501.4
Total Capital	(C)	2,872.7	2,849.7
Risk-Weighted Assets	(D)=(E)+(F)+(G)	13,706.3	18,915.5
Credit risk-weighted assets	(E)	7,629.3	8,505.5
Amount equivalent to Market Risk divided by 8%	(F)	3,338.5	7,558.4
Amount equivalent to Operational Risk divided by 8%	(G)	2,738.5	2,851.6
Common Equity Tier1 Ratio	(A)/(D)×100	18.0%	13.2%
Tier1 Ratio	(B)/(D)×100	18.7%	13.2%
Consolidated Capital Adequacy Ratio	(C)/(D)×100	20.9%	15.0%

### 3. Capital Adequacy

#### (1) Capital Requirements by Risk Category

	9/30/2016		9/30/2015	
	EAD	Capital Requirements	EAD	Capital Requirements
Credit Risk	22,008.2	651.0	51,286.3	922.0
Internal Ratings Based (IRB) Approach	16,575.1	419.8	31,746.0	702.4
Bank exposures	9,149.2	63.3	12,740.8	105.9
Sovereign exposures	3,535.6	5.4	5,674.4	8.6
Corporate exposures (excluding specialized lending)	2,691.1	108.9	11,812.4	145.6
Corporate exposures (specialized lending)	118.1	9.7	161.6	10.9
Equity exposures	663.3	165.6	641.4	164.9
Market-based approach (simple risk-weight method)	663.3	165.6	641.4	164.9
Transitional arrangements (grandfathering provisions)	-	-	-	-
Other exposures	360.5	47.6	638.2	240.4
Fund exposures	57.2	19.4	77.2	26.2
Standardized Approach	715.2	27.4	895.7	34.8
Exposures to central counterparties (CCP)	4,717.9	25.1	18,644.6	30.9
CVA risk	-	178.7	-	154.0
Market Risk	-	267.1	-	604.7
Internal Models Approach and external rating based approach	-	267.1	-	604.7
Operational Risk	-	219.1	-	228.1
The Standardized Approach	-	219.1	-	228.1
Consolidated Total Capital Requirements	-	1,096.5	-	1,513.2

1 EAD: Exposures at default

2 Capital Requirements (Credit Risk): Credit RWA of IRBA is RWA(after multiplier of 1.06 for exposures under IRB) \* 8% + Expected Loss. Credit RWA of SA is RWA\*8%

3 Capital Requirements (Market Risk): Market Risk

4 Capital Requirements (Operational Risk): Operational Risk

5 Consolidated Total Capital Requirements: (Credit RWA + Market Risk / 8% + Operational Risk / 8%) \* 8%

6 Exposures are classified in accordance with the provisions of the Capital Adequacy Notice and disclosed based on the calculation method adopted by Nomura Group.

7 Market-based Approach (simple risk-weight method): Risk weights of 300% and 400% are applied for listed and non-listed securities, respectively. Further, risk weight of 250% is applied for significant investments in financial institutions which are not subject to capital deduction.

8 Other exposures include unsettled transactions, cash and other assets.

9 Fund exposures are measured using a method applicable to investment trusts, funds, etc. in accordance with the Capital Adequacy Notice.

10 Standardized Approach is used for business units and asset classes to which IRB Approach is not applied.

11 Internal Models Approach refers to a method to calculate Market Risk through internal models.

- 12 External ratings based approach: This method determines Market Risk by using external ratings for securitized products.  
 13 The Standardized Approach: Operational Risk is determined by multiplying net revenue by business line by multiplier applicable to the business line.

- (2) Securitization exposures are treated as exposures associated with trading activities.  
 (3) Equity exposures that are measured using the internal models method out of those which are subject to market-based approaches: None  
 (4) Equity exposures subject to PD/LGD approach: None  
 (5) Amount of capital requirements for market risk calculated under Standardized Method: None  
 (6) Amount of capital requirements for operational risk calculated under Basic Indicator Approach or Advanced Measurement Approaches: None

#### 4. Credit Risk (Excluding Exposures Calculated under “Funds” Rules and Securitization Exposures)

- (1) Credit risk exposures

i) By geographic area

(Unit: JPY Billion)

	9/30/2016			9/30/2015		
	Derivative	Repo	Others	Derivative	Repo	Others
Japan	1,324.6	1,321.6	3,086.5	1,335.8	948.2	2,563.5
Non-Japan	1,924.8	7,246.8	1,613.6	2,381.5	22,137.1	2,302.6
Europe	1,166.1	1,447.6	716.6	1,469.1	3,223.7	1,284.0
North America	470.1	5,266.4	740.1	520.0	18,334.8	757.0
Asia	288.6	532.8	156.9	392.4	578.6	261.6
Total	3,249.5	8,568.4	4,700.1	3,717.3	23,085.3	4,866.2
Standardized Approach			715.2			895.7

ii) By industry type

(Unit: JPY Billion)

	9/30/2016			9/30/2015		
	Derivative	Repo	Others	Derivative	Repo	Others
Banking	1,177.6	5,141.5	1,029.7	1,441.3	4,960.8	1,373.2
Broker/Dealer	198.0	1,529.6	26.7	301.7	3,057.3	228.0
Other Financial / Insurance	1,193.3	853.3	328.3	1,324.1	10,141.1	594.6
Government and Local authorities	288.4	881.6	2,273.0	278.3	4,803.3	1,364.5

Retail related	80.1	0.7	35.5	79.2	0.7	49.2
Other	312.1	161.6	1,006.9	292.7	122.2	1,256.7
Total	3,249.5	8,568.4	4,700.1	3,717.3	23,085.3	4,866.2
Standardized Approach			715.2			895.7

iii) By residual contractual maturity

(Unit: JPY Billion)

	9/30/2016			9/30/2015		
	Derivative	Repo	Others	Derivative	Repo	Others
Due within 1 year	236.8	7,479.8	184.3	377.9	21,771.6	395.8
Due over 1 year to 3 years	106.9	585.3	3,255.3	106.4	725.3	2,519.8
Due over 3 years to 5 years	99.9	308.8	9.7	101.1	404.1	58.3
Due over 5 years	2,805.8	194.5	22.6	3,131.9	184.3	33.7
Terms not specified	0.0	0.0	1,228.1	0.1	0.0	1,858.5
Total	3,249.5	8,568.4	4,700.1	3,717.3	23,085.3	4,866.2
Standardized Approach			715.2			895.7

- 1 The amounts of exposures are calculated after taking into account the effects of credit risk mitigation because the IMM-based exposure calculation incorporates the effect of credit risk mitigation into the model calculation.
- 2 Geographic areas and industry types are based on those used by Nomura Group for its internal management purpose.
- 3 "Retail related" refers to commerce, leisure, retail, restaurants, airlines, distribution, healthcare, automobile, housing and others.
- 4 Credit risk exposures for "Terms not specified" include the exposures calculated using the longest maturity for the calculation purpose.

- (2) Outstanding amount of and changes in general provisions, specific provisions and reserves for specific foreign loans, and write-off amount by sector or borrower;

While general provisions and specific provisions can be counted as capital for the purpose of the Capital Adequacy Notice, we do not include these provisions in capital given that the amounts are immaterial.

- (3) The amount of exposures subject to Standardized Approach after taking into account the effect of credit risk mitigation for each risk weight classification (classification is not required if the amount of credit extensions with external ratings is less than 1% of total credit extensions), and the amount of exposures to which risk weight of 1,250% shall apply in accordance with Item 2, Paragraph 2, Article 55, Article 101, Item 2, Paragraph 2, Article 155, and Article 225 of the Capital Adequacy Notice (only if applied *mutatis mutandis* pursuant to Article 103 and Paragraph 1, Article 112 of the Capital Adequacy Notice);

(Unit: JPY Billion)

Risk Weight	9/30/2016	9/30/2015
	Exposure after credit risk mitigation	Exposure after credit risk mitigation
0%	49.8	80.9
10%	-	-
20%	33.8	22.1



35%		-	0.0
50%		6.6	9.9
100%		309.6	319.6
150%		11.6	11.1
350%		7.8	12.2
625%		-	-
937.5%		-	-
1,250%		-	-
Total		419.3	455.7

(4) Out of the exposures subject to IRB Approach, outstanding amount of Specialized Lending exposures mapped to slotting criteria and equity exposures subject to market-based approach (simple risk weight method), by risk weight bucket where risk weights prescribed in Paragraphs 3 and 5, Article 129 and Paragraph 4, Article 143 of the Capital Adequacy Notice shall apply;

1) Specialized Lending exposures mapped to slotting criteria by risk weight

	(Unit: JPY Billion)	
	9/30/2016	9/30/2015
Risk Weight		
50%	7.9	68.3
70%	44.4	27.4
90%	59.4	62.2
95%	-	-
115%	3.5	0.6
120%	-	-
140%	-	-
250%	1.8	3.1
0%	1.1	0.0
Total	118.1	161.6

2) Equity exposures subject to market-based approach (simple risk weight method):

- Total equity exposures subject to market-based approach; JPY 663.3 billion
- Equity exposures subject to 300% risk weight category; JPY 497.8 billion
- Equity exposures subject to 400% risk weight category; JPY 165.5 billion

(5) Portfolios subject to IRB Approach

1) Exposures subject to IRB Approach (by exposure category)

	(Unit: JPY Billion, %)							
	9/30/2016							
	EAD-weighted average PD (%)	EAD-weighted average LGD (%)	EAD-weighted average ELdefault (%)	EAD-weighted average risk weights (%)	EAD (on-balance)	EAD (off- balance)	Amount of undrawn commitments	Weighted average factor for undrawn commitments (%)
Corporate exposures	3.22%	36.79%	-	38.52%	237.1	2,454.0	0.2	75.00%
AAA~AA-	0.03%	41.33%	-	10.07%	96.5	638.3	-	-
A+~BBB-	0.15%	38.56%	-	26.26%	82.7	1,242.8	-	-

BB+~CCC	12.71%	27.62%	-	98.30%	57.4	567.8	0.2	75.00%
CC~D	100.00%	44.69%	44.69%	0.00%	0.5	5.0	-	-
Bank exposures	0.24%	17.17%	-	7.79%	1,013.2	8,136.0	-	-
AAA~AA-	0.03%	11.03%	-	2.01%	275.0	4,228.2	-	-
A+~BBB-	0.11%	24.88%	-	12.46%	715.4	3,416.3	-	-
BB+~CCC	3.09%	9.02%	-	20.89%	22.8	491.6	-	-
CC~D	100.00%	45.00%	45.00%	0.00%	0.0	0.0	-	-
Sovereign exposures	0.03%	45.40%	-	1.62%	2,272.4	1,263.2	-	-
AAA~AA-	0.00%	45.53%	-	0.30%	2,268.2	1,017.5	-	-
A+~BBB-	0.13%	43.71%	-	15.95%	4.3	240.2	-	-
BB+~CCC	15.24%	45.00%	-	154.12%	0.0	5.5	-	-
CC~D	-	-	-	-	0.0	0.0	-	-
Total	0.71%	27.10%	-	11.75%	3,522.8	11,853.2	0.2	75.00%
AAA~AA-	0.02%	26.94%	-	2.05%	2,639.7	5,884.0	-	-
A+~BBB-	0.12%	28.87%	-	15.82%	802.4	4,899.3	-	-
BB+~CCC	8.36%	19.35%	-	63.79%	80.2	1,064.9	0.2	75.00%
CC~D	100.00%	44.69%	44.69%	0.00%	0.5	5.0	-	-

(Unit: JPY Billion, %)

9/30/2015

	EAD-weighted average PD (%)	EAD-weighted average LGD (%)	EAD-weighted average ELdefault (%)	EAD-weighted average risk weights (%)	EAD (on-balance)	EAD (off-balance)	Amount of undrawn commitments	Weighted average factor for undrawn commitments (%)
Corporate exposures	1.36%	10.65%	-	11.93%	483.1	11,329.3	0.2	75.00%
AAA~AA-	0.03%	32.52%	-	8.47%	153.6	744.9	-	-
A+~BBB-	0.23%	11.05%	-	7.98%	209.7	6,280.8	-	-
BB+~CCC	3.18%	5.57%	-	18.46%	119.4	4,299.2	0.2	75.00%
CC~D	100.00%	43.68%	43.68%	0.00%	0.3	4.5	-	-
Bank exposures	0.31%	17.85%	-	9.43%	1,536.8	11,204.0	-	-
AAA~AA-	0.03%	12.25%	-	2.56%	373.5	4,867.1	-	-
A+~BBB-	0.12%	22.72%	-	13.19%	1,125.6	5,774.4	-	-
BB+~CCC	4.98%	10.69%	-	26.14%	37.7	562.5	-	-
CC~D	-	-	-	-	-	-	-	-
Sovereign exposures	0.05%	36.63%	-	1.57%	1,358.2	4,316.2	-	-
AAA~AA-	0.01%	37.84%	-	0.38%	1,353.1	3,729.4	-	-
A+~BBB-	0.10%	25.94%	-	9.18%	5.1	577.6	-	-
BB+~CCC	19.04%	45.00%	-	178.05%	0.0	9.2	-	-
CC~D	-	-	-	-	-	-	-	-
Total	0.67%	18.56%	-	8.93%	3,378.1	26,849.5	0.2	75.00%
AAA~AA-	0.02%	25.46%	-	2.04%	1,880.3	9,341.3	-	-
A+~BBB-	0.17%	17.44%	-	10.60%	1,340.4	12,632.8	-	-
BB+~CCC	3.43%	6.25%	-	19.67%	157.1	4,870.9	0.2	75.00%
CC~D	100.00%	43.68%	43.68%	0.00%	0.3	4.5	-	-

Exposures subject to IRB Approach (by geographic area)

(Unit: JPY Billion, %)

9/30/2016								
	EAD-weighted average PD (%)	EAD-weighted average LGD (%)	EAD-weighted average ELdefault (%)	EAD-weighted average risk weights (%)	EAD (on-balance)	EAD (off-balance)	Amount of undrawn commitments	Weighted average factor for undrawn commitments (%)
Japan	0.35%	42.98%	-	10.35%	2,250.2	2,653.9	0.2	75.00%
AAA~AA-	0.01%	45.05%	-	2.30%	2,029.0	1,372.2	-	-
A+~BBB-	0.11%	39.22%	-	19.82%	203.1	1,137.4	-	-
BB+~CCC	7.08%	30.16%	-	103.81%	17.5	140.3	0.2	75.00%
CC~D	100.00%	44.83%	44.83%	0.00%	0.5	3.9	-	-
Europe	2.23%	30.78%	-	23.00%	543.1	2,636.9	-	-
AAA~AA-	0.01%	42.99%	-	4.25%	329.0	403.7	-	-
A+~BBB-	0.14%	33.29%	-	20.79%	171.5	1,509.6	-	-
BB+~CCC	8.91%	13.57%	-	45.81%	42.6	723.4	-	-
CC~D	100.00%	45.00%	45.00%	0.00%	0.0	0.3	-	-
North America	0.16%	13.28%	-	6.08%	586.6	5,740.8	-	-
AAA~AA-	0.03%	9.53%	-	1.32%	259.5	4,023.0	-	-
A+~BBB-	0.09%	20.14%	-	10.20%	319.0	1,591.1	-	-
BB+~CCC	5.43%	35.41%	-	99.31%	8.1	126.6	-	-
CC~D	100.00%	45.00%	45.00%	0.00%	0.0	0.0	-	-
Asia	1.17%	24.82%	-	18.91%	142.8	821.6	-	-
AAA~AA-	0.03%	38.23%	-	8.23%	22.2	85.1	-	-
A+~BBB-	0.19%	22.82%	-	11.91%	108.7	661.2	-	-
BB+~CCC	10.35%	25.74%	-	94.70%	11.9	74.5	-	-
CC~D	100.00%	43.83%	43.83%	0.00%	0.0	0.8	-	-
Total	0.71%	27.10%	-	11.75%	3,522.8	11,853.2	0.2	75.00%
AAA~AA-	0.02%	26.94%	-	2.05%	2,639.7	5,884.0	-	-
A+~BBB-	0.12%	28.87%	-	15.82%	802.4	4,899.3	-	-
BB+~CCC	8.36%	19.35%	-	63.79%	80.2	1,064.9	0.2	75.00%
CC~D	100.00%	44.69%	44.69%	0.00%	0.5	5.0	-	-

(Unit: JPY Billion, %)

9/30/2015								
	EAD-weighted average PD (%)	EAD-weighted average LGD (%)	EAD-weighted average ELdefault (%)	EAD-weighted average risk weights (%)	EAD (on-balance)	EAD (off-balance)	Amount of undrawn commitments	Weighted average factor for undrawn commitments (%)
Japan	0.75%	40.62%	-	15.53%	1,436.2	2,293.4	0.2	75.00%
AAA~AA-	0.01%	43.05%	-	3.21%	1,160.3	943.3	-	-
A+~BBB-	0.13%	38.52%	-	24.97%	257.1	1,216.9	-	-
BB+~CCC	14.52%	26.83%	-	97.44%	18.6	128.9	0.2	75.00%
CC~D	100.00%	45.00%	45.00%	0.00%	0.1	4.3	-	-
Europe	1.10%	36.34%	-	21.40%	1,025.5	4,727.8	0.0	75.00%
AAA~AA-	0.01%	44.66%	-	3.30%	349.0	1,671.5	-	-
A+~BBB-	0.14%	34.87%	-	23.76%	597.5	2,430.5	-	-
BB+~CCC	8.30%	18.83%	-	63.21%	78.8	625.7	0.0	75.00%
CC~D	100.00%	28.52%	-	0.00%	0.2	0.2	-	-
North America	0.48%	8.55%	-	2.91%	675.5	18,857.3	-	-
AAA~AA-	0.02%	14.30%	-	1.18%	316.4	6,625.9	-	-

A+~BBB-	0.19%	6.79%	-	2.95%	325.0	8,247.0	-	-
BB+~CCC	1.88%	2.39%	-	5.80%	34.2	3,984.4	-	-
CC~D	-	-	-	-	-	-	-	-
Asia	1.52%	27.53%	-	26.50%	240.9	971.0	-	-
AAA~AA-	0.03%	36.94%	-	8.54%	54.6	100.7	-	-
A+~BBB-	0.15%	25.60%	-	15.67%	160.8	738.4	-	-
BB+~CCC	10.78%	29.31%	-	106.02%	25.5	131.9	-	-
CC~D	100.00%	45.00%	45.00%	0.00%	-	0.0	-	-
Total	0.67%	18.56%	-	8.93%	3,378.1	26,849.5	0.2	75.00%
AAA~AA-	0.02%	25.46%	-	2.04%	1,880.3	9,341.3	-	-
A+~BBB-	0.17%	17.44%	-	10.60%	1,340.4	12,632.8	-	-
BB+~CCC	3.43%	6.25%	-	19.67%	157.1	4,870.9	0.2	75.00%
CC~D	100.00%	43.68%	43.68%	0.00%	0.3	4.5	-	-

- 1 PD and LGD represent an estimated probability of default occurring over the next 1-year period and a percentage of loss on the defaulted exposure relative to its EAD (Exposure at Default), respectively.
- 2 EAD is shown after taking into account the effect of credit risk mitigation.
- 3 The above is based on internal ratings used for the purpose of calculating credit RWA, which are more conservative than the actual internal ratings assigned to certain exposures.
- 4 Ratings CC, C, and D are treated as defaulted for the purpose of calculating consolidated capital adequacy ratios.
- 5 Out of the exposures to which the IRB approach is applied, unsettled transactions, equity exposures, specialized lending exposures assigned to the slotting criteria, exposures relating to funds, cash and other assets are excluded.
- 6 Based on geographic areas used by Nomura Group for its internal management purpose.

- 2) For equity exposures subject to PD/LGD Approach, estimated PD, a weighted average of risk weights, and outstanding exposure amount by obligor rating

There are no such exposures.

- 3) For residential real estate exposures, qualifying revolving retail exposures, and other retail exposures, one of the following items;

- i) Estimated PD, a weighted average of estimated LGD values (including  $EL_{\text{default}}$  of defaulted exposures), a weighted average of risk weights, estimated EAD of on-balance sheet asset items, estimated EAD of off-balance sheet asset items, undrawn amounts of commitments and a weighted average of estimated credit conversion factors applied to those undrawn amounts by pool; or
- ii) An analysis of the exposures by pool with an appropriate number of EL (Expected Loss) classes

Credit RWA arising from our retail exposures is immaterial. Therefore we do not develop retail pools but classify these exposures as either corporate exposures or exempted assets.

- (6) Actual losses incurred during the most recent reporting period, a comparison of such actual losses and the historical actual losses, and an analysis of drivers for the differences, and a comparison of estimated and actual losses over long periods, to be shown by Corporate Exposures, Sovereign Exposures, Bank Exposures, Equity Exposures subject to PD/LGD approach, Residential Real Estate Exposures, Qualifying Revolving Exposures and other Retail Exposures;

It is important for Nomura Group to capture the fair values of financial assets and their price fluctuation risk as our businesses primarily revolve around market-oriented transactions and related transactions. The exposures subject to IRB Approach are mostly counterparty credit exposures arising from derivative transactions, and there are many cases where losses on those counterparty credit exposures are recognized due to revaluation of fair values (unrealized P&L) and/or as a result of the sale of positions (realized P&L). As those losses are a mixture of credit risk factors and market risk factors, it is difficult to distinguish one from the other. Therefore we do not collect the actual loss data attributable to credit risk only.

Our estimated PD on exposures subject to the IRB Approach has been very conservative compared to the actual historical PD as we have experienced very few defaults over a long period of time.

## 5. Credit Risk Mitigation

Exposures subject to the application of credit risk mitigation techniques under IRB Approach

(Unit: JPY Billion)

	9/30/2016			
	Eligible Financial Collateral	Other eligible collateral	Guarantees	Credit Derivatives
IRB Approach	6,180.6	-	-	-
Bank exposures	5,664.0	-	-	-
Sovereign exposures	29.6	-	-	-
Corporate exposures	487.0	-	-	-

(Unit: JPY Billion)

	9/30/2015			
	Eligible Financial Collateral	Other eligible collateral	Guarantees	Credit Derivatives
IRB Approach	17,773.9	-	-	-
Bank exposures	7,700.0	-	-	-
Sovereign exposures	1,055.7	-	-	-
Corporate exposures	9,018.1	-	-	-

- 1 Eligible Financial Collateral refers to cash and securities that are recognized as eligible pursuant to the Capital Adequacy Notice.
- 2 The amounts of Eligible Financial Collateral shown above correspond to those applied to the exposures for which IMM-based exposure calculation is not used, because the IMM-based exposure calculation incorporates the effect of credit risk mitigation into the model calculation.

## 6. Counterparty Credit Risk in Derivative Trades and Long Settlement Transactions

(1) Counterparty credit risk for derivative transactions and Long Settlement Transactions

(Unit: JPY Billion)

		9/30/2016		
		Gross replacement cost	Gross Add-on	Credit equivalent amount (before collateral benefit)
Derivative transactions	(A)	2,707.8	2,885.5	5,593.2
Foreign exchange and Gold		64.4	68.4	132.9
Interest rates related		2,090.0	865.9	2,955.9
Equity related		524.0	1,860.9	2,384.9
Commodity related (other than gold)		0.0	0.2	0.2
Other commodity related		22.7	57.9	80.7
Credit derivatives		6.6	32.2	38.8
Long Settlement Transactions	(B)	0.0	0.0	0.0
Netting Benefit	(C)	-	-	3,764.6
Netted credit equivalent amount	(D)=(A)+(B)-(C)	-	-	1,828.7
Collateral amount	(E)	-	-	144.4
Eligible financial collateral		-	-	144.4
Credit equivalent amount (after collateral benefit)	(D)-(E)			1,684.3

(Unit: JPY Billion)

9/30/2015

		Gross replacemen t cost	Gross Add-on	Credit equivalent amount (before collateral benefit)
Derivative transactions	(A)	1,472.6	2,827.2	4,299.8
Foreign exchange and Gold		145.7	100.9	246.6
Interest rates related		241.1	135.0	376.1
Equity related		1,047.8	2,495.3	3,543.2
Commodity related (other than gold)		0.2	0.6	0.8
Other commodity related		12.8	48.0	60.8
Credit derivatives		24.9	47.4	72.3
Long Settlement Transactions	(B)	5.6	0.0	5.6
Netting Benefit	(C)	-	-	2,493.9
Netted credit equivalent amount	(D)=(A)+(B)-(C)	-	-	1,811.5
Collateral amount	(E)	-	-	213.4
Eligible financial collateral		-	-	213.4
Credit equivalent amount (after collateral benefit)	(D)-(E)			1,598.1

1 This table shows the aggregated amounts for exposures to which Current Exposure Method is applied.

(2) Notional amount of credit derivatives subject to credit risk calculation by types of credit derivatives and by Buy/Sell of protection

(Unit: JPY Billion)

	9/30/2016		9/30/2015	
	Sell	Buy	Sell	Buy
CDS (single name)	12,700.5	12,583.4	17,744.4	17,061.8
CDS (index)	4,728.5	4,751.8	6,224.4	6,627.5
Other credit risk related portfolio product	300.1	374.1	526.9	478.0
Credit risk related option and swaption	3.0	0.8	94.8	102.2
Total	17,732.2	17,710.0	24,590.6	24,269.6

## 7. Securitization Exposures

Securitization exposures are treated as exposures associated with trading activities.

(1) Non-CRM securitization exposure: total amounts and breakdown by types of major underlying assets

(Unit: JPY Billion)

	9/30/2016		
	Exposure amount	(out of which, re-securitization exposure)	(out of which, risk weight of 100% applied)
RMBS	49.2	1.4	25.3
CMBS	15.7	-	4.8
CDO/CLO	62.0	0.9	31.5
Consumer	1.5	-	-
Commercial	0.5	0.0	0.5
Other	1.0	-	0.4
<b>Total</b>	<b>130.0</b>	<b>2.2</b>	<b>62.7</b>

(Unit: JPY Billion)

	9/30/2015		
	Exposure amount	(out of which, re-securitization exposure)	(out of which, risk weight of 100% applied)
RMBS	188.4	21.0	100.7
CMBS	206.8	0.5	20.0
CDO/CLO	75.6	0.0	32.9
Consumer	57.8	-	1.7
Commercial	2.0	-	0.0
Other	47.8	0.0	18.2
<b>Total</b>	<b>578.5</b>	<b>21.4</b>	<b>173.5</b>



(2) Non-CRM securitization exposure: balances and capital requirements by risk weight bucket

(Unit: JPY Billion)

	9/30/2016			
	Exposure amount	(out of which, re-securitization exposure)	Capital requirement	(out of which, re-securitization exposure)
1.6% or below	18.0	-	0.2	-
over 1.6% to 4%	18.9	-	0.5	-
over 4% to 8%	14.0	0.0	0.8	0.0
over 8% to 20%	2.4	-	0.5	-
over 20% to 100%	14.1	-	5.4	-
100%	62.7	2.2	58.9	2.2
<b>Total</b>	<b>130.0</b>	<b>2.2</b>	<b>66.2</b>	<b>2.2</b>

(Unit: JPY Billion)

	9/30/2015			
	Exposure amount	(out of which, re-securitization exposure)	Capital requirement	(out of which, re-securitization exposure)
1.6% or below	215.8	-	1.4	-
over 1.6% to 4%	82.3	0.6	1.7	0.0
over 4% to 8%	33.9	-	1.8	-
over 8% to 20%	48.5	1.5	4.4	0.2
over 20% to 100%	24.5	0.1	10.4	0.1
100%	173.5	19.2	157.9	19.2
<b>Total</b>	<b>578.5</b>	<b>21.4</b>	<b>177.5</b>	<b>19.5</b>

(Note Exposure amounts and capital requirements are calculated on a gross basis of long and short positions since the end of December, 2013.)

(3) CRM securitization exposure: total exposure subject to CRM, as well as the total amount of CRM and its breakdown by types of risks at the end of the reporting period

(Unit: JPY Billion)

	9/30/2016	9/30/2015
Total exposure		
Exposure including hedges	130.2	74.0
Exposure excluding hedges	76.8	57.2

(Unit: JPY Billion)

	9/30/2016	9/30/2015
Capital requirement		
Default risk	1.1	0.4
Diversification	0.0	0.0
Credit spread risk	2.0	3.0
Other	(0.5)	0.3
Amount of CRM	2.6	3.6

## 8. Market Risk

- (1) VaR at the end of the period, as well as maximum, minimum and daily average VaR during the reporting period

(Unit: JPY Billion)

	4/1/2016~9/30/2016				4/1/2015~9/30/2015			
	Daily average	Max	Min.	9/30/2016	Daily average	Max	Min.	9/30/2015
VaR(10day)	16.7	23.2	11.1	16.4	24.8	36.7	16.5	26.2

### Assumptions for VaR(10day)

- Confidence Level: One-side test at 99%
- Holding Period: 10 days
- Correlation of price fluctuations among products taken into consideration

- (2) SVaR at the end of the period, as well as maximum, minimum and daily average SVaR during the reporting period

(Unit: JPY Billion)

	4/1/2016~9/30/2016				4/1/2015~9/30/2015			
	Daily average	Max	Min.	9/30/2016	Daily average	Max	Min.	9/30/2015
SVaR	31.1	47.0	19.3	28.8	67.7	111.0	44.2	70.4

### Assumptions for SVaR

- Confidence Level: One-side test at 99%
- Holding Period: 10 days
- Correlation of price fluctuations among products taken into consideration

- (3) IRC/CRM capital requirements at the end of the period, as well as maximum, minimum and daily average during the reporting period

(Unit: JPY Billion)

	4/1/2016~9/30/2016				4/1/2015~9/30/2015			
	Daily average	Max	Min.	9/30/2016	Daily average	Max	Min.	9/30/2015
IRC	82.4	99.9	70.5	73.1	129.0	155.4	107.8	117.5
CRM	4.2	4.6	3.8	4.4	11.9	18.8	9.6	9.6

- (4) Backtesting results and the explanation if actual losses materially exceeded VaR estimates

There was no exception in backtesting at the Group level during the reporting period.

## 9. Equity exposures relating to non-trading activities

### (1) Amounts on consolidated balance sheet

	9/30/2016		9/30/2015	
	Amounts on consolidated balance sheet	Fair values	Amounts on consolidated balance sheet	Fair values
Exposures subject to transitional arrangements	-	-	-	-
Exposures to publicly traded equities	497.5	546.3	568.8	760.6
Exposures to other equities than above	165.8	165.8	72.5	72.5
Total	663.3	712.1	641.4	833.2

### (2) Equity exposures by portfolio classification

	(Unit: JPY Billion)	
	9/30/2016	9/30/2015
PD/LGD Approach	-	-
Market-based approach (simple risk weight method)	663.3	641.4
Market-based approach (internal models method)	-	-
Transitional arrangements	-	-
Total	663.3	641.4

Unrealized gains/losses that are recognized on consolidated balance sheet but not in consolidated income statement, and those that are neither recognized on consolidated balance sheet nor in consolidated income statement: Not applicable

## 10. Changes in P&L or economic values due to interest rate shocks applied by the Group for internal risk management purpose with regard to interest rate risk arising from non-trading businesses

The Group primarily engages in trading businesses and resulting interest rate risk is managed within the framework of market risk management. Deposit-taking is not part of our primary business, and we consider the potential impact to P&L and economic values due to interest rate risk arising from non-trading businesses are fairly limited.

**CHAPTER 4      TERMS AND CONDITIONS OF THE CAPITAL INSTRUMENTS**

**1. Nomura Holdings, Inc. Common Stock**

Regulatory capital instruments (common stock)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP3762600009
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital
5	Post-transitional Basel III rules	Common Equity Tier 1 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 594,493 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Common Stock
	On consolidated basis	Common Stock
11	Issue Date (6)	
12	Perpetual or dated	Perpetual
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	No
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No

31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	Perpetual Subordinated Debt
36	Non-compliant transitioned features (23)	No
37	If yes, description of non-compliant transitioned features (23)	

## 2. Nomura Holdings, Inc. First Series of Unsecured Perpetual Subordinated Bonds with Optional Redemption Clause and Write-down Clause

Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP376260AGD1
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Additional Tier 1 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Holdings Inc. First Series of Unsecured Perpetual Subordinated Bonds with Optional Redemption Clause and Write-down Clause (for Qualified Institutional Investors Only)
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 165,000 million
9	Aggregate nominal amount (4)	JPY 165,000 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	27-Jan-16
12	Perpetual or dated	Perpetual
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Yes
15	First call date and early redemption amount (7)	First call date: 15-Jun-21 Early Redemption Amount: JPY 100 per face value of JPY 100
	Other early redemption events and early redemption amounts (8)	Early redemption events: The Issuer may, at its discretion, redeem bonds on any interest payment dates on June 15, 2021 or thereafter (unless the principal amount has been written down upon the occurrence of a loss absorption event), or upon the occurrence of a tax event or a capital event (when the Issuer determines, as a result of consultations with the Financial Services Agency of Japan and other relevant regulatory authorities, that there is more than an insubstantial risk that the Bonds will cease to qualify as the Issuer's Additional Tier 1 capital under applicable capital adequacy requirements). Early Redemption Amount: JPY 100 per face value of JPY 100
16	Subsequent call dates, if applicable (9)	15-Jun or 15-Dec from and including 15-Jun-21
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed to Floating
18	Coupon rate or dividend rate (11)	From 27-Jan-16 to 15-Jun-21: 3.36% per annum From 15-Jun-21: 6-month JPY LIBOR plus 3.20 percent
19	Coupon / dividend stopper events (12)	Yes
20	Fully discretionary, partially discretionary or mandatory (13)	Fully discretionary

21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	Yes
31	If write-down, write-down trigger (19)	Events (i), (ii) or (iii) below: (i) Loss absorption event: when the Issuer's consolidated Common Equity Tier 1 capital ratio falls below 5.125%; or (ii) Non-viability event: when the Prime Minister confirms ( <i>ninte</i> ) that the "specified item 2 measures," which are the measures as set forth in the Deposit Insurance Act, need to be applied to the Issuer; or (iii) Insolvency proceedings commencement event: when it is adjudicated that the Issuer has entered into the bankruptcy and other insolvency proceedings.
32	If write-down, full or partial (20)	Full or partial
33	If write-down, permanent or temporary (21)	Temporary
34	If temporary write-down, description of write-up mechanism	When the Issuer determines that the principal amount of the Bonds that has been written-down be reinstated after obtaining prior confirmation of the Financial Services Agency of Japan and any other relevant Japanese regulatory authorities that the Issuer's consolidated Common Equity Tier 1 capital ratio remains at a sufficiently high level after giving effect.
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	Subordinated debt (excluding the Bonds and any other debts that effectively rank pari passu with the Bonds)
36	Non-compliant transitioned features (23)	No
37	If yes, description of non-compliant transitioned features (23)	

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security**

**Clause on the Issuer's financial status**

**Acceleration clause**

**Interest cancellation clause**

**Write-down clause**

**Reinstatement clause**

**Subordination clause**

### 3. Nomura Holdings, Inc. First Series of Unsecured Subordinated Bonds with Conditional Write-down Clause

Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP376260ABC4
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Holdings Inc. First Series of Unsecured Subordinated Bonds with Conditional Write-down Clause
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 153,879 million
9	Aggregate nominal amount (4)	JPY 154,300 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	26-Dec-11
12	Perpetual or dated	Dated
13	Maturity Date	24-Dec-21
14	Issuer call subject to prior supervisory approval	Yes
15	First call date and early redemption amount (7)	First call date:26-Dec-16 Early Redemption Amount: JPY 100 per face value of JPY 100
	Other early redemption events and early redemption amounts (8)	Other early redemption events: In the case where the Issuer determines, as a result of consultations with the Financial Services Agency of Japan or other regulatory authorities, that there is more than an insubstantial risk that the Bonds will cease to qualify as the Issuer's Tier 2 capital under applicable capital adequacy requirements to be prescribed by the Regulatory Authorities in accordance with Basel III regulations (excluding events based on the Issuer's Tier 2 inclusion limit being exceeded). Early Redemption Amount: JPY 100 per face value of JPY 100
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed to Floating
18	Coupon rate or dividend rate (11)	From 27-Dec-11 to 26-Dec-16: 2.24% per annum From 27-Dec-16: offered rate of 5-year JPY swap plus 1.70% (rounded up to two decimal places)
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No



23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	Yes
31	If write-down, write-down trigger (19)	Events (i) or (ii) below: (i) the Financial Services Agency of Japan or other regulatory authorities determine that, without a write-off of the instruments and any other of the Issuer's debts constituting the Issuer's Tier 2 capital (but limited to debts with a special provision equivalent to the conditional write-off clause on the instruments), the Issuer would become non-viable; or (ii) the Financial Services Agency of Japan or other regulatory authorities determine that, without a capital injection or equivalent support by a public institution or other similar organizations, the Issuer would become non-viable.
32	If write-down, full or partial (20)	Full
33	If write-down, permanent or temporary (21)	Permanent
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	No
37	If yes, description of non-compliant transitioned features (23)	

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security**

**Clause on the Issuer's financial status**

**Acceleration clause**

**Subordination clause**

#### 4. Nomura Holdings, Inc. Second Series of Unsecured Subordinated Bonds with Conditional Write-Down Clause

Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP376260BBC2
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Holdings Inc. Second Series of Unsecured Subordinated Bonds with Conditional Write-Down Clause
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 15,700 million
9	Aggregate nominal amount (4)	JPY 15,700 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	26-Dec-11
12	Perpetual or dated	Dated
13	Maturity Date	24-Dec-21
14	Issuer call subject to prior supervisory approval	Yes
15	First call date and early redemption amount (7)	First call date:26-Dec-16 Early Redemption Amount: JPY 100 per face value of JPY 100
	Other early redemption events and early redemption amounts (8)	Other early redemption events: In the case where the Issuer determines, as a result of consultations with the Financial Services Agency of Japan or other regulatory authorities, that there is more than an insubstantial risk that the Bonds will cease to qualify as the Issuer's Tier 2 capital under applicable capital adequacy requirements to be prescribed by the Regulatory Authorities in accordance with Basel III regulations (excluding events based on the Issuer's Tier 2 inclusion limit being exceeded). Early Redemption Amount: JPY 100 per face value of JPY 100
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed to Floating
18	Coupon rate or dividend rate (11)	From 27-Dec-11 to 26-Dec-16: 2.24% per annum From 27-Dec-16: offered rate of 5-year JPY swap plus 1.70% (rounded up to two decimal places)
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No

23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	Yes
31	If write-down, write-down trigger (19)	Events (i) or (ii) below: (i) the Financial Services Agency of Japan or other regulatory authorities determine that, without a write-off of the instruments and any other of the Issuer's debts constituting the Issuer's Tier 2 capital (but limited to debts with a special provision equivalent to the conditional write-off clause on the instruments), the Issuer would become non-viable; or (ii) the Financial Services Agency of Japan or other regulatory authorities determine that, without a capital injection or equivalent support by a public institution or other similar organizations, the Issuer would become non-viable.
32	If write-down, full or partial (20)	Full
33	If write-down, permanent or temporary (21)	Permanent
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	No
37	If yes, description of non-compliant transitioned features (23)	

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security**

**Clause on the Issuer's financial status**

**Acceleration clause**

**Subordination clause**

## 5. Nomura Holdings, Inc. Second Series of Unsecured Subordinated Bonds

Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP376260AAB8
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Not applicable
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Holdings Inc. Second Series of Unsecured Subordinated Bonds
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 23,700 million
9	Aggregate nominal amount (4)	JPY 39,500 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	26-Nov-10
12	Perpetual or dated	Dated
13	Maturity Date	26-Nov-25
14	Issuer call subject to prior supervisory approval	No
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed
18	Coupon rate or dividend rate (11)	2.649% per annum
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No
31	If write-down, write-down trigger (19)	

32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Yes
37	If yes, description of non-compliant transitioned features (23)	Non-viability loss absorption clause

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security and guarantee**

**Acceleration clause**

**Subordination clause**

## 6. Nomura Holdings, Inc. Third Series of Unsecured Subordinated Bonds

### Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP376260BAB6
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Not applicable
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Holdings Inc. Third Series of Unsecured Subordinated Bonds
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 34,020 million
9	Aggregate nominal amount (4)	JPY 57,700 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	26-Nov-10
12	Perpetual or dated	Dated
13	Maturity Date	26-Nov-25
14	Issuer call subject to prior supervisory approval	Yes
15	First call date and early redemption amount (7)	First call date:26-Nov-20 Early Redemption Amount: JPY 100 per face value of JPY 100
	Other early redemption events and early redemption amounts (8)	No
16	Subsequent call dates, if applicable (9)	26-May or 26-Nov from and including 26-May-21 (or, in case such day falls on a bank holiday, immediately preceding bank business day)
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed
18	Coupon rate or dividend rate (11)	2.749% per annum
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	

30	Write-down feature (18)	No
31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Yes
37	If yes, description of non-compliant transitioned features (23)	Non-viability loss absorption clause

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security and guarantee**

**Acceleration clause**

**Subordination clause**

## 7. Nomura Holdings, Inc. Fourth Series of Unsecured Subordinated Bonds

### Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP376260CAB4
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Not applicable
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Holdings Inc. Fourth Series of Unsecured Subordinated Bonds
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 3,600 million
9	Aggregate nominal amount (4)	JPY 6,000 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	26-Nov-10
12	Perpetual or dated	Dated
13	Maturity Date	26-Nov-25
14	Issuer call subject to prior supervisory approval	Yes
15	First call date and early redemption amount (7)	First call date:26-Nov-2020 Early Redemption Amount: JPY 100 per face value of JPY 100
	Other early redemption events and early redemption amounts (8)	No
16	Subsequent call dates, if applicable (9)	26-May or 26-Nov from and including 26-May-21 (or, in case such day falls on a bank holiday, immediately preceding bank business day)
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Floating
18	Coupon rate or dividend rate (11)	6-month Euro Yen LIBOR plus 1.0%
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	



30	Write-down feature (18)	No
31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Yes
37	If yes, description of non-compliant transitioned features (23)	Non-viability loss absorption clause

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security and guarantee**

**Acceleration clause**

**Subordination clause**

## 8. Nomura Holdings, Inc. Fifth Series of Unsecured Subordinated Bonds

Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Holdings, Inc.
2	Unique identifier	JP376260AAC6
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Not applicable
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Holdings Inc. Fifth Series of Unsecured Subordinated Bonds
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 30,000 million
9	Aggregate nominal amount (4)	JPY 50,000 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	6-Dec-10
12	Perpetual or dated	Dated
13	Maturity Date	26-Nov-25
14	Issuer call subject to prior supervisory approval	Yes
15	First call date and early redemption amount (7)	First call date:26-Nov-2020 Early Redemption Amount: JPY 100 per face value of JPY 100
	Other early redemption events and early redemption amounts (8)	No
16	Subsequent call dates, if applicable (9)	26-May or 26-Nov from and including 26-May-21 (or, in case such day falls on a bank holiday, immediately preceding bank business day)
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed
18	Coupon rate or dividend rate (11)	2.773% per annum
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	

30	Write-down feature (18)	No
31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Yes
37	If yes, description of non-compliant transitioned features (23)	Non-viability loss absorption clause

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security and guarantee**

**Acceleration clause**

**Subordination clause**

## 9. Nomura Securities Co., Ltd. Third Series of Unsecured Subordinated Bonds

Regulatory capital instruments (subordinated bonds)

1	Issuer	Nomura Securities Co., Ltd.
2	Unique identifier	JP376261B834
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Not applicable
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Nomura Securities Co., Ltd. Third Series of Unsecured Subordinated Bonds
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 14,604 million
9	Aggregate nominal amount (4)	JPY 49,200 million
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	26-Mar-08
12	Perpetual or dated	Dated
13	Maturity Date	26-Mar-18
14	Issuer call subject to prior supervisory approval	No
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed
18	Coupon rate or dividend rate (11)	2.28% per annum
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No
31	If write-down, write-down trigger (19)	

32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Yes
37	If yes, description of non-compliant transitioned features (23)	Non-viability loss absorption clause

■Additional terms and conditions

Please refer to the terms and conditions of the instruments in Japanese version of the Pillar 3 disclosure document for:

**Security and guarantee**

**Clause on the Issuer's financial status**

**Acceleration clause**

**Subordination clause**

## 10. Nomura Securities Co., Ltd. Subordinated Loan

Regulatory capital instruments (subordinated loan)

1	Issuer	Nomura Securities Co., Ltd.
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Not applicable
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Subordinated Loan
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 34,666 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	25-Jun-08
12	Perpetual or dated	Dated
13	Maturity Date	25-Jun-18
14	Issuer call subject to prior supervisory approval	No
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Floating
18	Coupon rate or dividend rate (11)	2.4% per annum <sup>1)</sup>
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No
31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	

33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Yes
37	If yes, description of non-compliant transitioned features (23)	Non-viability loss absorption clause

<sup>1)</sup> The coupon rate is a notional-weighted average of coupon rates for all subordinated debts of the Group as at the end of September 2016.

## 11. Nomura Securities Co., Ltd. Subordinated Loan

Regulatory capital instruments (subordinated loan)

1	Issuer	Nomura Securities Co., Ltd.
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Tier 2 Capital
5	Post-transitional Basel III rules	Not applicable
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Subordinated Loan
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 3,488 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Debt
	On consolidated basis	Debt
11	Issue Date (6)	30-Jun-08
12	Perpetual or dated	Dated
13	Maturity Date	29-Jun-18
14	Issuer call subject to prior supervisory approval	No
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	Fixed
18	Coupon rate or dividend rate (11)	2.4% per annum <sup>1)</sup>
19	Coupon / dividend stopper events (12)	No
20	Fully discretionary, partially discretionary or mandatory (13)	Mandatory
21	Existence of step-up or other incentive to redeem	No
22	Noncumulative or cumulative	No
23	Convertible or non-convertible	No
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No
31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	



33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Yes
37	If yes, description of non-compliant transitioned features (23)	Non-viability loss absorption clause

<sup>1)</sup> The coupon rate is a notional-weighted average of coupon rates for all subordinated debts of the Group as at the end of September 2016.

## 12. Capital Nomura Securities Public Co., Ltd. Minority Interest

### Regulatory capital instruments (minority interest)

1	Issuer	Capital Nomura Securities Public Co., Ltd.
2	Unique identifier	TH0108010Z01
3	Governing law(s) of the instrument	Law of Thailand
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital Additional Tier 1 Capital Tier 2 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 1,114 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Minority Interest
	On consolidated basis	Minority Interest
11	Issue Date (6)	
12	Perpetual or dated	Not Applicable
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Not Applicable
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	Not Applicable
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No

31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Not applicable
37	If yes, description of non-compliant transitioned features (23)	

### 13. Nomura Asset Management Taiwan Ltd. Minority Interest

Regulatory capital instruments (minority interest)

1	Issuer	Nomura Asset Management Taiwan Ltd.
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	Law of Hong Kong
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital Additional Tier 1 Capital Tier 2 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 1,166 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Minority Interest
	On consolidated basis	Minority Interest
11	Issue Date (6)	
12	Perpetual or dated	Not Applicable
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Not Applicable
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	Not Applicable
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No

31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Not applicable
37	If yes, description of non-compliant transitioned features (23)	

## 14. Nomura Asia Investment (Viet Nam) Pte Ltd Minority Interest

Regulatory capital instruments (minority interest)

1	Issuer	Nomura Asia Investment (Viet Nam) Pte Ltd.
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	Law of Singapore
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital Additional Tier 1 Capital Tier 2 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 155 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Minority Interest
	On consolidated basis	Minority Interest
11	Issue Date (6)	
12	Perpetual or dated	Not Applicable
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Not Applicable
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	Not Applicable
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No

31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Not applicable
37	If yes, description of non-compliant transitioned features (23)	

## 15. Chi-X Global Holdings LLC Minority Interest

Regulatory capital instruments (minority interest)

1	Issuer	Chi-X Global Holdings LLC
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	Delaware General Corporation Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital Additional Tier 1 Capital Tier 2 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 313 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Minority Interest
	On consolidated basis	Minority Interest
11	Issue Date (6)	
12	Perpetual or dated	Not Applicable
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Not Applicable
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	Not Applicable
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No



31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Not applicable
37	If yes, description of non-compliant transitioned features (23)	

## 16. Sugimura Warehouse Co., Ltd. Minority Interest

### Regulatory capital instruments (minority interest)

1	Issuer	Sugimura Warehouse Co., Ltd.
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital Additional Tier 1 Capital Tier 2 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 1,288 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Minority Interest
	On consolidated basis	Minority Interest
11	Issue Date (6)	
12	Perpetual or dated	Not Applicable
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Not Applicable
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	Not Applicable
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No

31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Not applicable
37	If yes, description of non-compliant transitioned features (23)	

## 17. Shanghai Nomura Lujiazui Investment Management Co., Ltd. Minority Interest

### Regulatory capital instruments (minority interest)

1	Issuer	Shanghai Nomura Lujiazui Investment Management Co., Ltd.
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	The Company Law of the People's Republic of China
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital Additional Tier 1 Capital Tier 2 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 100 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Minority Interest
	On consolidated basis	Minority Interest
11	Issue Date (6)	
12	Perpetual or dated	Not Applicable
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Not Applicable
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	Not Applicable
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No

31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Not applicable
37	If yes, description of non-compliant transitioned features (23)	

## 18. Wealth Square Co., Ltd. Minority Interest

### Regulatory capital instruments (minority interest)

1	Issuer	Wealth Square Co., Ltd.
2	Unique identifier	Not applicable
3	Governing law(s) of the instrument	Japanese Law
	Regulatory treatment (1)	
4	Transitional Basel III rules	Common Equity Tier 1 Capital Additional Tier 1 Capital Tier 2 Capital
5	Post-transitional Basel III rules	Additional Tier 1 Capital Tier 2 Capital
6	Entities who include the relevant instruments into capital (other than NHI) (2)	
7	Instrument type	Common Stock
8	Amounts recognized in regulatory capital (3)	
	For consolidated regulatory capital ratio	JPY 184 million
9	Aggregate nominal amount (4)	
10	Accounting classification (5)	Minority Interest
	On consolidated basis	Minority Interest
11	Issue Date (6)	
12	Perpetual or dated	Not Applicable
13	Maturity Date	
14	Issuer call subject to prior supervisory approval	Not Applicable
15	First call date and early redemption amount (7)	
	Other early redemption events and early redemption amounts (8)	
16	Subsequent call dates, if applicable (9)	
	Coupons / Dividends	
17	Type of coupon rate / dividend rate (10)	
18	Coupon rate or dividend rate (11)	
19	Coupon / dividend stopper events (12)	
20	Fully discretionary, partially discretionary or mandatory (13)	
21	Existence of step-up or other incentive to redeem	
22	Noncumulative or cumulative	
23	Convertible or non-convertible	Not Applicable
24	If convertible, conversion trigger (14)	
25	If convertible, fully or partially (15)	
26	If convertible, conversion rate (16)	
27	If convertible, mandatory or optional conversion (17)	
28	If convertible, specify instrument type that it can be converted into	
29	If convertible, specify issuer of instrument it can be converted into	
30	Write-down feature (18)	No

31	If write-down, write-down trigger (19)	
32	If write-down, full or partial (20)	
33	If write-down, permanent or temporary (21)	
34	If temporary write-down, description of write-up mechanism	
35	Position in subordination hierarchy in liquidation (specify instruments type immediately senior to the instrument) (22)	General Debt
36	Non-compliant transitioned features (23)	Not applicable
37	If yes, description of non-compliant transitioned features (23)	

## CHAPTER 5 DISCLOSURE ON LEVERAGE RATIO

(Unit: JPY million, %)

Leverage ratio common disclosure template Table 2	Leverage ratio common disclosure template Table 1	Items	Highest designated parent company's current half-year end (9/30/2016)	Highest designated parent company's previous half-year end (9/30/2015)
<b>On-balance sheet exposures</b>				
1		On-balance sheet items (excluding derivatives and SFTs, but including collateral)	23,201,276	23,953,011
1a	1	Total consolidated assets as per published financial statements	42,957,438	43,960,331
1b	2	(The amount of assets of subsidiaries that are not included in the scope of the leverage ratio on a consolidated basis)	400,290	400,652
1c	7	The amount of assets of subsidiaries that are included in the scope of the leverage ratio on a consolidated basis (except those included in the total assets reported in the consolidated balance sheet)	-	-
1d	3	(The amount of assets that are deducted from the total assets reported in the consolidated balance sheet (excluding asset amounts deducted in determining Basel III Tier 1 capital))	19,355,871	19,606,669
2	7	(Asset amounts deducted in determining Basel III Tier 1 capital)	191,375	196,273
3		Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	23,009,901	23,756,738
<b>Derivative exposures</b>				
4		Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	2,175,441	2,715,214
5		Add-on amounts for PFE associated with all derivatives transactions	9,599,593	11,623,120
		Pledged cash collateral associated with all derivatives transactions	764,767	730,058
6		Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	1,815,148	1,701,117
7		(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	648,749	894,999
8		(Exempted CCP leg of client-cleared trade exposures)		
9		Adjusted effective notional amount of written credit derivatives	17,453,571	23,992,733
10		(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	15,470,225	21,033,056
11	4	Total derivative exposures (sum of lines 4 to 10)	15,689,547	18,834,186
<b>Securities financing transaction exposures</b>				
12		Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	33,625,288	35,982,481
13		(Netted amounts of cash payables and cash receivables of gross SFT assets)	16,558,947	18,796,659
14		CCR exposure for SFT assets	1,587,977	2,548,711
15		Agent transaction exposures		
16	5	Total securities financing transaction exposures (sum of lines 12 to 15)	18,654,318	19,734,532
<b>Other off-balance sheet exposures</b>				
17		Off-balance sheet exposure at gross notional amount	1,501,403	1,123,320
18		(Adjustments for conversion to credit equivalent amounts)	488,534	339,714
19	6	Off-balance sheet items (sum of lines 17 and 18)	1,012,869	783,606



Capital and total exposures				
20		Tier 1 capital	2,566,248	2,501,414
21	8	Total exposures (sum of lines 3, 11, 16 and 19)	58,366,635	63,109,063
22		Basel III leverage ratio	4.39%	3.96%

**PART 2: NHI Consolidated Liquidity Coverage Ratios**

**CHAPTER 1 QUANTITATIVE DISCLOSURE**

(Unit: JPY million; % or Number of Cases)

Item		Highest designated parent company's current quarterly period (Fiscal year ended March 2017, 2nd Quarter)		Highest designated parent company's previous quarterly period (Fiscal year ended March 2017, 1st Quarter)	
		Before being multiplied by run-off rates	After being multiplied by run-off rates	Before being multiplied by run-off rates	After being multiplied by run-off rates
High quality liquid assets (1)					
1	Total high quality liquid assets	5,168,016		5,816,876	
Cash outflows (2)		Before being multiplied by run-off rates	After being multiplied by run-off rates	Before being multiplied by run-off rates	After being multiplied by run-off rates
2	Cash outflows related to unsecured retail funding	422,034	88,001	435,135	98,802
3	Out of which, stable deposits	-	-	-	-
4	Out of which, less stable deposits	422,034	88,001	435,135	98,802
5	Cash outflows related to unsecured wholesale funding	1,550,731	1,402,416	1,824,656	1,689,429
6	Out of which, qualifying operational deposits	-	-	-	-
7	Out of which, cash related to unsecured wholesale funding other than qualifying operational deposits and debt securities	1,251,331	1,103,015	1,563,805	1,428,577
8	Out of which, debt securities	299,400	299,400	260,852	260,852
9	Cash outflows related to secured funding, etc.	2,749,017		2,737,499	
10	Cash outflows related to the derivatives, funding programs, and credit and liquidity facilities	2,250,296	2,037,057	2,082,703	1,858,381
11	Out of which, cash outflows related to the derivative transaction, etc.	1,943,921	1,943,921	1,737,926	1,737,926
12	Out of which, cash outflows related to funding programs	-	-	-	-
13	Out of which, cash outflows related to credit and liquidity facilities	306,375	93,137	344,777	120,455
14	Cash outflows based on obligations to provide funds, etc.	4,480,947	1,047,865	4,486,484	1,090,416
15	Cash outflows related to contingencies	496,792	224,547	501,285	242,188
16	Total cash outflows	7,548,902		7,716,716	

Cash inflows (3)		Before being multiplied by inflow rates	After being multiplied by inflow rates	Before being multiplied by inflow rates	After being multiplied by inflow rates
17	Cash inflows related to secured investments, etc.	27,440,848	1,922,865	26,717,479	2,022,781
18	Cash inflows related to collection of loans, etc.	793,137	723,884	789,158	711,091
19	Other cash inflows	5,159,110	2,056,730	4,488,206	1,929,629
20	Total cash inflows	33,393,095	4,703,478	31,994,843	4,663,501
Consolidated liquidity coverage ratio (4)					
21	Total high quality liquid assets allowed to be included		5,168,016		5,816,876
22	Net cash outflows		2,845,424		3,053,215
23	Consolidated liquidity coverage ratio		181.3%		190.8%
24	Number of data used to calculate averages		3		3

**1. Consolidated Liquidity Coverage Ratio Fluctuations Explained in a Chronological Order**

For the second quarter of the year ended March 31, 2017, the monthly average of Nomura Group's total high quality liquid assets was 5,168,016 million yen, a decrease of 648,860 million yen compared with the first quarter. For the second quarter of the year ended March 31, 2017, cash outflows related to unsecured wholesale funding were 1,402,416 million yen, a decrease of 287,013 million yen compared with the first quarter, cash outflows related to derivatives were 1,943,921 million yen, an increase of 205,994 million yen compared with the first quarter, other cash inflows such as derivatives inflows were 2,056,730 million yen, an increase of 127,101 million yen compared with the first quarter and total net cash outflows were 2,845,424 million yen, an decrease of 207,791 million yen compared with the first quarter.

As a result, for the second quarter of the year ended March 31, 2017, the monthly average of the consolidated liquidity coverage ratio was 181.3%, a decrease of 9.5% compared with the first quarter.

The main factors, causing fluctuation in Nomura Group's consolidated liquidity coverage ratio, are factors related to the business cash usage (i.e. trading inventory holdings driven by market making activities with client transactions as well as derivatives transactions)

**2. Assessment of the Levels of the Consolidated Liquidity Coverage Ratio**

The monthly average of Nomura Group's consolidated liquidity coverage ratio for the second quarter of the year ended Mar 31st, 2017, sufficiently exceeded the minimum level required by the law.

At Nomura Group, we establish the risk appetite for the consolidated liquidity coverage ratio and ensure that the consolidated liquidity coverage ratio sufficiently exceeds the minimum level required by the law on a daily basis.

**3. Composition of the Stock of High Quality Liquid Assets**

There were no significant movements in the composition of the stock of high quality liquid assets.

**4. Other Matters Relating to Consolidated Liquidity Coverage Ratio**

There are no other matters of significance to note.