

Nomura Securities Co., Ltd.
Unconsolidated Balance Sheets

(UNAUDITED)

	Millions of yen		
	March 31, 2020	September 30, 2020	Increase/(Decrease)
Assets			
Current assets:	13,184,588	13,246,340	61,752
Trading assets	3,300,142	3,377,582	77,440
Loans with securities as collateral	5,658,363	5,766,998	108,635
Other current assets	4,226,083	4,101,760	(124,323)
Fixed assets	71,891	83,343	11,452
Total assets	13,256,479	13,329,683	73,204
Liabilities			
Current liabilities:	11,455,306	11,470,244	14,938
Trading liabilities	2,496,881	1,889,515	(607,366)
Borrowings with securities as collateral	5,591,926	6,083,376	491,450
Other current liabilities	3,366,499	3,497,353	130,854
Long-term liabilities	1,126,424	1,245,480	119,056
Statutory reserves	21,847	21,847	—
Total liabilities	12,603,577	12,737,572	133,995
Shareholder's equity	648,107	585,398	(62,709)
Valuation and translation adjustments	4,795	6,713	1,918
Total net assets	652,902	592,112	(60,790)
Total liabilities and net assets	13,256,479	13,329,683	73,204

Nomura Securities Co., Ltd.
Unconsolidated Statements of Income

(UNAUDITED)

	Millions of yen		
	For the six months ended		% Change (A-B)/(B)
	September 30, 2019 (B)	September 30, 2020 (A)	
Operating revenue	276,378	315,456	14.1
Commissions	163,017	187,295	14.9
Net gain on trading	77,490	88,447	14.1
Interests and dividends income	35,870	39,714	10.7
Interest expenses	33,513	37,157	10.9
Net operating revenue	242,864	278,300	14.6
Selling, general, and administrative expenses	224,883	225,987	0.5
Operating income	17,982	52,313	190.9
Non-operating income	2,226	93	(95.8)
Non-operating expenses	284	327	15.2
Ordinary income	19,923	52,079	161.4
Special profits	576	911	58.0
Income before income taxes	20,499	52,990	158.5
Income taxes - current	5,844	21,228	263.2
Income taxes - deferred	726	(5,530)	—
Net income	13,930	37,291	167.7

Nomura Securities Co., Ltd.**Unconsolidated Statements of Income - Quarterly Comparatives**

(Millions of yen)

	For the three months ended					
	June 30, 2019	September 30, 2019	December 31, 2019	March 31, 2020	June 30, 2020	September 30, 2020
Operating revenue	144,117	132,261	155,413	157,913	160,997	154,459
Commissions	85,037	77,980	90,938	95,876	85,004	102,291
Net gain on trading	36,215	41,276	40,842	46,885	49,434	39,014
Interest and dividend income	22,865	13,005	23,633	15,152	26,559	13,155
Interest expenses	22,192	11,321	23,040	12,620	24,333	12,824
Net operating revenue	121,925	120,940	132,374	145,292	136,664	141,636
Selling, general and administrative expenses	113,750	111,132	118,422	108,634	110,966	115,020
Operating income	8,174	9,808	13,952	36,658	25,698	26,615
Non-operating income	534	1,692	235	47	43	50
Non-operating expenses	75	210	300	149	177	150
Ordinary income	8,634	11,290	13,887	36,556	25,563	26,516
Special profits	308	269	278	169	334	577
Special losses	—	—	—	3	—	—
Income before income taxes	8,941	11,558	14,165	36,723	25,897	27,092
Income taxes - current	3,675	2,169	4,942	10,966	11,244	9,983
Income taxes - deferred	237	488	(884)	(1,267)	(3,533)	(1,996)
Net income	5,029	8,901	10,107	27,024	18,186	19,105

Nomura Securities Co., Ltd.
Supplementary Information

1. Commission Revenues

(Millions of yen, except percentages)

	For the six months ended		% Change (A-B)/(B)
	September 30, 2019(B)	September 30, 2020 (A)	
Brokerage commissions	38,408	64,045	66.7
<i>(Stocks)</i>	36,628	61,006	66.6
Commissions for underwriting, secondary distribution and solicitation for selling and others for Professional Investors	13,798	12,287	(11.0)
<i>(Stocks)</i>	7,727	7,696	(0.4)
<i>(Bonds)</i>	6,071	4,591	(24.4)
Fees for offering, secondary distribution and solicitation for selling and others for Professional Investors	30,956	33,476	8.1
<i>(Investment trust certificates)</i>	28,857	33,267	15.3
Other commissions	79,855	77,486	(3.0)
<i>(Investment trust certificates)</i>	32,607	30,695	(5.9)
Total	163,017	187,295	14.9

2. Stock Trading (excluding futures transactions)

(Millions of yen, except percentages)

	For the six months ended		% Change (A-B)/(B)
	September 30, 2019 (B)	September 30, 2020 (A)	
Brokerage	108,759,799	138,618,430	27.5
Proprietary trading	9,579,293	8,716,988	(9.0)
Total	118,339,092	147,335,419	24.5

3. Capital Adequacy Ratio

(Rounded down to millions of yen, except percentages)

		March 31, 2020	September 30, 2020	Increase/(Decrease)
Tier I	(A)	548,106	585,398	37,291
Tier II	Valuation and translation adjustments	4,795	6,713	1,918
	Statutory reserves	21,847	21,847	—
	Allowance for doubtful accounts	—	—	—
	Subordinated debts	350,000	350,000	—
Total	(B)	376,642	378,560	1,918
Illiquid Asset	(C)	78,349	71,435	(6,914)
Net Capital	(A) + (B) - (C) = (D)	846,399	892,523	46,123
Risk	Market risk	63,339	70,095	6,756
	Counterparty risk	161,740	137,118	(24,622)
	Basic risk	125,947	127,019	1,071
	Total	(E)	351,028	334,233
Capital Adequacy Ratio	(D)/(E)×100	241.1%	267.0%	25.9%