

Sustainability



The Sustainability Committee, which comprises Executive Management Board members, decides our initiatives with respect to sustainability. In addition, we have newly appointed a director in charge of strengthening our strategic sustainability efforts, promoting awareness within the Group, and accelerating information disclosure and external communication.

Strategic Promotion of Customer Support and Nomura Group's Initiatives to Realize a Sustainable Society

Senior Managing Director
Head of Content Company and Sustainability Development
Chie Toriumi

The market perceptions and investment flows surrounding ESG have changed dramatically over the past year, as Japan and other countries have expressed their commitment to carbon neutrality, and companies have begun to take steps toward a decarbonized society. In addition to climate change, social issues such as widening social disparities, food and human rights issues, and the declining birthrate and aging population in Japan are piling up, and we recognize that the role of finance in supplying and circulating risk money will become increasingly important.

Nomura Group's management vision for 2025 is to achieve sustainable growth by helping resolve social issues, and we have integrated sustainability into our management strategy. Sustainability promotion in Nomura has value in two ways. One is to support the sustainability efforts of our clients and various stakeholders through our business. The second is to promote risk management and environmental impact reduction in our own operations. As the head of Sustainability Development, I believe it is my role to further leverage the Group's efforts by linking these two values as necessary.

Our core role as a financial services group is to

support customers through the flow of funds and capital. We believe it is important to strengthen our functions to promote the sustainable circulation of capital by underwriting green bonds and social bonds issued by companies and financial institutions, providing strategic advisory services such as M&A advisory, and by developing ESG-related funds as investments and providing them to individual investors. In addition, we will take advantage of the Group's comprehensive strengths in providing solutions to social issues by leveraging the functions we have cultivated over many years, including support for business succession, promoting innovation in the fields of regional revitalization, agriculture and medical care, and our expertise and knowledge in the field of research and analysis.

In addition, as a financial services group that supports customers, we sense the growing interest from customers, investors, and other stakeholders in our own sustainability efforts. Among the global CO₂ emissions reduction targets we set in FY2019/20, we have already achieved some medium-term targets ahead of schedule. In addition to revising these targets, we will make strides as a Group and in cooperation with initiatives such as the UN PRB and the TCFD, while keeping an eye on global trends.

Governance Structure for Realizing Sustainability

At Nomura Group, we are making our decisions on sustainability issues at the management level, and therefore, we are responding to Nomura's own sustainable development issues and other broad social issues in a timely manner.

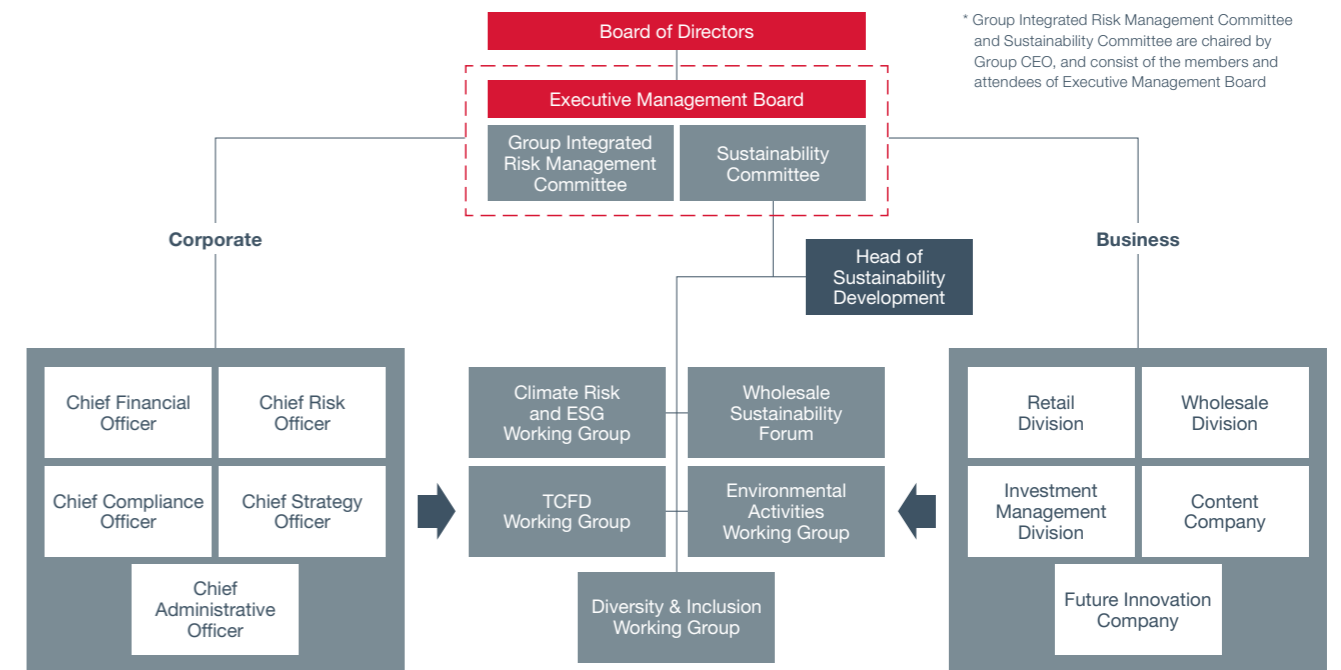
The Board of Directors oversees Nomura Group's sustainability initiatives.

The Group Integrated Risk Management Committee and Sustainability Committee, chaired by the Group CEO and comprising members of the Executive Management Board, approve and decide business policies on risks and opportunities related

to the environment, society, and governance (ESG), including climate change, for the entire Group.

The details of these activities are reported to the Board of Directors as appropriate.

The Sustainability Committee has established five working groups, including the TCFD Group and the Environment Working Group. The contents of the discussions by each working group are deliberated by the Sustainability Committee and reported to the Executive Management Board on a regular basis, as well as to the Board of Directors, if necessary.



* Group Integrated Risk Management Committee and Sustainability Committee are chaired by Group CEO, and consist of the members and attendees of Executive Management Board

Participation in Initiatives

Nomura Group participates in and endorses initiatives both in Japan and overseas to further promote the realization of a sustainable environment and society in cooperation with stakeholders regarding how we will address social issues.

Main initiatives we support

WE SUPPORT UN GLOBAL COMPACT

Since 2015 Nomura Holdings, Inc. has been committed to the UN Global Compact corporate responsibility initiative and its principles in the areas of human rights, labour, the environment and anti-corruption.

FINANCE UNBEP INITIATIVE

TCFD TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES

Signatory of: PRI Principles for Responsible Investment

UN engagement programme Finance Initiative Principles for Responsible Banking

CDP DISCLOSURE INSIGHT ACTION

21世紀 金融行動原則

Nomura Group's "Drive Sustainability"

Nomura Group is promoting the concept of "Drive Sustainability," both internally and externally. → P02

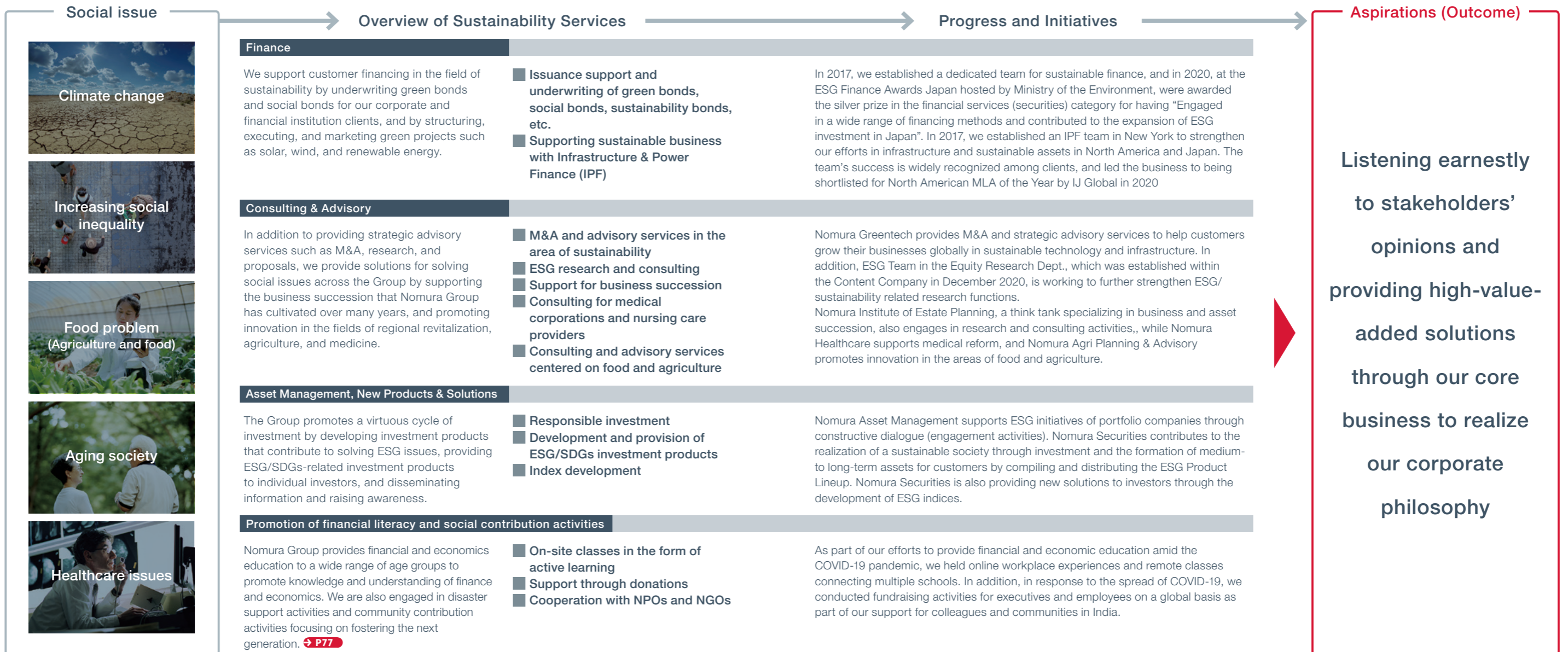


SDGs with Nomura

The "SDGs with Nomura" section introduces Nomura Group's ideas and initiatives on sustainability.



Based on our corporate philosophy and management vision of “achieving sustainable growth by helping resolve social issues,” Nomura Group is working to meet the needs of investors and clients by collaborating across the board based on each domain’s expertise and maximizing the Group’s comprehensive capabilities, while working to realize a sustainable society.



Performance Highlights



Japan



Americas



Europe

Sustainable Finance, capital raised **FY2020/21**

8,480.3 billion yen

Transaction value where Nomura had a lead role aligned to UN PRB principles

Sustainable Investment ratio **As of March 31, 2021**

81%

We were co-lead underwriter for the Woven Planet bonds issued by Toyota Motor Corporation. The proceeds from the bonds will be allocated for disbursements for projects that contribute to the SDGs. In addition to supporting issuers such as Asahi Kasei Corporation and Asahi Group Holdings, LTD. in issuing sustainable finance, we also served as sole lead manager for one of Japan’s largest solar power projects.

ESG Product Lineup Sales Results

As of the end of March 2021, net assets of the ESG Product Lineup, which is a selection of investment trusts with investment policies that contribute to the goals of the SDGs, exceeded ¥580 billion.

In 2020, IPF conducted 42 transactions in seven sectors. It has completed a number of large and iconic projects, including financing the construction of a 180 MW solar PV and energy storage asset in Nevada.

In May 2020, we were sole advisor to Neste, the world’s largest producer of renewable diesel fuel and renewable jet fuel, in its strategic acquisition of Mahoney Environmental.

In 2020, we helped bring to the market the first green Tier2 subordinated debt instrument from the Dutch bank de Volksbank, and the first sovereign green bond in Samurai format, selling Hungarian government debt in yen to Japanese investors.

Ranked 9th in Environmental Finance’s Social Bond Manager Ranking and 10th in its Sustainable Bond Manager Ranking.