

NOMURA HOLDINGS INC
Form 6-K
April 28, 2008
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FORM 6-K

U.S. SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Report of Foreign Private Issuer

Pursuant to Rule 13a-16 or 15d-16 of

the Securities Exchange Act of 1934

Commission File Number: 1-15270

Supplement for the month of April 2008.

NOMURA HOLDINGS, INC.

(Translation of registrant's name into English)

9-1, Nihonbashi 1-chome

Chuo-ku, Tokyo 103-8645

Japan

(Address of principal executive offices)

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Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

If is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82- .

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Information furnished on this form:

EXHIBIT

Exhibit Number

1. Financial Highlights Year ended March 2008

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

NOMURA HOLDINGS, INC.

Date: April 28, 2008

By: /s/ Toshio Hirota
Toshio Hirota
Executive Managing Director

Table of Contents**Financial Summary For the Year Ended March 31, 2008 (US GAAP)**

Date: April 25, 2008

Company name (code number): **Nomura Holdings, Inc. (8604)**
 Stock exchange listings: (In Japan) Tokyo, Osaka, Nagoya
 (Overseas) New York, Singapore

Representative: Kenichi Watanabe
 President and Chief Executive Officer, Nomura Holdings, Inc.

For inquiries: Tomoyuki Funabiki
 Managing Director, Investor Relations Department, Nomura Holdings, Inc.
 Tel: (Country Code 81) 3-5255-1000
 URL <http://www.nomura.com>

1. Consolidated Operating Results

(1) Operating Results

	For the year ended March 31		
	2008	2007	
	(Yen amounts in millions, except per share data)		
	% Change from		
	March 31, 2007		
Total revenue	1,593,722	(22.2)%	2,049,101
Net revenue	787,257	(27.8)%	1,091,101
Income (loss) before income taxes	(64,588)		321,758
Net income (loss)	(67,847)		175,828
Basic net income (loss) per share	(35.55)		92.25
Diluted net income (loss) per share	(35.57)		92.00
Net income to shareholders' equity (ROE)	(3.3)%		8.3%
Income before income taxes to total assets (ROA)	(0.2)%		0.9%
Income before income taxes divided by total revenue	(4.1)%		15.7%
Equity in earnings of affiliates	10,416		53,367

(2) Financial Position

	At March 31	
	2008	2007
	(Yen amounts in millions, except per share data)	
Total assets	26,298,798	35,873,374
Shareholders' equity	1,988,124	2,185,919
Shareholders' equity as a percentage of total assets	7.6%	6.1%
Shareholders' equity per share	1,042.60	1,146.23

(3) Cash flows

	For the year ended March 31	
	2008	2007
	(Yen amounts in millions)	
Net cash used in operating activities	(647,906)	(1,627,156)
Net cash used in investing activities	(102,019)	(533,813)

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Net cash provided by financing activities	942,879	1,568,703
Cash and cash equivalents at end of period	507,236	410,028

2. Cash dividends

	For the year ended March 31		
	2007	2008	2009 (Plan)
(Yen amounts, except Total annual dividends)			
Target dividends per share ^{See note 1}			
dividends record dates			
At June 30	8.00	8.50	8.50
At September 30	8.00	8.50	8.50
At December 31	8.00	8.50	8.50
At March 31	8.00	8.50	8.50
Additional payout based on the level of profit ^{See note 2}			
At March 31	12.00		Unconfirmed
Total at March 31	20.00	8.50	Unconfirmed
For the year	44.00	34.00	34.00
Total annual dividends (Yen amounts in millions)	83,939	64,921	
Consolidated payout ratio	47.7%		
Consolidated dividends as a percentage of shareholders' equity per share	3.9%	3.1%	

Note:

1. Target dividends are minimum level of cash dividends.
2. When Nomura achieves a sufficient level of profit, additional dividend will be added to its annual target dividends per share taking into consideration the consolidated payout ratio of over 30%.

3. Earnings forecasts for the year ending March 31, 2009

Nomura provides investment, financing and related services in the capital markets on a global basis. In the global capital markets there exist uncertainties due to, but not limited to, economic and market conditions. Nomura, therefore, does not present earnings forecasts.

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(1) Significant changes to consolidated subsidiaries during the period : None

Note: Please refer to page 14 Organizational Structure for details.

(2) Changes in accounting basis, procedure and presentation for the consolidated financial statements

The items described in Significant changes for presenting the consolidated financial statements .

a) Changes in accounting principles : Yes

b) Other changes : None

Note: Please refer to page 23 Note 1. Summary of accounting policies for details.

(3) Number of shares issued (common stock)

	At March 31	
	2008	2007
Number of shares outstanding (including treasury stock)	1,965,919,860	1,965,919,860
Treasury stock	57,886,944	57,730,371
Note:		

1. Treasury stock represents the number of share owned by Parent Company.

2. Please refer to page 24 Note 2. Per share data for the number of shares used in basic net income per share calculation.

Parent Company Only Operating Results (Japanese GAAP)

(1) Operating Results

	For the year ended March 31		
	2008		2007
	(Yen amounts in millions, except per share data)		
		% Change from	
		March 31, 2007	
Operating revenue	419,649	23.1%	340,886
Operating income	244,380	19.0%	205,358
Ordinary income	246,231	18.8%	207,221
Net profit	53,985	(65.9)%	158,235
Net profit per share	28.27		82.97
Fully diluted net profit per share	28.07		82.59

(2) Financial Position

	At March 31	
	2008	2007

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	(Yen amounts in millions, except per share data)	
Total assets	4,449,810	4,438,039
Total net assets	1,423,661	1,475,328
Total net assets as a percentage of total assets	31.7%	33.2%
Total net assets per share	740.17	772.51
Shareholders equity	1,412,260	1,474,104

Table of Contents**Financial Summary for the Fiscal Year Ended March 31, 2008****Results of Operations****US GAAP Figures**

	Billions of yen For the year ended		% Change (%)
	March 31, 2008 (2007.4.1~ 2008.3.31) (A)	March 31, 2007 (2006.4.1~ 2007.3.31) (B)	
Net revenue	787.3	1,091.1	(27.8)
Non-interest expenses	851.8	769.3	10.7
Income (loss) before income taxes	(64.6)	321.8	
Income tax expense	3.3	145.9	(97.8)
Net income (loss)	(67.8)	175.8	
Return on equity (ROE)	(3.3)%	8.3%	

Nomura Holdings, Inc. and its consolidated entities (Nomura) reported net revenue of 787.3 billion yen for the fiscal year ended March 31, 2008, a decrease of 27.8% from the previous year, and non-interest expenses of 851.8 billion yen, a 10.7% year-on-year increase. Loss before income taxes was 64.6 billion yen, while net loss was 67.8 billion yen. As a result, ROE for the full year was minus 3.3%.

Total of business segments

	Billions of yen For the year ended		% Change (%)
	March 31, 2008 (2007.4.1~ 2008.3.31) (A)	March 31, 2007 (2006.4.1~ 2007.3.31) (B)	
Net revenue	837.4	1,057.7	(20.8)
Non-interest expenses	851.8	680.5	25.2
Income (loss) before income taxes	(14.4)	377.3	

In business segment totals, which exclude unrealized gains (losses) on investments in equity securities held for operating purposes, net revenue for the year ended March 31, 2008, decreased 20.8% from the prior year to 837.4 billion yen. Non-interest expenses increased 25.2% year-on-year to 851.8 billion yen, and loss before income taxes was 14.4 billion yen. Nomura engages in private equity investing through its Global Merchant Banking division. Nomura's US GAAP consolidated financial information for the fiscal year ended March 31, 2007, includes the effect of consolidation/deconsolidation of certain private equity investee companies¹. Please refer to page 25 for an explanation of the differences between US GAAP and business segment values.

¹ The above amounts reflect retrospective application of Statement of Position 07-1, Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment

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Companies for the year ended March 31, 2008.

Table of Contents**Income (loss) before income taxes by business segment**

	Billions of yen For the year ended		% Change (%) (A-B)/(B)
	March 31, 2008 (2007.4.1- 2008.3.31) (A)	March 31, 2007 (2006.4.1- 2007.3.31) (B)	
Domestic Retail	122.3	160.9	(24.0)
Global Markets	(226.2)	58.8	
Global Investment Banking	22.8	44.4	(48.7)
Global Merchant Banking	53.3	52.8	1.0
Asset Management	31.0	36.5	(15.0)
Sub Total	3.2	353.3	(99.1)
Other	(17.6)	23.9	
Income (loss) before income taxes	(14.4)	377.3	

In Domestic Retail, income before income taxes decreased 24.0% from the previous year to 122.3 billion yen. The overall market slump triggered by turmoil in the global financial markets led to a drop off in stock subscriptions and purchases as well as weaker sales of investment trusts during the second half of the year, resulting in a decline in brokerage commissions and commissions for distribution of investment trusts. Distribution of newly-launched investment trusts remained robust, especially for bond investment trusts. Sales of structured bonds declined as a result of the rapid rise of the yen, leading to lower sales credit. However, sales of foreign currency bonds were strong in the second half of the year. Although Domestic Client Assets¹ declined by 13 trillion yen from the prior year to 72.2 trillion yen due to the impact of the downturn in the stock market, our client base steadily expanded with net asset inflow of 4.9 trillion yen and an increase of 213 thousand accounts with balance to a total of 4.165 million accounts.

In Global Markets, loss before income taxes was 226.2 billion yen. The environment in Fixed Income remained harsh as a global credit crunch sparked by subprime problems hit and the yen appreciated sharply. Amid this environment, Fixed Income revenue declined as a result of significantly increased provisions made for transactions with monoline insurers, a realized loss booked on our exit from the US RMBS-related business, and a realized and unrealized loss in the US CMBS-related business. In Equity, although trading revenue from MPOs and credit derivatives declined, revenue increased as Instinet, which was acquired in February 2007, contributed to revenue, order flow for non-Japanese equities expanded, and trading of listed equities contributed to revenue. Meanwhile, expenses increased due to the acquisition of Instinet.

Global Investment Banking income before income taxes was 22.8 billion yen, a 48.7% decline from the prior year. While the M&A-related business remained strong and we maintained our high market share, revenue decreased due to a marked decline in overall transaction value in the equity finance market. In equity financing, we acted as lead manager on major deals for Sony Financial Holdings and Yamada Denki, and ranked number one in the Global Equity and Equity-related (Japan) league table² for the seventh straight year in fiscal 2007.

In M&A, we acted as financial advisor on All Nippon Airways' sale of its hotel business and the tender offer by Japan Tobacco for Katokichi. We topped the fiscal 2007 Any Japanese Involvement Financial Advisor M&A league table³. Internationally, we were global coordinator on Russia's largest-ever IPO for PIK Group, a major Russian residential property developer.

² Domestic Client Assets refers to the sum of assets under custody in the Domestic Retail segment (including regional financial institutions) and the Financial Management Division.

³ Source: Thomson Financial

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Global Merchant Banking income before income taxes increased 1.0% year-on-year to 53.3 billion yen. We booked realized and unrealized gains on the sale of Deutsche Annington and valuation at fair value of Annington in the UK, both investee companies of Terra Firma, as well as on the sale of our stake in Nomura Principal Finance investee companies Sliontec and Wanbishi Archives.

Asset Management income before income taxes declined 15.0% from the prior year to 31 billion yen. Firm sales of newly-launched funds, such as the Nomura New Global High Interest Rate Currencies Fund, and existing balanced funds, such as the My Story Profit Distribution-type Course B Fund, as well as new mandates in the domestic and overseas investment advisory business, helped boost assets under management. However, deteriorating market conditions due to the slump in stock prices and appreciation of the yen led to a 1.2 trillion yen decline in the outstanding balance of assets under management from the prior year to 25.8 trillion yen.

Although asset management fees increased, unrealized losses were booked on pilot funds and seed money for new product development and revenue was flat compared to the prior year, which included realized gains booked on sales of affiliated companies. Compensation and benefits were up due to increased headcount and information technology expenses increased due to new investment.

Loss before income taxes in Other was 17.6 billion yen. Total loss before income taxes for all business segments was 14.4 billion yen.

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Financial Position

Total assets as of March 31, 2008, were 26.3 trillion yen, a decrease of 9.6 trillion yen compared to March 31, 2007, reflecting primarily a decrease in Collateralized agreements and Trading assets. Total liabilities as of March 31, 2008, were 24.3 trillion yen, a decrease of 9.4 trillion yen compared to March 31, 2007, mainly due to a decrease in Collateralized financing. Total shareholders' equity at March 31, 2008, was 2.0 trillion yen, a decrease of 198 billion yen compared to March 31, 2007, mainly due to a decrease in Retained earnings.

Cash and cash equivalents as of March 31, 2008, increased by 97 billion yen compared to March 31, 2007. During the fiscal year ended on March 31, 2008, Net cash used in operating activities amounted to 648 billion yen mainly due to an increase in Securities purchased under agreements to resell net of securities sold under agreements to repurchase, an increase in Securities borrowed net of securities loaned, and an increase in Loans and receivables net of allowance. Net cash used in investing activities during the period was 102 billion yen, mainly due to Payments for purchase of office buildings, land, equipment and facilities. Net cash provided by financing activities during the period was 943 billion yen mainly due to an increase in long term and short term borrowings.

Table of Contents**Financial Summary for the Three Months Ended March 31, 2008****Results of Operations****US GAAP Figures**

	Billions of yen For the three months ended		% Change (%)	Billions of yen For the three months ended		% Change (%)
	March 31, 2008 (2008.1.1~ 2008.3.31) (A)	December 31, 2007 (2007.10.1~ 2007.12.31) (B)		March 31, 2007 (2007.1.1~ 2007.3.31) (C)		
Net revenue	21.5	244.3	(91.2)	311.3	(93.1)	
Non-interest expenses	219.8	199.9	10.0	228.1	(3.6)	
Income (loss) before income taxes	(198.3)	44.4		83.2		
Income tax expense	(44.5)	22.6		50.1		
Net income (loss)	(153.9)	21.8		33.1		
Return on equity (ROE, annualized)	(29.2)%	3.9%		6.0%		

Nomura reported net revenue of 21.5 billion yen for the three months ended March 31, 2008, a 91.2% decrease from the previous quarter and a 93.1% decline compared to the prior-year fourth quarter. Non-interest expenses increased 10.0% from the previous quarter and decreased 3.6% compared to the same period last year, to 219.8 billion yen. Loss before income taxes was 198.3 billion yen, while net loss was 153.9 billion yen. As a result, ROE for the fourth quarter was minus 29.2%.

Total of business segments

	Billions of yen For the three months ended		% Change (%)	Billions of yen For the three months ended		% Change (%)
	March 31, 2008 (2008.1.1~ 2008.3.31) (A)	December 31, 2007 (2007.10.1~ 2007.12.31) (B)		March 31, 2007 (2007.1.1~ 2007.3.31) (C)		
Net revenue	38.5	251.4	(84.7)	283.6	(86.4)	
Non-interest expenses	219.8	199.9	10.0	202.3	8.6	
Income (loss) before income taxes	(181.4)	51.5		81.2		

In business segment totals, which exclude unrealized gains (losses) on investments in equity securities held for operating purposes, net revenue for the three months ended March 31, 2008, decreased 84.7% from the third quarter and 86.4% from the same period last year to 38.5 billion yen. Non-interest expenses increased 10.0% from the prior quarter and 8.6% year-on-year to 219.8 billion yen, and loss before income taxes was 181.4 billion yen. Nomura engages in private equity investing through its Global Merchant Banking division. Nomura's US GAAP consolidated financial information for the fiscal year ended March 31, 2007, includes the effect of consolidation/deconsolidation of certain private equity investee companies⁴. Please refer to page 36 for an explanation of the differences between US GAAP and business segment values.

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The above amounts reflect retrospective application of Statement of Position 07-1, Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies for the year ended March 31, 2008.

Table of Contents**Income (loss) before income taxes by business segments**

	Billions of yen For the three months ended		% Change (%)	Billions of yen For the three months ended		% Change (%)
	March 31, 2008 (2008.1.1~ 2008.3.31) (A)	December 31, 2007 (2007.10.1~ 2007.12.31) (B)		March 31, 2007 (2007.1.1~ 2007.3.31) (C)	(A-C)/(C)	
Domestic Retail	11.1	28.5	(61.2)	43.3	(74.5)	
Global Markets	(208.9)	24.4		23.9		
Global Investment Banking	0.2	5.7	(95.9)	11.6	(98.0)	
Global Merchant Banking	20.1	(12.3)		(5.2)		
Asset Management	2.5	8.6	(71.2)	8.0	(68.9)	
Sub Total	(175.1)	54.9		81.7		
Other	(6.3)	(3.4)		(0.5)		
Income (loss) before income taxes	(181.4)	51.5		81.2		

Fourth quarter income (loss) before income taxes was 11.1 billion yen in Domestic Retail, down 61.2% from the third quarter and 74.5% lower than the same period last year; minus 208.9 billion yen in Global Markets; 235 million yen in Global Investment Banking, down 95.9% from the third quarter and 98.0% from the same period last year; 20.1 billion yen in Global Merchant Banking; and 2.5 billion yen in Asset Management, down 71.2% from the third quarter and 68.9% from the same period last year.

Loss before income taxes in Other was 6.3 billion yen. Total loss before income taxes for all business segments was 181.4 billion yen.

Table of Contents**Business Segment Results for the Three Months Ended March 31, 2008****Operating Results of Domestic Retail**

	Billions of yen For the three months ended		% Change (%) (A-B)/(B)
	March 31, 2008 (2008.1.1~ 2008.3.31) (A)	December 31, 2007 (2007.10.1~ 2007.12.31) (B)	
Net revenue	78.5	98.4	(20.2)
Non-interest expenses	67.5	69.9	(3.5)
Income (loss) before income taxes	11.1	28.5	(61.2)

Net revenue decreased 20.2% from the previous quarter to 78.5 billion yen. Non-interest expenses decreased 3.5% to 67.5 billion yen. Income before income taxes was 11.1 billion yen, down 61.2% compared to the prior quarter.

Domestic Client Assets⁵ declined by 9.1 trillion yen from the end of December to 72.2 trillion yen due to the downturn in the stock market. However, net asset inflow remained steady at 700 billion yen, while the number of accounts with balance increased to 4.165 million.

Turmoil in the global financial markets led to slower sales of investment trusts and structured bonds, causing commissions for distribution of investment trusts, investment trust administration fees and other, and sales credit to decline. Moreover, stock brokerage commissions fell due to an overall market decline in equity transaction value from individual investors.

Operating Results of Global Markets

	Billions of yen For the three months ended		% Change (%) (A-B)/(B)
	March 31, 2008 (2008.1.1~ 2008.3.31) (A)	December 31, 2007 (2007.10.1~ 2007.12.31) (B)	
Net revenue	(133.3)	103.2	
Non-interest expenses	75.6	78.8	(4.0)
Income (loss) before income taxes	(208.9)	24.4	

Net revenue was minus 133.3 billion yen. Non-interest expenses decreased 4.0% to 75.6 billion yen. Loss before income taxes was 208.9 billion yen.

Fixed Income booked a significant loss in the fourth quarter due to increased credit provisions for transactions with monoline insurers and unrealized losses in the US CMBS-related business as a result of the dislocation in the credit markets.

In Equity, despite strong revenue at Instinet, net revenue declined due primarily to weak trading on the back of the slump in the stock market.

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Domestic Client Assets refers to the sum of assets under custody in the Domestic Retail segment (including regional financial institutions) and the Financial Management Division.

Table of Contents**Operating Results of Global Investment Banking**

	Billions of yen		% Change (%)
	For the three months ended		
	March 31, 2008	December 31, 2007	
	(2008.1.1~ 2008.3.31)	(2007.10.1~ 2007.12.31)	
	(A)	(B)	(A-B)/(B)
Net revenue	14.8	20.8	(28.7)
Non-interest expenses	14.6	15.0	(3.1)
Income (loss) before income taxes	0.2	5.7	(95.9)

Net revenue decreased 28.7% from the previous quarter to 14.8 billion yen. Non-interest expenses declined 3.1% to 14.6 billion yen, while income before income taxes declined 95.9% to 235 million yen.

The slump in the domestic stock market continued during the fourth quarter and the overall market for equity finance declined further. In spite of this, we acted as lead manager on a number of major deals including a recapitalization convertible bond issued for recapitalization by Yamada Denki and the IPO of Seven Bank. As such, we retained our high market share and topped the Global Equity and Equity-related (Japan) league table⁶ for fiscal 2007 fourth quarter.

In M&A, we were financial advisor on the tender offer by Fujifilm Holdings for Toyama Chemical and topped the fiscal 2007 fourth quarter Any Japanese Involvement Financial Advisor M&A league table⁶.

Operating Results of Global Merchant Banking

	Billions of yen		% Change (%)
	For the three months ended		
	March 31, 2008	December 31, 2007	
	(2008.1.1~ 2008.3.31)	(2007.10.1~ 2007.12.31)	
	(A)	(B)	(A-B)/(B)
Net revenue	23.1	(10.2)	
Non-interest expenses	3.0	2.1	40.7
Income (loss) before income taxes	20.1	(12.3)	

Net revenue was 23.1 billion yen, primarily due to an unrealized gain on the valuation at fair value of Terra Firma investee company Annington. Non-interest expenses increased by 40.7% from the previous quarter to 3 billion yen. Income before income taxes was 20.1 billion yen.

⁶ Source: Thomson Financial

Table of Contents**Operating Results of Asset Management**

	Billions of yen		% Change (%)
	For the three months ended		
	March 31, 2008	December 31, 2007	
	(2008.1.1~ 2008.3.31)	(2007.10.1~ 2007.12.31)	
	(A)	(B)	(A-B)/(B)
Net revenue	17.3	23.2	(25.3)
Non-interest expenses	14.8	14.6	1.7
Income (loss) before income taxes	2.5	8.6	(71.2)

Net revenue decreased 25.3% from the previous quarter to 17.3 billion yen, non-interest expenses increased 1.7% to 14.8 billion yen, and income before income taxes decreased 71.2% to 2.5 billion yen.

The concerns over global credit markets, the downturn in the stock market, and the sharp appreciation of the yen compounded to push sales of investment trusts down to a low level. As a result, the outstanding balance of assets under management declined by 3.9 trillion yen from the end of December to 25.8 trillion yen. In addition, unrealized losses were booked on pilot funds and seed money used in the development of new products.

Other Operating Results

	Billions of yen		% Change (%)
	For the three months ended		
	March 31, 2008	December 31, 2007	
	(2008.1.1~ 2008.3.31)	(2007.10.1~ 2007.12.31)	
	(A)	(B)	(A-B)/(B)
Net revenue	38.0	15.9	138.4
Non-interest expenses	44.3	19.4	128.9
Income (loss) before income taxes	(6.3)	(3.4)	

Net revenue in Other increased 138.4% from the prior quarter to 38.0 billion yen. Loss before income taxes was 6.3 billion yen.

Table of Contents**Non-interest Expenses (Segment Total)**

	Billions of yen For the three months ended		% Change (%) (A-B)/(B)
	March 31, 2008 (2008.1.1~ 2008.3.31) (A)	December 31, 2007 (2007.10.1~ 2007.12.31) (B)	
Compensation and benefits	78.4	93.4	(16.0)
Commissions and floor brokerage	24.5	20.4	20.3
Information processing and communications	37.2	33.9	9.9
Occupancy and related depreciation	19.5	14.3	37.0
Business development expenses	10.0	9.5	5.8
Other	50.1	28.5	75.7
Non-Interest Expenses	219.8	199.9	10.0

Business segment non-interest expenses increased 10.0% from the previous quarter to 219.8 billion yen.

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Nomura's Capital Management

Capital Management Policy

Nomura seeks to enhance shareholder value by capturing business opportunities as they develop. To achieve this goal, Nomura maintains sufficient capital to support its business. Nomura reviews its sufficiency of capital as appropriate, taking into consideration economic risks inherent in its businesses, regulatory requirements, and maintenance of a sufficient debt rating for a global financial institution.

Dividend

In regard to cash dividends, Nomura first decides target dividend amounts, minimum level of cash dividend, taking into account the firm's dividend-on-equity ratio (DOE) of about 3%. When Nomura achieves a sufficient level of profit, it will decide the amount of the year-end cash dividend taking into consideration a pay-out ratio of over 30%. Nomura seeks to ensure sustainable growth of its target dividend in the medium to long term. As for retained profits, Nomura intends to invest in business areas where high profitability and growth may reasonably be expected, including development and expansion of infrastructure, to maximize value for shareholders.

Stock Repurchase

Nomura repurchases shares when it recognizes the need to set out flexible financial strategies that allow the Board to respond quickly to changes in the business environment. When Nomura decides to set up a share buyback program, the firm will announce the decision soon after it is made and purchase the shares following internal guidelines.

The annual dividend for the current fiscal year is 34 yen per share, in line with Nomura's capital management policy.

Nomura provides investment, financing and services in the capital markets on a global basis. In the global capital markets there exist uncertainties due to, but not limited to, economic and market conditions. Nomura, therefore, does not present earnings forecasts and dividend forecasts.

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Organizational Structure

Nomura Holdings, Inc. and its consolidated subsidiaries, with a core of broker-dealer business, provide a wide range of investment, financing and related services to customers on a global basis. The services we provide include trading, underwriting, and offering securities, asset management services, and others.

The following table lists Nomura Holdings, Inc. and its significant subsidiaries, affiliates or equity-method investments.

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Nomura Holdings, Inc.

Domestic Subsidiaries

Nomura Securities Co., Ltd.

Nomura Asset Management Co., Ltd.

The Nomura Trust & Banking Co., Ltd.

Nomura Babcock & Brown Co., Ltd.

Nomura Capital Investment Co., Ltd.

Nomura Investor Relations Co., Ltd.

Nomura Principal Finance Co., Ltd.

Nomura Funds Research and Technologies Co., Ltd.

Nomura Pension Support & Service Co., Ltd.

Nomura Research & Advisory Co., Ltd.

Nomura Business Services Co., Ltd.

Nomura Facilities, Inc.

Nomura Institute of Capital Markets Research

Joinvest Securities Co., Ltd.

Nomura Healthcare Co., Ltd.

Private Equity Funds Research and Investments Co., Ltd.

Overseas Subsidiaries

Nomura Holding America Inc.

Nomura Securities International, Inc.

Nomura Corporate Research and Asset Management Inc.

Nomura Derivative Products, Inc.

Nomura Global Financial Products, Inc.

Nomura America Mortgage Finance, LLC

Nomura Europe Holdings plc

Nomura International plc

Nomura Bank International plc

Banque Nomura France

Nomura Bank (Luxembourg) S.A.

Nomura Bank (Deutschland) GmbH

Nomura Bank (Switzerland) Ltd.

Nomura Italia S.I.M. p.A.

Nomura Investment Banking (Middle East) B.S.C. (Closed)

Nomura Funding Facility Corporation Limited

Nomura Global Funding plc

Nomura Europe Finance N.V.

Nomura Principal Investment plc

Nomura Capital Markets plc

NHI Acquisition Holding Inc.

Instinet Incorporated

Nomura Asia Holding N.V.

Nomura International (Hong Kong) Limited

Nomura Singapore Limited

Nomura Malaysia Sdn. Bhd.

Nomura Australia Limited

PT Nomura Indonesia

Affiliates

Nomura Research Institute, Ltd.

JAFCO Co., Ltd.

Nomura Land and Building Co., Ltd.

Capital Nomura Securities Public Company Limited

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Corporate Goals and Principles

Fundamental Management Policy

Nomura Group is committed to a management vision of firmly establishing itself as a globally competitive financial services group. We have also set a management target of maintaining an average consolidated return on equity (ROE) of 10% to 15% on a consolidated basis over the medium to long term.

In pursuing this vision, we put our clients first and contribute to the creation of an affluent society based on investment by listening closely to the needs of our clients and delivering superior investment services and high value added solutions via the financial and capital markets. We aim to go beyond the boundaries of the traditional securities business to take the lead in expanding into new business areas, and thereby construct new growth models, diversify our sources of earnings, and achieve a profit structure resilient to changes in the market environment. In addition, we will promote compliance with applicable laws, regulations and ensure proper corporate behavior.

Structure of Business Operations

Nomura Group is organized around globally-linked business divisions under a unified strategy, rather than individual legal entities. Nomura Group's operations are comprised of Domestic Retail, Global Markets, Global Investment Banking, Global Merchant Banking and Asset Management. We will strive to achieve a higher level of specialization in each division, advance and progress our business in each respective area, and maximize the collective strength of Nomura Group by enhancing collaboration between business divisions.

Management Challenges and Strategies

The outlook of the global economy is becoming increasingly clouded due to an adjustment in the U.S. housing market. That said, the Asian economy remains robust on the whole. Credit tightening triggered by subprime issues has compounded with this economic environment, causing continued instability in the global financial and capital markets, and the business environment is expected to remain unfavorable.

In this environment, we aim to realize our management vision and continue growing by thoroughly understanding client trends and needs, anticipating risks, and developing new business. To do so, we will implement the following initiatives to address the current challenges we face.

In Domestic Retail, we will enhance collaboration between branch offices, online services and call centers to create a seamless service network and provide customers with the most suitable products and services. We aim to continue being a trusted partner for our clients by promptly providing products and services that meet their individual needs.

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Global Market will be the product supply hub for Nomura Group and provide high value-added products and solutions by enhancing product development expertise in areas such as derivatives and by making full use of Instinet's global trading infrastructure. In the fixed income business, we will rebuild our global structure in order to strengthen our business with global clients. In the equity business, we aim to establish ourselves as a bulge bracket firm in the pan-Asian equity brokerage business, while maintaining our dominance in the Japanese market.

In Global Investment Banking, we will expand our M&A advisory and corporate financing businesses by providing high value-added solutions in line with each client's individual needs. We aim to expand our presence globally as the competitive investment bank in Asia, while expanding our business based on the Japanese market. In other words, our aim is to establish ourselves as the representative investment bank of Asia and to be recognized as the investment bank that provides the best services in Asia.

In Global Merchant Banking, we aim at further growth as one of the largest private equity firms in Japan by improving the enterprise value of companies we invest in. In Asia and Europe, we intend to maximize the value of our investments by pursuing operations suitable to the distinct characteristics of each region and utilizing the resources of the Group.

In Asset Management, we aim to further enhance our investment capabilities globally and increase competitiveness especially in Japan and Asia. In Japan, we intend to be recognized increasingly by individual investors and institutional investors and to raise our brand value through the diversification of the investment opportunities we can offer and the expansion of our sales channels. Internationally, we will increase assets under management by meeting the needs for investment in Japan and Asia.

In addressing the challenges and implementing the strategies outlined above, we will bring together the collective strengths of our domestic and international operations to expand and develop financial and capital markets, while also increasing profitability across Nomura Group to realize our management vision and maximize shareholder value.

Table of Contents**NOMURA HOLDINGS, INC.****CONSOLIDATED INCOME STATEMENT INFORMATION****(UNAUDITED)**

	Millions of yen For the year ended		% Change (A-B)/(B)
	March 31, 2008 (A)	March 31, 2007 (B)	
Revenue:			
Commissions	404,659	337,458	19.9
Fees from investment banking	85,096	99,276	(14.3)
Asset management and portfolio service fees	189,712	145,977	30.0
Net gain on trading	61,720	290,008	(78.7)
Gain on private equity investments	76,505	47,590	60.8
Interest and dividends	796,540	981,344	(18.8)
(Loss) gain on investments in equity securities	(48,695)	(20,103)	
Private equity entities product sales		100,126	
Other	28,185	67,425	(58.2)
Total revenue	1,593,722	2,049,101	(22.2)
Interest expense	806,465	958,000	(15.8)
Net revenue	787,257	1,091,101	(27.8)
Non-interest expenses :			
Compensation and benefits	366,805	345,936	6.0
Commissions and floor brokerage	90,192	50,812	77.5
Information processing and communications	135,004	109,987	22.7
Occupancy and related depreciation	64,841	61,279	5.8
Business development expenses	38,135	38,106	0.1
Private equity entities cost of goods sold		57,184	
Other	156,868	106,039	47.9
	851,845	769,343	10.7
Income (loss) before income taxes	(64,588)	321,758	
Income tax expense	3,259	145,930	(97.8)
Net income (loss)	(67,847)	175,828	
Per share of common stock:			
		Yen	% Change
Basic-			
Net income (loss)	(35.55)	92.25	
Diluted-			
Net income (loss)	(35.57)	92.00	

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NOMURA HOLDINGS, INC.
CONSOLIDATED BALANCE SHEET INFORMATION
(UNAUDITED)

	March 31, 2008	Millions of yen March 31, 2007	Increase/(Decrease)
ASSETS			
Cash and cash deposits:			
Cash and cash equivalents	507,236	410,028	97,208
Time deposits	758,130	546,682	211,448
Deposits with stock exchanges and other segregated cash	168,701	97,302	71,399
	1,434,067	1,054,012	380,055
Loans and receivables:			
Loans receivable	784,262	935,711	(151,449)
Receivables from customers	43,623	47,518	(3,895)
Receivables from other than customers	1,045,541	637,209	408,332
Allowance for doubtful accounts	(1,399)	(2,027)	628
	1,872,027	1,618,411	253,616
Collateralized agreements:			
Securities purchased under agreements to resell	3,233,200	8,061,805	(4,828,605)
Securities borrowed	7,158,167	9,776,422	(2,618,255)
	10,391,367	17,838,227	(7,446,860)
Trading assets and private equity investments*:			
Trading assets	10,325,760	12,830,826	(2,505,066)
Private equity investments	330,745	347,394	(16,649)
	10,656,505	13,178,220	(2,521,715)
Other assets:			
Office buildings, land, equipment and facilities (net of accumulated depreciation and amortization of ¥260,910 million at March 31, 2008 and ¥249,592 million at March 31, 2007, respectively)	389,151	422,290	(33,139)
Non-trading debt securities*	246,108	255,934	(9,826)
Investments in equity securities*	139,330	195,238	(55,908)
Investments in and advances to affiliated companies*	361,334	441,536	(80,202)
Other	808,909	869,506	(60,597)
	1,944,832	2,184,504	(239,672)
Total assets	26,298,798	35,873,374	(9,574,576)

* Including securities pledged as collateral

Table of Contents**NOMURA HOLDINGS, INC.****CONSOLIDATED BALANCE SHEET INFORMATION****(UNAUDITED)**

	March 31, 2008	Millions of yen March 31, 2007	Increase/(Decrease)
LIABILITIES AND SHAREHOLDERS EQUITY			
Short-term borrowings	1,426,266	1,093,529	332,737
Payables and deposits:			
Payables to customers	396,629	304,462	92,167
Payables to other than customers	569,294	623,143	(53,849)
Deposits received at banks	362,775	418,250	(55,475)
	1,328,698	1,345,855	(17,157)
Collateralized financing:			
Securities sold under agreements to repurchase	4,298,872	11,874,697	(7,575,825)
Securities loaned	3,753,730	7,334,086	(3,580,356)
Other secured borrowings	2,488,129	1,390,473	1,097,656
	10,540,731	20,599,256	(10,058,525)
Trading liabilities	5,154,369	4,800,403	353,966
Other liabilities	636,184	845,522	(209,338)
Long-term borrowings	5,224,426	5,002,890	221,536
Total liabilities	24,310,674	33,687,455	(9,376,781)
Shareholders' equity:			
Common stock			
Authorized - 6,000,000,000 shares			
Issued - 1,965,919,860 shares at March 31, 2008 and March 31, 2007, respectively			
Outstanding - 1,906,885,059 shares at March 31, 2008 and 1,907,049,871 shares at March 31, 2007	182,800	182,800	
Additional paid-in capital	177,227	165,496	11,731
Retained earnings	1,779,783	1,910,978	(131,195)
Accumulated other comprehensive income	(71,111)	6,613	(77,724)
	2,068,699	2,265,887	(197,188)
Common stock held in treasury, at cost - 59,034,801 shares and 58,869,989 shares at March 31, 2008 and March 31, 2007, respectively	(80,575)	(79,968)	(607)
Total shareholders' equity	1,988,124	2,185,919	(197,795)
Total liabilities and shareholders' equity	26,298,798	35,873,374	(9,574,576)

Table of Contents**NOMURA HOLDINGS, INC.****CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS EQUITY****(UNAUDITED)**

	Millions of yen	
	For the year ended	
	March 31,	March 31,
	2008	2007
Common stock		
Balance at beginning of year	182,800	182,800
Balance at end of year	182,800	182,800
Additional paid-in capital		
Balance at beginning of year	165,496	159,527
Loss on sales of treasury stock	(1,458)	(556)
Issuance of common stock options	13,189	6,525
Balance at end of year	177,227	165,496
Retained earnings		
Balance at beginning of year	1,910,978	1,819,037
Net income	(67,847)	175,828
Cash dividends	(64,883)	(83,887)
Adjustments to initially apply FIN 48	1,266	
Adjustments to initially apply EITF 06-2	(1,119)	
Adjustments to initially apply SOP 07-1	2,049	
Loss on sales of treasury stock	(661)	
Balance at end of year	1,779,783	1,910,978
Accumulated other comprehensive income		
Cumulative translation adjustments		
Balance at beginning of year	36,889	(1,129)
Net change during the year	(65,305)	38,018
Balance at end of year	(28,416)	36,889
Defined benefit pension plans		
Balance at beginning of year	(30,276)	(14,096)
Pension liability adjustment	(12,419)	(387)
Adjustments to initially apply SFAS 158 ⁽¹⁾		(15,793)
Balance at end of year	(42,695)	(30,276)
Balance at end of year	(71,111)	6,613
Common stock held in treasury		
Balance at beginning of year	(79,968)	(82,812)
Repurchases of common stock	(3,525)	(204)
Sale of common stock	85	25

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Common stock issued to employees	2,862	2,910
Other net change in treasury stock	(29)	113
Balance at end of year	(80,575)	(79,968)
Total shareholders' equity		
Balance at end of year	1,988,124	2,185,919

(1) For the initial year of application, the adjustments are not reflected on the consolidated comprehensive income.
Note: Reclassifications -

Certain prior period amounts have been reclassified to conform to the current period presentation.

Table of Contents**NOMURA HOLDINGS, INC.****CONSOLIDATED INFORMATION OF CASH FLOWS****(UNAUDITED)**

	Millions of yen	
	For the year ended	
	March 31,	March 31,
	2008	2007
Cash flows from operating activities:		
Net (loss) income	(67,847)	175,828
Adjustments to reconcile net (loss) income to net cash used in operating activities:		
Depreciation and amortization	63,463	50,432
Loss on investments in equity securities	48,695	20,103
Changes in operating assets and liabilities:		
Time deposits	(314,240)	24,395
Deposits with stock exchanges and other segregated cash	(82,817)	(30,186)
Trading assets and private equity investments	1,790,764	1,039,123
Trading liabilities	841,065	(1,986,980)
Securities purchased under agreements to resell, net of securities sold under agreements to repurchase	(2,562,836)	1,243,337
Securities borrowed, net of securities loaned	(1,036,076)	(177,234)
Other secured borrowings	1,097,679	(1,612,879)
Loans and receivables, net of allowance	(599,995)	95,843
Payables	347,224	(154,665)
Other, net	(172,985)	(314,273)
Net used in operating activities	(647,906)	(1,627,156)
Cash flows from investing activities:		
Payments for purchases of office buildings, land, equipment and facilities	(126,285)	(101,784)
Proceeds from sales of office buildings, land, equipment and facilities	15,621	634
Payments for purchases of investments in equity securities	(615)	(9,284)
Proceeds from sales of investments in equity securities	7,887	25,109
Decrease (increase) in loans receivable at banks, net	14,042	(73,611)
Decrease (increase) in non-trading debt securities, net	2,665	(37,861)
Other, net	(15,334)	(337,016)
Net cash used in investing activities	(102,019)	(533,813)
Cash flows from financing activities:		
Increase in long-term borrowings	2,425,393	2,736,688
Decrease in long-term borrowings	(1,722,644)	(1,451,500)
Increase in short-term borrowings, net	386,048	377,788
(Decrease) increase in deposits received at banks, net	(57,756)	17,947
Proceeds from sales of common stock	828	2,379
Payments for repurchases of common stock	(3,525)	(204)
Payments for cash dividends	(86,866)	(114,395)
Proceeds from issuances of stock by a subsidiary	1,401	
Net cash provided by financing activities	942,879	1,568,703
Effect of initial adoption of SOP 07-1 on cash and cash equivalents	(38,427)	
Effect of exchange rate changes on cash and cash equivalents	(57,319)	10,333

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Net increase (decrease) in cash and cash equivalents	97,208	(581,933)
Cash and cash equivalents at beginning of the period	410,028	991,961
Cash and cash equivalents at end of the period	507,236	410,028

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NOMURA HOLDINGS, INC.

NOTES TO THE CONSOLIDATED FINANCIAL INFORMATION

(UNAUDITED)

1. Summary of accounting policies:

Basis of presentation

The consolidated financial information herein has been prepared in accordance with Nomura's accounting policies which are disclosed in the notes of Nomura Holdings, Inc.'s Annual Securities Report (the annual report filed in Japan on June 28, 2007) and Form 20-F (the annual report filed with the U.S. Securities and Exchange Commission on July 12, 2007) for the year ended March 31, 2007.

Presentations of significant changes in accounting principles are as follows:

Accounting for uncertainty in income taxes

Nomura adopted Financial Accounting Standards Board (FASB) Interpretation No.48, Accounting for Uncertainty in Income Taxes—an Interpretation of FASB Statement No. 109 on April 1, 2007. In accordance with this standard, the adjusted amount due to the initial adoption was recorded in the retained earnings.

Accounting for sabbatical leave and other similar benefits

Nomura adopted FASB Emerging Issues Task Force (EITF) Issue No.06-2, Accounting for Sabbatical Leave and Other Similar Benefits Pursuant to FASB Statement No.43 on April 1, 2007. In accordance with this standard, the adjusted amount due to the initial adoption was recorded in the retained earnings.

Accounting for Investment companies

Nomura early adopted Statement of Position 07-1, Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies (SOP 07-1) issued by the AICPA in June 2007. SOP 07-1 addresses whether the accounting principles of the Audit and Accounting Guide for Investment Companies should be applied to an entity by clarifying the definition of an investment company, and whether those accounting principles should be retained by a parent company in consolidation or by an investor in the application of the equity method of accounting. All investments made by investment companies within the scope of the guide are carried at fair value, with changes in fair value recognized through earnings. SOP 07-1 also addresses if adoption of the SOP was made in other than the first interim period of the year of change, the change is reported by retrospective application to the previous interim periods of the year. Therefore Nomura adopted the SOP as of April 1, 2007 and the adjusted amount due to the initial adoption was recorded in the retained earnings as of the beginning of the year.

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2. Per share data

Shareholders' equity per share is calculated based on the following number of shares.

Number of shares outstanding (March 31, 2008)	1,906,885,059
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Net income (loss) per share is calculated based on the following number of shares.

Average number of shares outstanding (March 31, 2008)	1,908,399,176
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Table of Contents**3. Segment Information-Operating segment:**

The following table shows business segment information and reconciliation items to the consolidated income statement information.

(1) Net revenue

	Millions of yen For the year ended March		% Change (A-B)/(B)
	31, 2008 (A)	March 31, 2007 (B)	
Business segment information:			
Domestic Retail	402,018	440,118	(8.7)
Global Markets	95,597	290,028	(67.0)
Global Investment Banking	83,109	99,187	(16.2)
Global Merchant Banking	64,793	64,969	(0.3)
Asset Management	90,641	90,106	0.6
Sub Total	736,158	984,408	(25.2)
Other	101,268	73,338	38.1
Net revenue	837,426	1,057,746	(20.8)
Reconciliation items:			
Unrealized gain (loss) on investments in equity securities held for operating purposes	(50,169)	(38,232)	
Effect of consolidation/deconsolidation of certain private equity investee companies		71,587	
Net revenue	787,257	1,091,101	(27.8)

(2) Non-interest expenses

Business segment information:			
Domestic Retail	279,702	279,253	0.2
Global Markets	321,794	231,222	39.2
Global Investment Banking	60,336	54,783	10.1
Global Merchant Banking	11,473	12,153	(5.6)
Asset Management	59,652	53,649	11.2
Sub Total	732,957	631,060	16.1
Other	118,888	49,397	140.7
Non-interest expenses	851,845	680,457	25.2
Reconciliation items:			
Unrealized gain (loss) on investments in equity securities held for operating purposes			
Effect of consolidation/deconsolidation of certain private equity investee companies		88,886	
Non-interest expenses	851,845	769,343	10.7

(3) Income (loss) before income taxes

Business segment information:			
Domestic Retail	122,316	160,865	(24.0)
Global Markets	(226,197)	58,806	
Global Investment Banking	22,773	44,404	(48.7)
Global Merchant Banking	53,320	52,816	1.0
Asset Management	30,989	36,457	(15.0)
Sub Total	3,201	353,348	(99.1)
Other *	(17,620)	23,941	
Income (loss) before income taxes	(14,419)	377,289	
Reconciliation items:			
Unrealized gain (loss) on investments in equity securities held for operating purposes	(50,169)	(38,232)	
Effect of consolidation/deconsolidation of certain private equity investee companies		(17,299)	
Income (loss) before income taxes	(64,588)	321,758	

*** Major components**

Transactions between operating segments are recorded within segment results on commercial terms and conditions and are eliminated in Other.

The following table presents the major components of income (loss) before income taxes in Other.

	Millions of yen		% Change (A-B)/(B)
	For the year ended March 31, 2008 (A)	March 31, 2007 (B)	
Net gain/loss on trading related to economic hedging transactions	(9,740)	(38,383)	
Realized gain on investments in equity securities held for operating purposes	1,474	18,129	(91.9)
Equity in earnings of affiliates	4,743	53,169	(91.1)
Corporate items	(13,424)	(11,111)	
Others	(673)	2,137	
Total	(17,620)	23,941	

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4. Other:

The consolidated financial information herein does not include all footnotes required under US GAAP.

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Supplemental Consolidated Financial Information

(Unaudited)

This supplemental information (unaudited) contains the following items, where After Retrospective Application information are amounts which reflect retrospective application of Statement of Position 07-1, Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies (SOP 07-1) and Before Retrospective Application information are amounts which were reported previously without application of SOP 07-1.

1Q, 2Q and 3Q Cumulative Results Summary of Difference between amounts After Retrospective Application and amounts Before Retrospective Application

1Q, 2Q and 3Q Cumulative Results (After Retrospective Application and Before Retrospective Application)
- Consolidated Income Statement

- Consolidated Balance Sheets

- Consolidated Statements of Changes in shareholder s Equity

- Consolidated Cash Flows

- Business Segment

Quarterly Results (After Retrospective Application)
- Consolidated Income Statement

- Business Segment

Commissions/fees received and Net gain on trading (After Retrospective Application)

Table of Contents**NOMURA HOLDINGS, INC.****CONSOLIDATED INCOME STATEMENT INFORMATION****(UNAUDITED)**

	in Yen millions, except per share data		
	As of or For the three months ended June 30, 2007	As of or For the six months ended September 30, 2007	As of or For the nine months ended December 31, 2007
Net income:			
As previously reported	76,742	66,226	88,872
Adjustment	(804)	(1,995)	(2,866)
As adjusted	75,938	64,231	86,006
Total assets:			
As previously reported	37,368,364	29,333,718	26,106,403
Adjustment	(118,309)	(162,415)	(164,675)
As adjusted	37,250,055	29,171,303	25,941,728
Shareholder's equity:			
As previously reported	2,284,350	2,233,928	2,234,581
Adjustment	(547)	(1,372)	(1,581)
As adjusted	2,283,803	2,232,556	2,233,000
Basic earnings per share:			
As previously reported	40.22	34.70	46.57
Adjustment	(0.42)	(1.04)	(1.51)
Revised basic earnings per share	39.80	33.66	45.06
Diluted earnings per share:			
As previously reported	40.09	34.59	46.42
Adjustment	(0.42)	(1.04)	(1.50)
Revised basic earnings per share	39.67	33.55	44.92

The above table sets forth difference between After Retrospective Application amounts which reflect retrospective application of Statement of Position 07-1, Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies (SOP 07-1) and Before Retrospective Application amounts which were reported previously without application of SOP 07-1.

Table of Contents**NOMURA HOLDINGS, INC.****CONSOLIDATED INCOME STATEMENT INFORMATION****(UNAUDITED)**

The following table contains After Retrospective Application information which are amounts reflecting retrospective application of Statement of Position 07-1, Clarification of the Scope of the Audit and Accounting Guide Investment Companies and Accounting by Parent Companies and Equity Method Investors for Investments in Investment Companies (SOP 07-1) and Before Retrospective Application information which were amounts reported previously without application of SOP 07-1.

	After Retrospective Application Millions of yen			Before Retrospective Application Millions of yen		
	For the three months ended June 30, 2007	For the six months ended September 30, 2007	For the nine months ended December 31, 2007	For the three months ended June 30, 2007	For the six months ended September 30, 2007	For the nine months ended December 31, 2007
Revenue:						
Commissions	112,953	219,836	323,270	112,962	219,849	323,270
From investment banking	29,890	46,066	66,406	29,890	46,066	66,406
Management and portfolio service fees	47,311	98,221	145,857	47,311	98,221	145,857
Gain on trading	99,767	108,436	173,526	99,683	107,215	172,917
Gain on private equity investments	46,159	52,933	49,946	45,819	63,652	58,814
Interest and dividends	294,783	540,695	717,975	294,697	540,731	717,975
Net gain on investments in equity securities	(540)	(24,756)	(31,733)	(540)	(24,756)	(31,733)
Revenue from equity entities product sales				36,479	70,827	104,306
	16,309	25,940	22,496	16,400	25,355	22,496
Revenue	646,632	1,067,371	1,467,743	682,701	1,147,160	1,579,761
Cost expense	301,830	545,869	701,988	301,964	546,223	702,184
Revenue	344,802	521,502	765,755	380,737	600,937	877,577
Interest expenses :						
Compensation and benefits	100,653	195,023	288,384	105,571	203,223	300,178
Commissions and floor brokerage	22,684	45,263	65,658	23,011	46,351	65,658
Transaction processing and communications	29,188	63,907	97,776	29,332	64,204	98,000
Lease and related depreciation	15,917	31,048	45,306	17,442	33,879	49,000
Business development expenses	8,811	18,677	28,132	9,597	20,061	30,000
Revenue from equity entities cost of goods sold				22,899	44,118	64,000
	27,609	78,232	106,757	30,051	92,727	125,000
	204,862	432,150	632,013	237,903	504,563	734,000
Income before income taxes	139,940	89,352	133,742	142,834	96,374	142,834
Income tax expense	64,002	25,121	47,736	66,092	30,148	53,000
Income	75,938	64,231	86,006	76,742	66,226	89,834
Share of common stock:						