

NOMURA HOLDINGS INC

Form 6-K

July 26, 2006

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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 July 2006.

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 Three months ended June 2006
2. Nomura Reports First Quarter Financial Results

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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: July 26, 2006

By: /s/ Tetsu Ozaki

Tetsu Ozaki
Senior Managing Director

Table of Contents**Financial Summary For the Three Months Ended June 30, 2006**

Date: July 26, 2006

Company name (code number): **Nomura Holdings, Inc. (8604)**

Head office: 1-9-1, Nihonbashi, Chuo-ku, Tokyo 103-8011, Japan

Stock exchange listings: (In Japan) Tokyo, Osaka, Nagoya
(Overseas) New York, Singapore

Representative: Nobuyuki Koga
President and Chief Executive Officer, Nomura Holdings, Inc.

For inquiries: Tomoyuki Funabiki
Managing Director, Investor Relations Department, Nomura Group
Headquarters, Nomura Securities Co., Ltd.
Tel: (Country Code 81) 3-3211-1811
URL(<http://www.nomura.com>)

(1) Operating Results

	For the three months ended June 30		For the year ended March 31
	2006	2005	2006
	(Yen amounts in millions, except per share data)		
Total revenue	401,730	319,634	1,792,840
Change from the three months ended June 30, 2005	25.7%		
Net revenue	205,934	187,533	1,145,650
Change from the three months ended June 30, 2005	9.8%		
Income from continuing operations before income taxes	33,404	29,098	445,600
Change from the three months ended June 30, 2005	14.8%		
Income from discontinued operations before income taxes		1,606	99,413
Change from the three months ended June 30, 2005			
Net income	20,138	8,321	304,328
Change from the three months ended June 30, 2005	142.0%		
Basic net income per share	10.52	4.30	159.02
Diluted net income per share	10.50	4.30	158.78
Return on shareholders' equity (ROE)	3.9	1.8	15.5

Note:

1. The results of discontinued operations have been removed from the results of continuing operations.
2. Net income is comprised of Income from continuing operations and Gain on discontinued operation.

(2) Financial Position

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	At June 30		At March 31
	2006	2005	2006
	(Yen amounts in millions, except per share data)		
Total assets	31,552,939	34,163,926	35,026,035
Shareholders' equity	2,076,754	1,843,315	2,063,327
Shareholders' equity as a percentage of total assets	6.6	5.4	5.9
Shareholders' equity per share	1,089.69	961.94	1,083.19

(3) Adoption of simple method in recognition method: None

(4) Difference in recognition method with latest fiscal year: Yes

(5) Scope of consolidation and equity method application

Number of consolidated subsidiaries and variable interest entities: 193

Number of affiliated companies, which were accounted for by the equity method: 13

(6) Movement in the scope of consolidation and equity method application for this period

Number of consolidation	Inclusion 16	Exclusion 2
Number of equity method application	Inclusion 0	Exclusion 1

(7) Cash Dividends

June 30, 2006 8.0 Yen per share for the three months ended June 30, 2006
 Note: Payment date September 1, 2006

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

Table of Contents**Financial Summary for the Three Months Ended June 30, 2006****Results of Operations****US GAAP Figures**

	Billions of yen		% Change	Billions of yen		% Change
	For the three months ended		(%)	For the three months ended		(%)
	March 31, 2006			June 30, 2005		
	June 30, 2006 (2006.4.1 ~ 2006.6.30) (A)	(2006.1.1 ~ 2006.3.31) (B)	(A-B)/(B)	(2005.4.1 ~ 2005.6.30) (C)	(A-C)/(C)	
Net revenue	205.9	325.7	(36.8)	187.5	9.8	
Non-interest expenses	172.5	198.7	(13.2)	158.4	8.9	
Income from continuing operations before income taxes	33.4	127.0	(73.7)	29.1	14.8	
Income from discontinued operations before income taxes		82.6		1.6		
Income before income taxes	33.4	209.6	(84.1)	30.7	8.8	
Income from continuing operations	20.1	82.8	(75.7)	9.1	120.5	
Gain on discontinued operations		45.9		(0.8)		
Net income	20.1	128.6	(84.3)	8.3	142.0	
Return on equity (ROE)	3.9%	25.4%		1.8%		

* In accordance with SFAS No. 144 Accounting for the Impairment or Disposal of Long-Lived Assets, income before income taxes and net income from the operations of Millennium Retailing Inc. (one of Nomura Principal Finance's private equity investee companies, and whose operations were treated as discontinued during the third quarter of the fiscal year ended March 31, 2006, in conjunction with the agreement reached in the third quarter by Nomura Principal Finance to sell its stake in Millennium Retailing Inc.) are separately reported as income from discontinued operations retroactively to the first quarter of the fiscal year ended March 31, 2006. Net revenue and non-interest expenses of such discontinued operations are not shown independently.

Nomura Holdings, Inc. and its consolidated entities (Nomura) reported net revenue of 205.9 billion yen for the three months ended June 30, 2006, a 36.8% decline from the previous quarter and 9.8% increase compared to the prior-year first quarter. Non-interest expenses decreased 13.2% from the previous quarter and increased 8.9% compared to the prior-year first quarter to 172.5 billion yen. Income before income taxes (total of continuing operations and discontinued operations) of 33.4 billion yen was down 84.1% from the previous quarter and up 8.8%

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compared to the prior-year first quarter, while net income (total of continuing operations and discontinued operations) declined 84.3% from the previous quarter and increased 142% compared to the prior-year first quarter to 20.1 billion yen. ROE for the quarter was 3.9%.

Total of business segments

	Billions of yen		% Change	Billions of yen		% Change
	For the three months ended		(%)	For the three months ended		(%)
	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)		June 30, 2005 (2005.4.1 ~ 2005.6.30)		
	(A)	(B)	(A-B)/(B)	(C)		(A-C)/(C)
Net revenue	209.8	282.2	(25.7)	171.4		22.4
Non-interest expenses	155.3	180.9	(14.2)	134.0		15.9
Income before income taxes	54.4	101.2	(46.2)	37.4		45.5

Nomura engages in private equity investing through its Global Merchant Banking division. Nomura's US GAAP consolidated financial information includes the effect of consolidation/deconsolidation of certain private equity investee companies. Business segment totals exclude these effects as well as gain (loss) on investments in equity securities held for relationship purposes.

Net revenue of business segments for the three months ended June 30, 2006, was 209.8 billion yen, a 25.7% decline from the prior quarter and 22.4% increase compared to the same period last year. Non-interest expenses decreased 14.2% from the previous quarter and increased 15.9% compared to the prior-year first quarter to 155.3 billion yen. Income before income taxes decreased 46.2% from the previous quarter and increased 45.5% compared to the prior-year first quarter to 54.4 billion yen. Please refer to Page 21 for an explanation of the differences between US GAAP and business segment values.

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

	Billions of yen		% Change	Billions of yen		% Change
	For the three months ended		(%)	For the three months ended		(%)
	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)	(A-B)/(B)	June 30, 2005 (2005.4.1 ~ 2005.6.30)	(A-C)/(C)	
	(A)	(B)	(A-B)/(B)	(C)	(A-C)/(C)	
Domestic Retail	42.5	51.4	(17.2)	30.3	40.4	
Global Markets	14.3	66.0	(78.3)	(0.7)		
Global Investment Banking	5.6	17.0	(67.2)	2.2	156.8	
Global Merchant Banking	9.8	(21.0)		(5.9)		
Asset Management	5.2	5.7	(8.9)	4.0	31.8	
Sub Total	77.5	119.1	(35.0)	29.9	159.4	
Other	(23.0)	(17.9)		7.6		
Income before income taxes	54.4	101.2	(46.2)	37.4	45.5	

* In January 2006, certain functions of Other business were integrated to Asset Management. Certain reclassifications of previously reported amounts have been made to conform to the current presentation.

Domestic Retail income before income taxes declined 17.2% from the previous quarter and increased 40.4% compared to the prior-year first quarter to 42.5 billion yen. In Global Markets, income before income taxes of 14.3 billion yen was down 78.3% from the previous quarter and grew by 15.1 billion yen compared to first quarter of last year. Global Investment Banking income before income taxes declined 67.2% from the previous quarter and increased 156.8% compared to the prior-year first quarter to 5.6 billion yen. In Global Merchant Banking, income before income taxes grew by 30.8 billion yen from the previous quarter and by 15.7 billion yen compared to the prior-year first quarter to 9.8 billion yen. Asset Management income before income taxes fell 8.9% from the previous quarter and increased 31.8% compared to the prior-year first quarter to 5.2 billion yen.

Other loss before income taxes was 23 billion yen. Total income before income taxes for all business segments was 54.4 billion yen, down 46.2% from the prior quarter and up 45.5% from the prior-year first quarter.

Financial Position

Total assets at June 30, 2006 were 31.6 trillion yen, a decrease of 3.5 trillion yen compared to March 31, 2006, reflecting a decrease in collateralized agreements. Total liabilities at June 30, 2006 were 29.5 trillion yen, a decrease of 3.5 trillion yen compared to March 31, 2006, due to a decrease in collateralized financing. Total shareholders' equity at June 30, 2006 was 2,077 billion yen, an increase of 13 billion yen compared to March 31, 2006.

Table of Contents**Business Segment Results for the Three Months Ended June 30, 2006****Operating Results of Domestic Retail**

	Billions of yen		% Change
	For the three months ended		(%)
	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)	
	(A)	(B)	(A-B)/(B)
Net revenue	105.6	123.6	(14.5)
Non-interest expenses	63.1	72.2	(12.6)
Income before income taxes	42.5	51.4	(17.2)

Net revenue decreased 14.5% from the previous quarter to 105.6 billion yen. Non-interest expenses were down 12.6% to 63.1 billion yen. Income before income taxes was 42.5 billion yen, down 17.2% compared to the prior quarter.

Stock brokerage commissions declined due to a drop in equity transaction values resulting from a correction in the domestic stock market. On the other hand, commissions for distribution of investment trusts remained high, reflecting the delivery of products matched to the diversifying needs of our customers such as funds offering frequent distributions and absolute return funds.

Although net asset inflow for the first quarter increased, Domestic Client Assets* declined by 3.8 trillion yen compared to the end of the previous quarter to 76.7 trillion yen, mainly due to the slump in the stock market.

* 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.

Operating Results of Global Markets

	Billions of yen	% Change
	For the three months ended	(%)

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	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)	
	(A)	(B)	(A-B)/(B)
Net revenue	68.9	128.4	(46.4)
Non-interest expenses	54.6	62.4	(12.6)
Income before income taxes	14.3	66.0	(78.3)

Net revenue decreased 46.4% from the previous quarter to 68.9 billion yen. Non-interest expenses fell 12.6% to 54.6 billion yen. Income before income taxes declined 78.3% to 14.3 billion yen.

In Fixed Income, revenue from the asset finance business eased off from the revenue-generating previous quarter, and trading revenue declined due to slower sales of foreign currency bonds and structured bonds. In Equity, order flow from block trades declined and trading revenue fell due to the stock market decline.

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

	Billions of yen		% Change
	For the three months ended		(%)
	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)	(A-B)/(B)
	(A)	(B)	
Net revenue	18.8	31.1	(39.6)
Non-interest expenses	13.2	14.2	(6.5)
Income before income taxes	5.6	17.0	(67.2)

Net revenue decreased 39.6% from the previous quarter to 18.8 billion yen. Non-interest expenses decreased 6.5% to 13.2 billion yen, while income before income taxes fell 67.2% to 5.6 billion yen.

The overall value of equity financing in the market dropped due to seasonal factors. In equity underwriting, we acted as lead manager for such deals as the offering of Mitsubishi UFJ Financial Group shares by The Resolution and Collection Corporation. We topped the Equity and Equity-Related (Japan) league table* for the six months to June 2006. In our solution business, MPO results for the first quarter totaled eight deals and 342.2 billion yen, including a 300 billion yen deal for Sojitz. In M&A, we acted as financial advisor on such deals as the sale of Wakodo by Sankyo to Asahi Breweries, and the deal to turn Kirin Beverages into a wholly-owned subsidiary of Kirin Brewery.

* Source: Thomson Financial

Operating Results of Global Merchant Banking

	Billions of yen		% Change
	For the three months ended		(%)
	June 30, 2006 (2006.4.1~ 2006.6.30)	March 31, 2006 (2006.1.1~ 2006.3.31)	(A-B)/(B)
	(A)	(B)	
Net revenue	12.1	(15.5)	
Non-interest expenses	2.3	5.5	(57.8)

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Income before income taxes	9.8	(21.0)
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Net revenue increased by 27.6 billion yen compared to the previous quarter to 12.1 billion yen, while non-interest expenses decreased 57.8% to 2.3 billion yen. Income before income taxes grew by 30.8 billion yen from the previous quarter to 9.8 billion yen.

During the quarter, gains from the sale of part of Nomura Principal Finance s (NPF) stake in Resort Solution and unrealized gains/losses from investee companies were booked in addition to realized and unrealized gains from the partial sale of Terra Firma investee companies and unrealized gains/losses on private equity investments in Europe.

In terms of new investments, NPF conducted a tender offer for Skylark, a major restaurant chain in Japan, via a special purpose vehicle in which it holds the majority stake.

¹ Source: Thomson Financial

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

	Billions of yen		% Change
	For the three months ended		(%)
	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)	
	(A)	(B)	(A-B)/(B)
Net revenue	17.6	18.4	(4.4)
Non-interest expenses	12.4	12.7	(2.3)
Income before income taxes	5.2	5.7	(8.9)

* In January 2006, certain functions of Other business were integrated to Asset Management. Certain reclassifications of previously reported amounts have been made to conform to the current presentation.

Net revenue decreased 4.4% from the previous quarter to 17.6 billion yen, while non-interest expenses declined 2.3% to 12.4 billion yen. Income before income taxes fell 8.9% to 5.2 billion yen.

Distribution of funds offering frequent distributions such as the My Story Profit Distribution-type Fund and newly-launched funds such as absolute return funds and regional index funds was robust during the quarter. However, total assets under management in Asset Management as of the end of June declined by 150 billion yen from the end of March to 23 trillion yen due to the stock market decline.

Funds for bank customers and the Nomura Global 6 Assets Diversified Fund distributed by Japan Post saw steady increases in net assets.

Other Operating Results

	Billions of yen		% Change
	For the three months ended		(%)
	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)	
	(A)	(B)	(A-B)/(B)

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Net revenue	(13.3)	(3.9)	
Non-interest expenses	9.7	14.0	(30.5)
	<u> </u>	<u> </u>	<u> </u>
Income(loss) before income taxes	(23.0)	(17.9)	
	<u> </u>	<u> </u>	<u> </u>

Loss before income taxes was 23.0 billion yen for the three months ended June 30, 2006, mainly due to losses such as net gain/loss on trading related to economic hedging transactions. (Please refer to Page 17 for details.)

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

	Billions of yen		% Change
	For the three months ended		(%)
	June 30, 2006 (2006.4.1 ~ 2006.6.30)	March 31, 2006 (2006.1.1 ~ 2006.3.31)	
	(A)	(B)	(A-B)/(B)
Compensation and benefits	79.5	87.7	(9.3)
Commissions and floor brokerage	9.8	9.3	5.4
Information processing and communications	23.0	27.3	(15.9)
Occupancy and related depreciation	13.4	14.3	(6.0)
Business development expenses	7.2	9.6	(24.8)
Other	22.4	32.8	(31.6)
Non-Interest Expenses	155.3	180.9	(14.2)

Business segment non-interest expenses decreased 14.2% from the previous quarter to 155.3 billion yen. Compensation and benefits expenses decreased 9.3% from the previous quarter to 79.5 billion yen and information processing and communications expenses decreased 15.9% compared to the previous quarter to 23 billion yen.

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NOMURA HOLDINGS, INC.
 CONSOLIDATED INCOME STATEMENT INFORMATION
 (UNAUDITED)

	Millions of yen		% Change	Millions of yen
	For the three months ended			For the year ended
	June 30, 2006 (A)	June 30, 2005 (B)	(A-B)/(B)	March 31, 2006
Revenue:				
Commissions	79,579	55,152	44.3	356,325
Fees from investment banking	14,351	14,719	(2.5)	108,819
Asset management and portfolio service fees	29,732	19,942	49.1	102,667
Net gain on trading	55,770	70,802	(21.2)	304,223
Gain (loss) on private equity investments	9,784	(2,490)		12,328
Interest and dividends	207,860	132,914	56.4	693,813
(Loss) gain on investments in equity securities	(20,509)	(2,825)		67,702
Private equity entities product sales	20,985	24,520	(14.4)	88,210
Other	4,178	6,900	(39.4)	58,753
Total revenue	401,730	319,634	25.7	1,792,840
Interest expense	195,796	132,101	48.2	647,190
Net revenue	205,934	187,533	9.8	1,145,650
Non-interest expenses :				
Compensation and benefits	82,768	72,612	14.0	325,431
Commissions and floor brokerage	10,255	5,915	73.4	32,931
Information processing and communications	23,167	20,621	12.3	89,600
Occupancy and related depreciation	14,442	12,518	15.4	55,049
Business development expenses	7,848	6,766	16.0	32,790
Private equity entities cost of goods sold	11,365	14,999	(24.2)	48,802
Other	22,685	25,004	(9.3)	115,447
	172,530	158,435	8.9	700,050
Income from continuing operations before income taxes	33,404	29,098	14.8	445,600
Income tax expense	13,266	19,966	(33.6)	188,972
Income from continuing operations	20,138	9,132	120.5	256,628
Discontinued operations				
Income from discontinued operations before income taxes (including gain on disposal of ¥74,852 million in the year ended March 31, 2006)		1,606		99,413

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Income tax expense		2,417		51,713
(Loss) gain on discontinued operations		(811)		47,700
Net income	20,138	8,321	142.0	304,328
		Yen	% Change	Yen
Per share of common stock:				
Basic-				
Income from continuing operations	10.52	4.72	122.9	134.10
(Loss) gain on discontinued operations		(0.42)		24.92
Net income	10.52	4.30	144.7	159.02
Diluted-				
Income from continuing operations	10.50	4.72	122.5	133.89
(Loss) gain on discontinued operations		(0.42)		24.89
Net income	10.50	4.30	144.2	158.78

Note: Reclassifications -

In accordance with SFAS No. 144, Accounting for the Impairment or Disposal of Long-Lived Assets, income from discontinued operations are separately reported.

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NOMURA HOLDINGS, INC.

CONSOLIDATED BALANCE SHEET INFORMATION

(UNAUDITED)

	Millions of yen		
	June 30, 2006	March 31, 2006	June 30, 2005
ASSETS			
Cash and cash deposits:			
Cash and cash equivalents	436,101	991,961	711,717
Time deposits	477,997	518,111	359,992
Deposits with stock exchanges and other segregated cash	67,397	45,564	60,082
	<u>981,495</u>	<u>1,555,636</u>	<u>1,131,791</u>
Loans and receivables:			
Loans receivable	679,770	682,824	415,047
Receivables from customers	39,922	26,810	11,980
Receivables from other than customers	663,309	656,925	482,943
Allowance for doubtful accounts	(2,923)	(2,878)	(3,007)
	<u>1,380,078</u>	<u>1,363,681</u>	<u>906,963</u>
Collateralized agreements:			
Securities purchased under agreements to resell	7,631,140	8,278,834	8,613,140
Securities borrowed	6,850,531	8,748,973	6,677,167
	<u>14,481,671</u>	<u>17,027,807</u>	<u>15,290,307</u>
Trading assets and private equity investments (including securities pledged as collateral):			
Securities inventory	12,231,990	12,739,805	13,794,381
Derivative contracts	725,172	592,360	470,420
Private equity investments	287,535	365,276	330,705
	<u>13,244,697</u>	<u>13,697,441</u>	<u>14,595,506</u>
Other assets:			
Office buildings, land, equipment and facilities (net of accumulated depreciation and amortization of ¥214,376 million at June 30, 2006, ¥211,521 million at March 31, 2006 and ¥196,090 million at June 30, 2005, respectively)	330,834	330,964	296,200
Lease deposits	46,029	47,582	47,315
Non-trading debt securities (including securities pledged as collateral)	260,158	220,593	276,386
Investments in equity securities	210,714	219,486	159,625
Investments in and advances to affiliated companies	225,235	223,912	233,022
Deferred tax assets	135,200	145,024	112,507
Assets of discontinued operations			930,133
Other	256,828	193,909	184,171
	<u>1,464,998</u>	<u>1,381,470</u>	<u>2,239,359</u>

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Total assets	31,552,939	35,026,035	34,163,926
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Note: Reclassifications -

In accordance with SFAS No. 144, Accounting for the Impairment or Disposal of Long-Lived Assets, assets and liabilities of discontinued operations in the previous year have been reclassified.

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NOMURA HOLDINGS, INC.

CONSOLIDATED BALANCE SHEET INFORMATION

(UNAUDITED)

	Millions of yen		
	June 30, 2006	March 31, 2006	June 30, 2005
LIABILITIES AND SHAREHOLDERS EQUITY			
Short-term borrowings	1,474,783	691,759	497,901
Payables and deposits:			
Payables to customers	302,538	247,511	239,393
Payables to other than customers	884,259	619,271	788,254
Time and other deposits received	349,996	372,949	335,784
	<u>1,536,793</u>	<u>1,239,731</u>	<u>1,363,431</u>
Collateralized financing:			
Securities sold under agreements to repurchase	10,694,380	10,773,589	13,006,286
Securities loaned	5,099,776	6,486,798	4,268,462
Other secured borrowings	516,051	3,002,625	3,582,264
	<u>16,310,207</u>	<u>20,263,012</u>	<u>20,857,012</u>
Trading liabilities:			
Securities sold but not yet purchased	5,066,946	5,880,919	4,831,655
Derivative contracts	652,175	646,708	527,649
	<u>5,719,121</u>	<u>6,527,627</u>	<u>5,359,304</u>
Other liabilities:			
Accrued income taxes	15,827	188,770	21,367
Accrued pension and severance costs	65,163	65,041	78,316
Liabilities of discontinued operations			880,294
Other	390,001	388,169	295,240
	<u>470,991</u>	<u>641,980</u>	<u>1,275,217</u>
Long-term borrowings	<u>3,964,290</u>	<u>3,598,599</u>	<u>2,967,746</u>
Total liabilities	<u>29,476,185</u>	<u>32,962,708</u>	<u>32,320,611</u>
Commitments and contingencies (See Note 2)			
Shareholders' equity:			
Common stock			
Authorized - 6,000,000,000 shares	182,800	182,800	182,800

Issued - 1,965,919,860 shares at June 30, 2006,

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March 31, 2006, and June 30, 2005

Additional paid-in capital	160,694	159,527	156,759
Retained earnings	1,823,928	1,819,037	1,614,457
Accumulated other comprehensive (loss) income			
Minimum pension liability adjustment	(14,026)	(14,096)	(24,093)
Cumulative translation adjustments	4,896	(1,129)	(19,038)
	(9,130)	(15,225)	(43,131)
	2,158,292	2,146,139	1,910,885
Less-Common stock held in treasury, at cost - 60,097,536 shares, 61,055,664 shares, and 49,669,784 shares at June 30, 2006, at March 31, 2006 and June 30, 2005, respectively	(81,538)	(82,812)	(67,570)
Total shareholders' equity	2,076,754	2,063,327	1,843,315
Total liabilities and shareholders' equity	31,552,939	35,026,035	34,163,926

Note: Reclassifications -

In accordance with SFAS No. 144, Accounting for the Impairment or Disposal of Long-Lived Assets, assets and liabilities of discontinued operations in the previous year have been reclassified.

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NOMURA HOLDINGS, INC.

CONSOLIDATED INFORMATION OF CASH FLOWS

(UNAUDITED)

	Millions of yen		
	For the three months ended		For the year ended
	June 30, 2006	June 30, 2005	March 31, 2006
Cash flows from operating activities from continuing operations:			
Income from continuing operations	20,138	9,132	256,628
Adjustments to reconcile income from continuing operations to net cash (used in) provided by operating activities from continuing operations			
Depreciation and amortization	12,135	10,403	42,812
Loss (gain) on investments in equity securities	20,509	2,825	(67,702)
Changes in operating assets and liabilities:			
Time deposits	47,941	56,486	(81,193)
Deposits with stock exchanges and other segregated cash	(21,644)	(17,086)	(440)
Trading assets and private equity investments	485,249	1,067,030	2,302,636
Trading liabilities	(843,647)	20,757	1,084,026
Securities purchased under agreements to resell, net of securities sold under agreements to repurchase	596,750	(1,059,640)	(3,107,197)
Securities borrowed, net of securities loaned	526,758	(866,866)	(761,584)
Other secured borrowings	(2,484,996)	163,073	(416,566)
Loans and receivables, net of allowance	21,931	311,942	(75,773)
Payables and deposits received	303,505	402,555	157,956
Other, net	(268,258)	(35,154)	100,070
Net cash (used in) provided by operating activities from continuing operations	(1,583,629)	65,457	(566,327)
Cash flows from investing activities from continuing operations:			
Payments for purchases of office buildings, land, equipment and facilities	(12,445)	(7,499)	(83,983)
Proceeds from sales of office buildings, land, equipment and facilities	65	3,179	1,557
Payments for purchases of investments in equity securities	(24)		(2,126)
Proceeds from sales of investments in equity securities	203	9,629	10,523
(Increase) decrease in non-trading debt securities, net	(40,395)	1,499	56,824
Other, net	(1,654)	(5,394)	44,644
Net cash (used in) provided by investing activities from continuing operations	(54,250)	1,414	27,439
Cash flows from financing activities from continuing operations:			
Increase in long-term borrowings	486,299	306,070	1,656,317
Decrease in long-term borrowings	(118,548)	(171,674)	(943,086)
Increase (decrease) in short-term borrowings, net	782,262	(21,348)	175,910
Proceeds from sales of common stock	858	6	871
Payments for repurchases of common stock	(34)	(33,849)	(49,507)
Payments for cash dividends	(68,620)	(19,422)	(42,290)
Net cash provided by financing activities from continuing operations	1,082,217	59,783	798,215

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Effect of exchange rate changes on cash and cash equivalents	(198)	(52)	16,419
Discontinued operations, net			131,100
Net (decrease) increase in cash and cash equivalents	(555,860)	126,602	406,846
Cash and cash equivalents at beginning of the period	991,961	585,115	585,115
Cash and cash equivalents at end of the period	436,101	711,717	991,961

Note: Reclassifications -

Cash flows from discontinued operations have been removed from cash flows from continuing operations.

Table of Contents**NOMURA HOLDINGS, INC.****NOTES TO THE CONSOLIDATED FINANCIAL INFORMATION****(UNAUDITED)****1. Accounting policies:**

The consolidated financial information herein has been prepared in accordance with Nomura's accounting policies which are disclosed in the footnotes of Nomura Holdings, Inc.'s Annual Securities Report (the Annual Report filed with the Director of the Kanto Local Finance Bureau of the Ministry of Finance in Japan) and Form 20-F (the Annual Report filed with the U.S. Securities and Exchange Commission) for the year ended March 31, 2006.

Nomura early adopted SFAS No. 155, Accounting for Certain Hybrid Financial Instruments in this period.

2. Credit and investment commitments and guarantees:**Commitments**

In connection with its banking/financing activities, Nomura has provided to counterparties through subsidiaries, commitments to extend credit, which generally have a fixed expiration date. In connection with its investment banking activities, Nomura has entered into agreements with customers under which Nomura has committed to underwrite notes that may be issued by the customers. The outstanding commitments under these agreements are included in commitments to extend credit.

Nomura has commitments to invest in interests in various partnerships and other entities, primarily in connection with its merchant banking activities, and also has commitments to provide financing for investments related to these partnerships. The outstanding commitments under these agreements are included in commitments to invest in partnerships.

These commitments were as follows:

	Millions of yen	
	June 30, 2006	March 31, 2006
Commitments to extend credit and to invest in partnerships	286,532	328,662

Table of Contents**Guarantees**

Nomura enters into, in the normal course of its subsidiaries' banking/financing activities, various guarantee arrangements with counterparties in the form of standby letters of credit and other guarantees, which generally have a fixed expiration date. In addition, Nomura enters into certain derivative contracts that meet the accounting definition of a guarantee under FIN No. 45. Contractual amounts of these guarantees, other than derivative contracts, for which the fair values are recorded on the consolidated balance sheets at fair value were as follows:

	Millions of yen	
	June 30, 2006	March 31, 2006
Standby letters of credit and other guarantees	6,843	6,993

3. Comprehensive income:

	Millions of yen		
	For the three months ended		For the year ended
	June 30, 2006	June 30, 2005	March 31, 2006
Net income	20,138	8,321	304,328
Other comprehensive income (loss), net of tax:			
Change in cumulative translation adjustments	6,025	(955)	16,954
Minimum pension liability adjustment during the period	70	553	10,549
Total other comprehensive income (loss), net of tax	6,095	(402)	27,503
Comprehensive income	26,233	7,919	331,831

Table of Contents**4. Segment Information-Operating segment:**

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

	Millions of yen		% Change	Millions of yen
	For the three months ended			For the year ended
	June 30, 2006 (A)	June 30, 2005 (B)	(A-B)/(B)	March 31, 2006
(1) Net revenue				
Business segment information:				
Domestic Retail	105,609	84,812	24.5	446,535
Global Markets	68,899	49,759	38.5	371,108
Global Investment Banking	18,808	12,785	47.1	99,666
Global Merchant Banking	12,123	(3,267)		68,244
Asset Management	17,636	13,968	26.3	65,843
Sub Total	223,075	158,057	41.1	1,051,396
Other	(13,301)	13,382		8,403
Net revenue	209,774	171,439	22.4	1,059,799
Reconciliation items:				
Unrealized gain (loss) on investments in equity securities held for relationship purposes	(20,649)	(10,993)		59,320
Effect of consolidation/deconsolidation of certain private equity investee companies	16,809	27,087	(37.9)	26,531
Consolidated net revenue	205,934	187,533	9.8	1,145,650
(2) Non-interest expense				
Business segment information:				
Domestic Retail	63,070	54,507	15.7	249,330
Global Markets	54,573	50,486	8.1	213,387
Global Investment Banking	13,237	10,616	24.7	48,127
Global Merchant Banking	2,326	2,588	(10.1)	12,809
Asset Management	12,413	10,006	24.1	45,220
Sub Total	145,619	128,203	13.6	568,873
Other	9,706	5,820	66.8	38,934
Non-interest expense	155,325	134,023	15.9	607,807
Reconciliation items:				
Unrealized gain (loss) on investments in equity securities held for relationship purposes				
Effect of consolidation/deconsolidation of certain private equity investee companies	17,205	24,412	(29.5)	92,243

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Consolidated non-interest expenses	172,530	158,435	8.9	700,050
(3) Income (loss) before income taxes				
Business segment information:				
Domestic Retail	42,539	30,305	40.4	197,205
Global Markets	14,326	(727)		157,721
Global Investment Banking	5,571	2,169	156.8	51,539
Global Merchant Banking	9,797	(5,855)		55,435
Asset Management	5,223	3,962	31.8	20,623
Sub Total	77,456	29,854	159.4	482,523
Other *	(23,007)	7,562		(30,531)
Income before income taxes	54,449	37,416	45.5	451,992
Reconciliation items:				
Unrealized gain (loss) on investments in equity securities held for relationship purposes	(20,649)	(10,993)		59,320
Effect of consolidation/deconsolidation of certain private equity investee companies	(396)	2,675		(65,712)
Income from continuing operations before income taxes	33,404	29,098	14.8	445,600
Income from discontinued operations before income taxes		1,606		99,413
Income before income taxes (Total of continuing operations and discontinued operation)	33,404	30,704	8.8	545,013

* **The 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	Millions of yen
	For the three months ended			For the year ended
	June 30, 2006 (A)	June 30, 2005 (B)	(A-B)/(B)	March 31, 2006
Net gain/loss on trading related to economic hedging transactions	(11,382)	(2,788)		(64,761)
Realized gain on investments in equity securities held for relationship purposes	140	8,168	(98.3)	8,382
Equity in earnings of affiliates	3,309	2,749	20.4	27,842
Corporate items	(7,163)	503		(7,443)
Others	(7,911)	(1,070)		5,449
Total	(23,007)	7,562		(30,531)

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Supplemental Consolidated Financial Information

(Unaudited)

This supplemental information (Unaudited) contains the following items.

Quarterly Results - Consolidated Income Statement

Quarterly Results - Business Segment

Commissions/fees received and Net gain on trading

Consolidated Income Statement Information

Business segment information

Reconciliation items of the business segment information to the consolidated income statement information

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NOMURA HOLDINGS, INC.

CONSOLIDATED INCOME STATEMENT INFORMATION

(UNAUDITED)

	Millions of yen					% Change (B-A)/(A)
	For the three months ended					
	June 30, 2005	September 30, 2005	December 31, 2005	March 31, 2006(A)	June 30, 2006(B)	
Revenue:						
Commissions	55,152	77,498	106,187	117,488	79,579	(32.3)
Fees from investment banking	14,719	24,068	28,569	41,463	14,351	(65.4)
Asset management and portfolio service fees	19,942	24,949	25,589	32,187	29,732	(7.6)
Net gain on trading	70,802	43,847	90,578	98,996	55,770	(43.7)
(Loss) gain on private equity investments	(2,490)	2,247	7,615	4,956	9,784	97.4
Interest and dividends	132,914	183,334	216,162	161,403	207,860	28.8
(Loss) gain on investments in equity securities	(2,825)	31,199	36,249	3,079	(20,509)	
Private equity entities product sales	24,520	21,960	23,916	17,814	20,985	17.8
Other	6,900	5,735	19,115	27,003	4,178	(84.5)
Total revenue	319,634	414,837	553,980	504,389	401,730	(20.4)
Interest expense	132,101	142,220	194,200	178,669	195,796	9.6
Net revenue	187,533	272,617	359,780	325,720	205,934	(36.8)
Non-interest expenses:						
Compensation and benefits	72,612	73,792	87,876	91,151	82,768	(9.2)
Commissions and floor brokerage	5,915	8,881	8,472	9,663	10,255	6.1
Information processing and communications	20,621	20,624	20,952	27,403	23,167	(15.5)
Occupancy and related depreciation	12,518	13,971	13,396	15,164	14,442	(4.8)
Business development expenses	6,766	8,167	7,622	10,235	7,848	(23.3)
Private equity entities cost of goods sold	14,999	13,009	13,712	7,082	11,365	60.5
Other	25,004	21,903	30,505	38,035	22,685	(40.4)
	158,435	160,347	182,535	198,733	172,530	(13.2)
Income from continuing operations before income taxes	29,098	112,270	177,245	126,987	33,404	(73.7)
Income tax expense	19,966	51,600	73,201	44,205	13,266	(70.0)
Income from continuing operations	9,132	60,670	104,044	82,782	20,138	(75.7)
Discontinued operations						
Income from discontinued operations before income taxes	1,606	5,339	9,863	82,605		
Income tax expense	2,417	5,128	7,415	36,753		
(Loss) gain on discontinued operations	(811)	211	2,448	45,852		

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NOMURA HOLDINGS, INC.
 SUPPLEMENTARY INFORMATION
 (UNAUDITED)

Business Segment Information - Quarterly Results

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

	Millions of yen					% Change (B-A)/(A)
	For the three months ended					
	June 30, 2005	September 30, 2005	December 31, 2005	March 31, 2006 (A)	June 30, 2006 (B)	
(1) Net revenue						
Business segment information:						
Domestic Retail	84,812	101,434	136,732	123,557	105,609	(14.5)
Global Markets	49,759	77,740	115,175	128,434	68,899	(46.4)
Global Investment Banking	12,785	20,453	35,286	31,142	18,808	(39.6)
Global Merchant Banking	(3,267)	6,875	80,112	(15,476)	12,123	
Asset Management	13,968	15,363				