

NOMURA HOLDINGS INC
Form 6-K
February 01, 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

For the month of February 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)

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 X Form 40-F _____

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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 X

If Yes 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. [Consolidated Results of Operations (US GAPP), third quarter, year ending March 2006]

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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: February 1, 2006

By: /s/ TETSU OZAKI

Tetsu Ozaki
Senior Managing Director

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6. The consolidated financial information in this document is unaudited.

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Financial Highlights

.. Net revenue for the third quarter was 359.8 billion yen (+32% QoQ, +86% YoY) due to an increase in stock brokerage commissions, strong sales of investment trusts, and a rise in trading revenue. Income before income taxes was 187.1 billion yen (+59% QoQ, 3.8x YoY). Net income jumped to 106.5 billion yen (+75% QoQ, 4.2x YoY). ROE for the third quarter was 22.1%

-
- * During the third quarter, Nomura Principal Finance Co., Ltd., a wholly-owned subsidiary of Nomura Holdings, reached agreements to sell its entire stake in Millennium Retailing and part of its stake in Wanbishi Archives during January 2006. As a result, unrealized gains in conjunction with these transactions will be included in fourth quarter consolidated results, when the transactions actually occur, and are not included in consolidated financial results for the third quarter. Please refer to Supplementary Explanation to Consolidated Financial Figures on Page 5.
- * In accordance with SFAS No. 144 Accounting for the Impairment or Disposal of Long-Lived Assets, net revenue attributable to Millennium Retailing (whose operations became treated as discontinued during the third quarter) is reported net of non-interest expenses in income before income taxes retroactively to the first quarter of the current fiscal year. Income before income taxes and net income attributable to Millennium Retailing are shown separately in the Consolidated income Statement, but shown as totals of continuing and discontinued operations in the above charts.

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Supplementary Explanation to Consolidated Financial Figures

- (1) Among Effect of Consolidation/deconsolidation of Certain Private Equity Companies, adjustment for the unrealized gains in association with agreements to sell MRG and WA shares (87.2 billion yen)
- (2) Among Effect of Consolidation/deconsolidation of Certain Private Equity Companies, the amount excluding that of (1)
- (3) Unrealized gains on investments in equity securities held for relationship purposes (36.3 billion yen)

Effect of Consolidation/ deconsolidation of Certain Private Equity Companies explained on (P17)

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Business Segment Highlights

- n Total net revenue from all 5 business segments was 386.4 billion yen (+76% QoQ, 2.3x YoY), income before income taxes was 231.8 billion yen (2.8x QoQ, 5.3x YoY)**

- n All five business segments once again posted increases in both net revenue and income before income taxes. Four business segments (Domestic Retail, Global Markets, Global Investment Banking, and Asset Management) recorded the highest levels of net revenue and income before income taxes since the fiscal year ended March 2002.**

- n Domestic Retail**
 - “ Second consecutive quarter of record revenue and income, due to higher stock brokerage commissions and strong sales of investment trusts

- n Global Markets**
 - “ Trading revenue increased, mainly due to firm structured bond sales

- n Global Investment Banking**
 - “ Higher equity underwriting fees and Millennium deal led to rise in revenue

- n Global Merchant Banking**
 - “ Reached agreements to sell Millennium Retailing and partial stake in Wanbishi Archives

- n Asset Management**
 - “ Strong sales of funds offering frequent distribution

Appendix:

Segment Other Income before Income Taxes: P20

* In accordance with fair value accounting guidelines, business segment totals for the three months ended December 31, 2005 include unrealized gains in conjunction with the agreements reached to sell stakes in Millennium Retailing and Wanbishi Archives. However, under US GAAP consolidated financial reporting, such unrealized gains are required to be recognized in the fourth quarter of the year ending March 31, 2005 when the transactions actually occur. Consequently, the aforementioned unrealized gains are not included in US GAAP figures for the three months ended December 31, 2005. Please refer to Page 5 for an explanation of the differences between US GAAP and business segment values.

Table of Contents**Domestic Retail**

Net revenue increased to 136.7 billion yen (+35% QoQ, +87% YoY), income before income taxes rose to 74.1 billion yen (+79% QoQ, 4.1x YoY). Client assets, including Financial Management Division assets, increased by 10 trillion yen during the quarter to 79.4 trillion yen.

- .. Stock brokerage commissions jumped 56% QoQ to 53.9 billion yen, spurred on by active equities markets.
- .. Investment trust commissions* of 26.8 billion yen due to strong distribution of newly launched funds and funds offering frequent distributions; third consecutive record quarter since fiscal year ended March 2002.
- .. Sales credit increased 30% QoQ to 32.3 billion yen, on firm sales of structured bonds.

* Nomura Securities (p. 24)

Net Revenue and Income Before Income Taxes

	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2006.3			
					1Q	2Q	3Q	QoQ
Commissions	97.5	104.1	155.2	174.0	45.2	61.0	85.5	40%
(Retail stock brokerage commissions)	61.7	48.2	92.1	103.0	20.8	34.6	53.9	56%
Sales credit	61.5	95.7	97.8	73.7	27.5	24.7	32.3	30%
Fees from investment banking	14.0	15.0	26.1	24.5	3.4	6.1	8.0	33%
Investment trust administration fees and other	53.1	32.0	21.8	26.1	7.1	8.1	9.1	12%
Net interest revenue	3.0	2.4	4.9	6.1	1.7	1.5	1.9	25%
Net revenue	229.1	249.3	305.8	304.4	84.8	101.4	136.7	35%
Non-interest expenses	208.6	213.6	226.2	223.2	54.5	60.0	62.6	4%
Income before income taxes	20.5	35.7	79.5	81.2	30.3	41.4	74.1	79%

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Number of accounts: P27

Investments trusts: P31

Table of Contents**Global Markets**

Net revenue rose to 115.2 billion yen (+48% QoQ, 2.0x YoY), while income before income taxes increased to 60.9 billion yen (+93% QoQ, 4.7x YoY)

- .. Fixed Income net revenue jumped 48% QoQ to 54.1 billion yen on strong sales of structured bonds and higher trading revenue on robust derivative trading resulting from favorable market conditions.
- .. Equity net revenue grew 55% QoQ to 53.3 billion yen, as a result of MPO deals, block trades, and strong trading in equity derivatives.
- .. Key business areas: Loan-related business handled 88 billion yen in business. (FY2005 total = 375 billion yen)

Net Revenue and Income before Income Taxes

	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2006.3			
					1Q	2Q	3Q	QoQ
Fixed Income	90.8	154.0	174.0	119.8	21.3	36.5	54.1	48%
Equity	125.1	82.0	110.2	94.5	23.6	34.4	53.3	55%
Other	0.0	0.0	0.0	28.8	4.8	6.9	7.8	13%
Net revenue	215.8	236.0	284.1	243.1	49.8	77.7	115.2	48%
Non-interest expenses	133.2	142.4	163.3	182.9	50.5	46.2	54.3	17%
Income before income taxes	82.6	93.6	120.8	60.2	-0.7	31.5	60.9	93%

Appendix:

Third Quarter Achievements: P31

Market share data: P33

Value at Risk: 34

- * In April 2004, Fixed Income, Equity and certain functions of Investment Banking were consolidated to create Global Markets.
- * Figures up to FY2004.3 are the total of Fixed Income and Equity and differ slightly in composition.

Table of Contents**Global Investment Banking**

Net revenue rose to 35.3 billion yen (+73% QoQ, +74% YoY), income before income taxes surged to 23.3 billion yen (2.6x QoQ, 2.4x YoY).

- .. Served as lead manager for Sony Communication Network's IPO and a public offering from Chiba Bank. Ranked No. 1 in Equity and Equity-related league table for the 2005 calendar year*.
- .. In M&A, we served as FA on such deals as the merger between Tomen and Toyota Tsusho, and the sale of Kanebo by the Industrial Revitalization Corporation of Japan. Ranked No. 1 in M&A league table for 2005 calendar year*.
- .. In overseas deals, we served as lead manager for the TSE listing of Korea's POSCO, and we were a global coordinator of the India's ICICI Bank's global offering. We also announced the first M&A deal based on our alliance with Rothschild.

Net Revenue and Income before Income Taxes

	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2006.3			
					1Q	2Q	3Q	QoQ
Net revenue	88.3	69.1	70.9	75.4	12.8	20.5	35.3	73%
Non-interest expenses	57.4	56.4	53.7	46.2	10.6	11.3	12.0	6%
Income before income taxes	30.9	12.8	17.2	29.2	2.2	9.1	23.3	155%

Appendix:

Third Quarter Achievements: P31

*League tables: P32

Market share data: P33

* In April 2004, Fixed Income, Equity and certain functions of Investment Banking were consolidated to create Global Markets.

Table of Contents**Global Merchant Banking**

Net revenue of 80.1 billion yen (11.7x QoQ) and income before income taxes of 77.6 billion yen (16.6x QoQ)

- .. Nomura Principal Finance (NPF) reached agreement to sell shares owned in Millennium Retailing to Seven & I Holdings. (131.1 billion yen transaction scheduled for 1/31/2006)
- .. NPF and Tokyo Marine Capital reached agreement to sell 41.4% stake (after full dilution) in Wanbishi Archives to Toyota Industries Corp. (230 billion yen transaction completed on 1/12/2006)

Net Revenue and Income before Income Taxes

	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2006.3			
					1Q	2Q	3Q	QoQ
Net revenue (lhs)	135.8	-6.6	10.7	7.3	-3.3	6.9	80.1	1065%
Non-interest expenses	58.0	8.6	10.2	10.4	2.6	2.2	2.5	14%
Income before income taxes (rhs)	77.7	-15.3	0.5	-3.0	-5.9	4.7	77.6	1558%

Appendix:

Effect of consolidation / deconsolidation of certain PE investee companies (B/S) : P22

Business exposure: P28

Table of Contents**Asset Management**

Net revenue increased to 16.4 billion yen (+19% QoQ, +33% YoY), income before income taxes rose to 5.5 billion yen (+39% QoQ, +60% YoY). Total assets under management rose 2.4 trillion yen from September 30, 2005 to 22.5 trillion yen.

- .. Newly launched funds (Nomura Multi-currency Japan Stock Fund: net assets of 263.6 billion yen as of 12/31/2005) and existing funds offering frequent distributions (My Story Profit Distribution-type Fund: net assets up 157.7 billion yen QoQ to 291.3 billion yen as of 12/31/2005) contributed to an increase in assets under management.
- .. Assets under management in funds for bank customers up 53% from September 30 to 324.9 billion yen, and Nomura Small Cap Stock Open for Mizuho Bank customers launched in January.
- .. Nomura Global 6 Assets Diversified Fund distributed through Japan Post with net assets of 27.3 billion yen as of 12/31/2005.

Net Revenue and Income before Income Taxes

	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2006.3			
					1Q	2Q	3Q	QoQ
Net revenue	47.2	37.1	36.0	43.5	12.5	13.8	16.4	19%
Non-interest expenses	37.0	33.9	37.0	36.1	9.2	9.9	10.9	11%
Income before income taxes	10.2	3.2	-1.0	7.4	3.3	4.0	5.5	39%

Appendix:

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Investment Trusts: P30

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

Non-interest expenses (business segment total) up to 154.5 billion yen (+12% QoQ, +25% YoY)

.. Compensation and benefits rose 21% QoQ to 84.5 billion yen, primarily due to an increase in reserves for bonuses

Note: All non-interest expense figures shown on this slide exclude the effects of consolidation/deconsolidation of certain private equity investee companies. See P17 and P22 for more details.

	FY2004.3	FY2005.3	FY2006.3			QoQ
			1Q	2Q	3Q	
Compensation and benefits	256.9	264.7	69.1	70.0	84.5	21%
Commissions and floor brokerage	18.9	22.1	5.5	8.6	8.1	-6%
Information processing and communications	79.9	80.9	20.5	20.5	20.8	1%
Occupancy and related depreciation	53.7	50.8	11.3	12.8	12.4	-4%
Business development expenses	22.8	26.2	6.3	7.7	7.0	-9%
Other	72.4	76.6	21.4	18.7	21.8	17%
Total	504.0	521.4	134.0	138.3	154.5	12%

Appendix:

Effect of consolidation / deconsolidation of certain PE investee companies: P22

Number of employees: P35

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Table of Contents**Net Income and ROE**

	<u>FY2002.3</u>	<u>FY2003.3</u>	<u>FY2004.3</u>	<u>FY2005.3</u>	<u>FY2006.3</u>
					<u>1Q-3Q</u>
Net income (lhs)	168.0	119.9	172.3	94.7	175.7
ROE (rhs)	11.1%	7.4%	10.1%	5.2%	12.1%*
Net income per share (basic)	85.6	61.3	88.8	48.8	91.7
Shareholders' equity per share	816.5	846.4	919.7	962.5	1,045.1

* Annualized

Table of Contents**Consolidated Revenue**

(billions of yen)

	Full Year			1Q-3Q			Quarter				
	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2005.3	FY2006.3	FY2006.3				
					1-3Q	1-3Q	YoY	1Q	2Q	3Q	QoQ
Revenue											
Commissions	140.0	141.6	210.2	222.0	161.4	238.8	48%	55.2	77.5	106.2	37%
Fees from investment banking	75.3	81.8	87.0	92.3	66.2	67.4	2%	14.7	24.1	28.6	19%
Asset management and portfolio service fees	110.0	79.3	66.2	78.5	57.3	70.5	23%	19.9	24.9	25.6	3%
Net gain on trading	162.2	172.3	229.0	201.7	131.3	205.2	56%	70.8	43.8	90.6	107%
Gain (loss) on private equity investments	232.5	-14.4	13.1	7.7	-3.8	7.4		-2.5	2.2	7.6	239%
Interest and dividends	500.5	368.7	343.3	401.4	305.0	532.4	75%	132.9	183.3	216.2	18%
Gain (loss) on investments in equity securities	-55.9	-41.3	55.9	15.3	6.4	64.6	910%	-2.8	31.2	36.2	16%
Private equity entities product sales		6.2	17.6	75.1	53.5	70.4	32%	24.5	22.0	23.9	9%
Other*	660.8	13.4	23.6	32.3	20.5	31.8	55%	6.9	5.7	19.1	233%
Total revenue	1,825.4	807.7	1,045.9	1,126.2	797.9	1,288.5	61%	319.6	414.8	554.0	34%
Interest expense	504.0	241.4	242.8	327.0	233.2	468.5	101%	132.1	142.2	194.2	37%
Net revenue	1,321.4	566.3	803.1	799.2	564.7	819.9	45%	187.5	272.6	359.8	32%
Non-interest expenses	1,148.4	518.9	520.4	594.4	426.8	501.3	17%	158.4	160.3	182.5	14%
Income from continuing operations before income taxes	173.0	47.4	282.7	204.8	137.9	318.6	131%	29.1	112.3	177.2	58%
Income from discontinued operations before income taxes						16.8		1.6	5.3	9.9	85%
Income before income taxes	173.0	47.4	282.7	204.8	137.9	335.4	131%	30.7	117.6	187.1	59%
Net income from continuing operations	168.0	119.9	172.3	94.7	69.2	173.8	151%	9.1	60.7	104.0	71%
Net income from discontinued operations						1.8		-0.8	0.2	2.4	1,060%
Net income	168.0	119.9	172.3	94.7	69.2	175.7	154%	8.3	60.9	106.5	75%

* FY2002.3 includes 3.5 billion yen for equity in earnings (losses) of affiliates, 294.9 billion yen in product sales (PFG investee company), 177.1 billion yen in revenue from rental business (PFG investee company), and 116.3 billion yen gain from sale of PFG investee company.

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In accordance with SFAS No. 144 Accounting for the Impairment or Disposal of Long-Lived Assets, income before income taxes and net income from operations that became treated as discontinued during the third quarter are separately reported retroactive to the first quarter of the current fiscal year.

Table of Contents**Main Revenue Items**

(billions of yen)

	Full Year		1Q-3Q		Quarter					
	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2005.3	FY2006.3	FY2006.3			QoQ
					1-3Q	1-3Q	1Q	2Q	3Q	
Commissions										
Stock brokerage commissions (Domestic Retail)	61.7	48.2	92.1	103.0	75.7	109.3	20.8	34.6	53.9	56%
Stock brokerage commissions (Other)	31.5	29.3	45.4	40.2	29.5	38.9	8.0	14.2	16.7	18%
Other brokerage commissions	4.3	7.6	12.2	13.0	8.9	11.0	2.8	2.2	6.0	179%
Commissions for distribution of investment trusts	26.7	30.5	37.3	41.7	30.0	59.5	17.5	19.6	22.4	14%
Other	15.8	26.0	23.2	24.1	17.4	20.1	6.1	6.9	7.2	4%
Total	140.0	141.6	210.2	222.0	161.4	238.8	55.2	77.5	106.2	37%
Fees from Investment Banking										
Equity underwriting commissions	29.0	24.6	44.7	49.1	38.2	35.2	4.9	12.4	17.9	44%
Bond underwriting commissions	31.6	37.0	26.4	20.5	12.7	12.6	3.6	4.7	4.2	-10%
M&A/Financial advisory fees	13.4	16.8	15.8	22.6	15.2	19.5	6.2	6.9	6.4	-8%
Other	1.3	3.4	0.1	0.1	0.0	0.1	0.1	0.0	0.1	
Total	75.3	81.8	87.0	92.3	66.2	67.4	14.7	24.1	28.6	19%
Asset Management and Portfolio Service Fees										
Asset management fees	89.9	60.2	44.2	51.1	38.5	47.4	13.5	16.1	17.8	11%
Administration fees	10.2	10.0	12.1	16.1	10.7	13.5	3.4	5.9	4.2	-29%
Custodial fees	9.8	9.1	9.9	11.3	8.1	9.6	3.1	2.9	3.6	22%
Total	110.0	79.3	66.2	78.5	57.3	70.5	19.9	24.9	25.6	3%
Net Gain on Trading*										
Bonds and other	56.0	133.6	152.3	120.9	81.7	114.5	31.7	24.4	58.4	139%
Equity	113.0	35.9	75.2	76.8	46.1	87.1	38.9	15.4	32.8	113%
Gain on merchant banking trading	-6.8	2.8	1.5	4.0	3.5	3.6	0.2	4.0	-0.6	
Net interest revenue	-3.5	127.3	100.4	74.3	71.8	63.9	0.8	41.1	22.0	-47%
Total	158.7	299.6	329.4	276.0	203.2	269.1	71.6	85.0	112.5	32%

* Includes net interest revenue

Table of Contents**Adjustment of Consolidated Results and Segment Results**

(billions of yen)

	Full Year			1Q-3Q			Quarter				
	FY2002.3	FY2003.3	FY2004.3	FY2005.3	FY2005.3	FY2006.3	YoY	FY2006.3			
								1Q	2Q	3Q	QoQ
Segment Results											
Net revenue	741.8	602.8	729.5	709.0	507.6	777.6	53%	171.4	219.8	386.4	76%
Non-interest expenses	663.3	513.5	504.0	521.4	374.6	426.9	14%	134.0	138.3	154.5	12%
Income before income taxes	78.5	89.2	225.5	187.6	133.0	350.7	164%	37.4	81.5	231.8	184%
Unrealized gain (loss) on investments in equity securities held for relationship purposes											
Net revenue	-60.2	-43.0	54.7	8.4	0.2	56.5	27,615%	-11.0	31.3	36.3	16%
Non-interest expenses											
Income before income taxes	-60.2	-43.0	54.7	8.4	0.2	56.5	27,615%	-11.0	31.3	36.3	16%
Effects of consolidation / deconsolidation of certain private equity investee companies											
Net revenue	639.7	6.5	18.9	81.8	56.8	-14.2		27.1	21.6	-62.9	
Non-interest expenses	485.1	5.3	16.4	73.0	52.2	74.5	43%	24.4	22.1	28.0	27%
Income before income taxes	154.6	1.2	2.4	8.9	4.6	-88.7		2.7	-0.5	-90.8	
US GAAP											
Net revenue	1,321.4	566.3	803.1	799.2	564.7	819.9	45%	187.5	272.6	359.8	32%
Non-interest expenses	1,148.4	518.9	520.4	594.4	426.8	501.3	17%	158.4	160.3	182.5	14%
Income from continuing operations before income	173.0	47.4	282.7	204.8	137.9	318.6	131%	29.1	112.3	177.2	58%
Income from discontinued operations before income						16.8		1.6	5.3	9.9	85%
Income before income taxes	173.0	47.4	282.7	204.8	137.9	335.4	143%	30.7	117.6	187.1	59%

** In accordance with SFAS No. 144 "Accounting for the Impairment or Disposal of Long-Lived Assets", income before income taxes and net income from operations that became treated as discontinued during the third quarter are separately reported retroactive to the first quarter of the current fiscal year.

Table of Contents**Revenue by Segment**

	(billions of yen)						
					FY2005.3	FY2006.3	
	FY2002.3	FY2003.3	FY2004.3	FY2005.3	1-3Q	1-3Q	YoY
Domestic Retail							
Net revenue	229.1	249.3	305.8	304.4	224.8	323.0	44%
Non-interest expenses	208.6	213.6	226.2	223.2	163.2	177.2	9%
Income before income taxes	20.5	35.7	79.5	81.2	61.6	145.8	137%
Global Markets							
Net revenue	215.8	236.0	284.1	243.1	173.3	242.7	40%
Non-interest expenses	133.2	142.4	163.3	182.9	126.5	151.0	19%
Income before income taxes	82.6	93.6	120.8	60.2	46.8	91.7	96%
Global Investment Banking							
Net revenue	88.3	69.1	70.9	75.4	56.1	68.5	22%
Non-interest expenses	57.4	56.4	53.7	46.2	32.9	34.0	3%
Income before income taxes	30.9	12.8	17.2	29.2	23.2	34.6	49%
Global Merchant Banking							
Net revenue	135.8	-6.6	10.7	7.3	-3.1	83.7	
Non-interest expenses	58.0	8.6	10.2	10.4	7.6	7.3	-5%
Income before income taxes	77.7	-15.3	0.5	-3.0	-10.7	76.4	
Asset Management							
Net revenue	47.2	37.1	36.0	43.5	33.0	42.8	30%
Non-interest expenses	37.0	33.9	37.0	36.1	26.6	30.0	13%
Income before income taxes	10.2	3.2	-1.0	7.4	6.4	12.8	100%
5 Segment Total							
Net revenue	716.2	584.8	707.5	673.8	484.1	760.7	57%
Non-interest expenses	494.3	454.9	490.4	498.8	356.8	399.4	12%
Income before income taxes	221.9	129.9	217.0	175.0	127.3	361.3	184%
Other							
Net revenue	25.6	18.0	22.1	35.2	23.6	16.9	-28%
Non-interest expenses	169.0	58.7	13.6	22.6	17.8	27.5	54%
Income before income taxes	-143.4	-40.7	8.5	12.6	5.8	-10.5	
Segment Total							
Net revenue	741.8	602.8	729.5	709.0	507.6	777.6	53%
Non-interest expenses	663.3	513.5	504.0	521.4	374.6	426.9	14%
Income before income taxes	78.5	89.2	225.5	187.6	133.0	350.7	164%

Note: In April 2005, Global Wholesale was reorganized into Global Markets, Global Investment Banking and Global Merchant Banking.
In April 2004, Fixed Income, Equity and certain functions of Investment Banking were consolidated to create Global Markets.
Global Markets figures up to FY2004.3 are the total of Fixed Income and Equity and differ slightly in composition from those of FY2005.3 onward.

Table of Contents**Revenue by Segment (Quarterly)**

(billions of yen)

	FY2004.3				FY2005.3				FY2006.3			YoY	QoQ
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q		
Domestic Retail													
Net revenue	75.0	75.6	75.4	79.8	87.0	64.8	73.0	79.6	84.8	101.4	136.7	87%	35%
Non-interest expenses	54.2	56.9	55.3	59.8	53.3	54.9	55.0	60.0	54.5	60.0	62.6	14%	4%
Income before income taxes	20.8	18.7	20.1	20.0	33.7	9.8	18.0	19.6	30.3	41.4	74.1	311%	79%
Global Markets													
Net revenue	82.6	87.1	41.6	72.8	71.8	44.9	56.6	69.8	49.8	77.7	115.2	103%	48%
Non-interest expenses	41.6	41.5	39.0	41.2	41.2	41.5	43.8	56.4	50.5	46.2	54.3	24%	17%
Income before income taxes	41.1	45.6	2.6	31.6	30.6	3.4	12.8	13.3	-0.7	31.5	60.9	374%	93%
Global Investment Banking													
Net revenue	12.9	20.6	18.0	19.4	12.9	22.9	20.2	19.4	12.8	20.5	35.3	74%	73%
Non-interest expenses	12.1	13.5	13.4	14.7	10.7	11.5	10.7	13.4	10.6	11.3	12.0	12%	6%
Income before income taxes	0.8	7.1	4.6	4.7	2.3	11.4	9.5	6.0	2.2	9.1	23.3	145%	155%
Global Merchant Banking													
Net revenue	-1.4	7.3	-2.3	7.1	2.8	-2.3	-3.5	10.4	-3.3	6.9	80.1		1065%
Non-interest expenses	2.7	2.5	2.8	2.3	3.0	2.4	2.2	2.7	2.6	2.2	2.5	14%	14%
Income before income taxes	-4.1	4.9	-5.1	4.8	-0.2	-4.8	-5.7	7.7					