

The Nomura Trust and Banking Co., Ltd.

Financial Summary

(from April 1st, 2016 to March 31st, 2017)

* The Nomura Trust and Banking Co., Ltd. is a 100% subsidiary of Nomura Holdings, Inc., established in August 1993.

* The financial statements appearing in this summary are prepared in accordance with generally accepted accounting principles in Japan and all figures are rounded downward to the nearest monetary units.

* For convenience only, Yen amounts are translated into U.S. Dollars at the rate of JPY112.19 = USD1.00 (the mean rate as at March 31st, 2017).

Balance Sheets

The Nomura Trust and Banking Co., Ltd.

As of March 31, 2016 and 2017

	Millions of Japanese Yen		Thousands of U.S.Dollars
	2016	2017	2017
Assets:			
Cash and due from banks	¥ 1,391,755	¥ 324,984	\$ 2,896,736
Call loans	8,380	—	—
Trading assets	596	270	2,415
Securities	646,137	561,279	5,002,937
Loans	469,963	458,238	4,084,486
Foreign exchanges	4,085	4,883	43,524
Other assets	24,249	27,064	241,235
Tangible fixed assets	835	634	5,654
Intangible fixed assets	5,980	4,663	41,570
Deferred tax assets	690	716	6,383
Customers' liabilities for acceptances and guarantees	2,000	—	—
Allowance for loan losses	(1,798)	(1,388)	(12,374)
Total assets	¥ 2,552,876	¥ 1,381,347	\$ 12,312,568
Liabilities:			
Deposits	¥ 1,846,875	¥ 751,084	\$ 6,694,757
Negotiable certificates of deposit	56,701	32,501	289,696
Call money	242,305	85,255	759,922
Trading liabilities	596	270	2,410
Borrowed money	82,895	130,909	1,166,855
Due to trust accounts	228,356	288,125	2,568,190
Other liabilities	31,757	30,648	273,182
Provision for retirement benefits	820	963	8,591
Acceptances and guarantees	2,000	—	—
Total liabilities	2,492,308	1,319,758	11,763,606
Capital stock	35,000	35,000	311,970
Legal capital surplus	5,000	5,000	44,567
Other capital surplus	8,270	8,270	73,715
Legal retained earnings	1,147	1,147	10,225
Other retained earnings	8,717	10,473	93,355
Valuation and translation adjustments	2,432	1,697	15,127
Total net assets	60,567	61,588	548,962
Total liabilities and net assets	¥ 2,552,876	¥ 1,381,347	\$ 12,312,568

Statements of Income

The Nomura Trust and Banking Co., Ltd.

Years Ended March 31, 2016 and 2017

	Millions of Japanese Yen		Thousands of U.S.Dollars
	2016	2017	2017
Income:			
Trust fees	¥ 8,785	¥ 8,651	\$ 77,113
Interest income:	10,482	10,282	91,652
Interest on loans and call loans	5,307	4,941	44,046
Interest and dividends on securities	4,131	3,920	34,942
Interest on interest swaps	1,106	1,712	15,268
Others	(62)	(292)	(2,605)
Fees and commissions	4,533	3,444	30,703
Trading income	5	2	21
Other ordinary income	2,352	3,803	33,905
Other income	161	943	8,409
Total income	26,322	27,128	241,805
Expenses:			
Interest expenses:	6,117	5,037	44,905
Interest on deposits	2,433	1,107	9,874
Interest on borrowings and call money	663	200	1,787
Interest on interest swaps	3,015	3,728	33,230
Others	4	1	13
Fees and commissions payments	1,288	1,172	10,453
Other ordinary expenses	130	2,338	20,843
General and administrative expenses	15,267	14,974	133,472
Other expenses	485	968	8,636
Total expenses	23,288	24,492	218,311
Income before income taxes	3,033	2,635	23,493
Income taxes:			
Current	1,307	575	5,126
Deferred	(168)	304	2,716
Net income	¥ 1,893	¥ 1,755	\$ 15,650

Statement of Trust Account

The Nomura Trust and Banking Co., Ltd.

As of March 31, 2016 and 2017

	Millions of Japanese Yen		Thousands of U.S.Dollars
	2016	2017	2017
Assets:			
Loans	¥ 451,414	¥ 329,081	\$ 2,933,249
Securities	2,552,740	2,987,123	26,625,574
Securities held for investment trusts	9,426,563	9,463,261	84,350,313
Foreign investments held for investment trusts	5,302,293	5,621,176	50,104,081
Beneficiary rights	41,433	26,531	236,490
Securities held in custody accounts	522,750	772,966	6,889,794
Monetary claims	78,269	48,279	430,341
Other claims	221,819	317,362	2,828,797
Call loans	640,801	1,133,969	10,107,585
Due from banking account	228,356	288,125	2,568,190
Cash and due from banks	1,419,816	271,996	2,424,423
Other assets	436	100	891
Total assets	¥ 20,886,696	¥ 21,259,975	\$ 189,499,733
Liabilities:			
Money trusts	¥ 2,116,424	¥ 2,221,899	\$ 19,804,790
Pension trusts	77,294	57,350	511,190
Investment trusts	16,625,358	16,639,438	148,314,809
Pecuniary trusts other than money trusts	200,830	197,010	1,756,039
Securities trusts	523,145	1,071,924	9,554,541
Monetary claims trusts	20,225	16,339	145,641
Composite trusts	1,323,418	1,056,013	9,412,720
Total liabilities	¥ 20,886,696	¥ 21,259,975	\$ 189,499,733