

NOMURA HOLDINGS INC
Form 6-K
December 17, 2003
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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 December 2003.

Total number of pages: 69.

The exhibit index is located on page 2.

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.

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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 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

Page Number

1. [Interim Report for the six months ended September 30, 2003]

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Interim Report Pursuant to The Securities and Exchange Law of Japan for The Six Months Ended September 30, 2003

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Note: Translations for the underlined items are attached to this form as below.

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Part I Corporate Information

Item 1. Information on the Company and Its Subsidiaries and Affiliates

1. Selected Financial Data

(1) Selected consolidated financial data

Accounting Principles		U.S. GAAP			Japanese GAAP	
		Six months ended September 30,	Six months ended September 30,	Six months ended September 30,	Year ended March 31,	Year ended March 31,
		2001	2002	2003	2002	2003
Revenue	(Mil yen)		430,253	573,378		840,919
Operating revenue	(Mil yen)	550,422			1,121,743	
Net revenue	(Mil yen)		283,415	414,774		566,274
Net operating revenue	(Mil yen)	279,251			705,346	
Income before income taxes and cumulative effect of accounting change	(Mil yen)		40,637	159,251		47,409
Ordinary income	(Mil yen)	52,914			192,255	
Net income	(Mil yen)	11,332	131,070	86,686	102,756	119,913
Shareholders' equity	(Mil yen)	1,589,584	1,732,621	1,705,548	1,704,988	1,642,328
Total assets	(Mil yen)	16,781,678	18,963,616	27,238,887	18,177,716	21,169,446
Shareholders' equity per share	(Yen)	809.78	881.56	878.34	867.38	846.40
Net income per share	(Yen)	5.77	66.68	44.71	52.32	61.26
Net income per share diluted	(Yen)		66.68	44.71	52.22	61.26
Shareholders' equity as a percentage of total assets	(%)	9.5	9.1	6.3	9.4	7.8
Cash flows from operating activities	(Mil yen)	(310,446)	(396,355)	(30,697)	(369,530)	34,113
Cash flows from investing activities	(Mil yen)	38,097	16,521	95,276	(146,175)	134,053
Cash flows from financing activities	(Mil yen)	209,995	192,850	112,825	484,315	(24,612)
Cash and cash equivalents at end of period	(Mil yen)	319,227	159,694	654,158	356,634	491,237
Number of staffs		12,664	12,536	12,296	12,373	12,060
[Average number of temporary staffs, excluded from above]		[3,145]	[3,044]	[3,057]	[3,157]	[3,062]

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(Notes)

1 The selected consolidated financial data as of September 30, 2002, September 30, 2003 and March 31, 2003 and for the six months ended September 30, 2002 and 2003 and for the year ended March 31, 2003 are stated in accordance with the accounting principles generally accepted in the United States of America (U.S. GAAP). And the selected consolidated financial data as of September 30, 2001 and March 31, 2002 and for the six months ended September 30, 2001 and for the year ended March 31, 2002 are stated in accordance with Japanese GAAP.

2 The consumption tax and local consumption tax on taxable transactions are accounted for based on the tax exclusion method.

3 Shareholders' equity as a percentage of total assets as of September 30, 2002 onwards is calculated based on the following formula.

$$\text{Shareholders' equity as a percentage of total assets} = \frac{\text{Shareholders' equity total}}{\text{Liabilities and shareholders' equity total}} \times 100(\%)$$

4 Shareholders' equity as a percentage of total assets as of September 30, 2001 and March 31, 2002 is calculated based on the following formula.

$$\text{Shareholders' equity as a percentage of total assets} = \frac{\text{Shareholders' equity total}}{\text{Liabilities, minority interest and shareholders' equity total}} \times 100(\%)$$

5 Net income per share - diluted as of September 30, 2001 is not presented as there is no dilution effect.

6 Net operating revenue was stated for the six months ended September 30, 2001 and for the year ended March 31, 2002 by the amendment (Japan Securities Dealers Association, September 28, 2001) of the Uniform Accounting Standards of Securities Companies.

7 In addition to the numbers presented above, the number of staffs in investee companies of private equity investments that were consolidated as subsidiaries on the consolidated financial statements as of September 30, 2003 was 328 and the average number of temporary staffs in those investee companies was 58.

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(2) Selected stand-alone financial data

		Six months ended September 30, 2001	Six months ended September 30, 2002	Six months ended September 30, 2003	Year ended March 31, 2002	Year ended March 31, 2003
Operating revenue	(Mil yen)	218,667	50,064	66,694	269,122	102,633
[Commissions]	(Mil yen)	[110,523]	[]	[]	[110,523]	[]
Ordinary income	(Mil yen)	60,043	7,240	21,751	68,186	10,742
Net income (loss)	(Mil yen)	(24,637)	10,264	19,207	(37,212)	(12,825)
Common stock	(Mil yen)	182,799	182,799	182,799	182,799	182,799
Number of issued shares	(1000 shares)	1,962,980	1,965,919	1,965,919	1,965,919	1,965,919
Shareholders' equity	(Mil yen)	1,456,709	1,409,498	1,355,565	1,441,634	1,342,035
Total assets	(Mil yen)	8,508,619	2,047,106	2,321,921	2,023,909	2,121,113
Interim Dividend per share						
[dividend per share]	(Yen)			7.50	15.00	15.00
Shareholders' equity as a percentage of total assets	(%)	17.1	68.9	58.4	71.2	63.3
Capital Adequacy Ratio	(%)	297.0				
Number of staffs		8,296	5	8	5	5
[Average number of temporary staffs, excluded from above]		[1,798]	[0]	[]	[1]	[0]

(Notes)

- The consumption tax and local consumption tax on taxable transactions are accounted for based on the tax exclusion method.
- The shareholders' equity percentage was calculated based on following formula:
$$\text{Shareholders' equity as a percentage of total assets} = \frac{\text{Shareholders' equity total}}{\text{Liabilities and shareholders' equity total}} \times 100(\%)$$
- The information presented above is based on the stand-alone information of Nomura Holdings, Inc (the Company). For information on shareholders' equity per share, net income per share and net income per share-diluted, see the consolidated financial data of the Company.
- The Company transferred its securities and securities-related business to Nomura Securities Co., Ltd. (formerly Nomura Securities Spin-off Preparation Co., Ltd.) Therefore the Capital Adequacy Ratio after September 30, 2001 is not presented.
- On October 1, 2001, the Company completed its reorganization and adopted a holding company structure. The data for the year ended March 31, 2002 include six months' results of securities and securities-related business. The number of staffs of the Company decreased as most of the employees was transferred to Nomura Securities Co., Ltd. along with the securities and securities related business.

6 The Company introduced the interim dividend system from the six month period ended September 30, 2003.

2. Business Overview

There was no significant change for the business of Nomura Holdings, Inc. and its affiliated companies for the six months ended September 30, 2003.

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Item 2. Operating and Financial Review

1. Operating Results

Following operating results are stated based on the U.S. GAAP consolidated financial statements for the six months ended September 30, 2003 and September 30, 2002 which are reported in Item 5. Financial Information 1. Consolidated Financial Statements and Other (1) Consolidated Financial Statements.

(1) Summary

Nomura Holdings, Inc. and its consolidated subsidiaries (Nomura) reported net revenue of ¥ 414.8 billion for the six months ended September 30, 2003, an increase of 46% from the same period in the prior year. Non-interest expenses were ¥ 255.5 billion for the six months ended September 30, 2003, an increase of 5% from the same period in the prior year. As a result, income before income taxes (and before cumulative effect of accounting change) was ¥ 159.3 billion for the six months ended September 30, 2003, an increase of 292% from the same period in the prior year. On the other hand, net income for the six months ended September 30, 2003 was ¥ 86.7 billion, a decrease of 34% from the same period in the prior year, as cumulative effect of accounting change of ¥ 109.8 billion had been recognized during the same period in the prior year. Total shareholders' equity increased to ¥ 1.7 trillion at September 30, 2003, and as a result, return on equity was 10.4% for the six months ended September 30, 2003.

Cash and cash equivalents at September 30, 2003 increased by ¥162.9 billion compared with March 31, 2003 (decrease of ¥196.9 billion for the same period in the prior year). Net cash used in operating activities was ¥30.7 billion (net cash used in operating activities for the same period in the prior year was ¥396.4 billion), mainly due to an increase in net trading-related balances. Net cash provided by investing activities was ¥95.3 billion (net cash provided by investing activities for the same period in the prior year was ¥16.5 billion) mainly because of sales and redemptions of investments in equity securities and non-trading debt securities. Net cash provided by financing activities was ¥112.8 billion (net cash provided by financing activities for the same period in the prior year was ¥192.9 billion) mainly due to an increase in borrowings.

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The breakdown of Net revenue and Non-interest expenses on the consolidated income statements are as follows.

	Six months ended September 30, 2002 (Mil Yen)	Six months ended September 30, 2003 (Mil Yen)
Commissions	80,776	89,719
Brokerage commissions	47,290	64,258
Commissions for distribution of investment trust	18,004	15,341
Other	15,482	10,120
Fees from investment banking	33,913	34,358
Underwriting and distribution	25,611	27,865
M&A / financial advisory fees	7,163	6,424
Other	1,139	69
Asset management and portfolio service fees	46,095	30,757
Asset management fees	41,461	25,759
Other	4,634	4,998
Net gain on trading	66,149	147,529
Merchant banking	(2,246)	1,155
Equity trading	15,064	52,866