

News Release

NRI Announces Establishment of Holding Company for Australia

Tokyo, August 25, 2017 – Nomura Research Institute, Ltd. (NRI) announced that the meeting of its Board of Directors held today resolved to establish a holding company for Australia and to implement a reorganization of its subsidiary in Australia as described below.

1. Reasons for Establishing a Holding Company for Australia

NRI has been striving to expand its business globally as set out in the long-term management vision, “Vision 2022” and the Medium-Term Management Plan (fiscal 2016 – fiscal 2018). In particular, in Australia, NRI made ASG Group Limited (Head Office: Perth, Australia, ASG) into a subsidiary in December 2016.

In conjunction with the business expansion in Australia, NRI has now decided to establish Nomura Research Institute Holdings Australia, Pty Ltd. (NRI Holdings Australia) in order to strengthen its governance structure in Australia.

Following the establishment of NRI Holdings Australia, NRI plans to implement a reorganization through an investment in kind of the shares it holds in ASG, making NRI Holdings Australia into the holding company for ASG.

2. Overview of Holding Company to Be Established

(1) Name	Nomura Research Institute Holdings Australia, Pty Ltd (planned)
(2) Address	Level 35, Tower Two, International Towers Sydney, 200 Barangaroo Avenue, Barangaroo NSW 2000 Australia (planned)
(3) Representative	President Hirosuke Uramatsu
(4) Business description	Holding company for Australia
(5) Paid-in capital	AUD14 million (JPY1,230 million) (at time of establishment)
(6) Date of establishment	Early October 2017 (planned)
(7) Shareholders	NRI 100%

Notes:

1. Calculations in this news release use an exchange rate of AUD1 = JPY87.90.

2. After the establishment of NRI Holdings Australia, NRI plans to implement a reorganization through an investment in kind of the shares it holds in ASG. As a result, the company is expected to be a specified subsidiary of NRI.

3. Overview of Reorganization of Subsidiary in Australia (planned)

After obtaining the approval of the Foreign Investment Review Board, the Australian government's supervisory agency, NRI plans to make an investment in kind in NRI Holdings Australia of all the shares it holds in ASG, making ASG into a wholly owned subsidiary of NRI Holdings Australia. It plans to complete this reorganization in January 2018.

4. Future outlook

The impact of this matter on NRI's consolidated financial performance will be immaterial.

(Reference) NRI's consolidated financial results forecasts for current fiscal year (published July 27, 2017) and consolidated financial results for the previous fiscal year

(Unit: JPY million)

	Net sales	Operating profit	Profit attributable to owners of parent
Consolidated forecasts for current fiscal year (ending March 31, 2018)	460,000	64,000	59,000
Consolidated financial results for previous fiscal year (ended March 31, 2017)	424,548	58,514	45,064

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