

# High Income Global Finance Notes

March 2010 / April 2010

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### Key Features

The High Income Global Finance Notes provide investors the benefit of regular income over the life of the investment.

Issued by Nomura Bank International plc, rated by S&P as A- at the time of publication.

The High Income Global Finance Notes ("the Notes") are available in a choice of 3 currencies: GBP, USD and EUR., linked to the performance of 5 financial institutions

The full investment term is 4 years, and the Notes are intended to be held for the entire period.

Nomura International plc intends, subject to normal market conditions, to provide a secondary market for the Notes.

### Overview of the structure

The Notes pay quarterly coupons (15 payments) regardless of the performance of the Global Finance Stock Basket.

Capital is at risk with this product.

A fall of 50% or more is required in any stock before capital may be at risk. The performance is measured by comparing the initial level on the Initial Strike Date vs. the closing level on the Final Valuation Date. If this performance measures a fall of 50% or more then investors receive the performance of the worst performing stock at maturity.

Due to current historically depressed stock market levels, this investment offers a good entry point for equity exposure – offering the potential for strong returns for investors willing to take a defined risk to capital.

### Risks

Please bear in mind that investors are exposed to the credit risk of the Issuer. The Notes are not capital protected and investors may receive back less than the original amount invested. The value of the investment can go down as well as up and investors can potentially lose all of their investment. Any secondary market provided by Nomura International plc is subject to change and may be stopped without notice and investors may therefore be unable to sell or redeem the Notes until their maturity. If the Notes are redeemed early they may be redeemed at a level less than the amount originally invested.

## Annualised Quarterly Income equivalent to USD 8.50%, GBP 8.50%, & EUR 8.10%

- **The High Income Global Finance Notes offers attractive fixed income payments throughout the life of the investment**
  - Actual quarterly payments: USD 2.13%, GBP 2.13%, EUR 2.03%
  - Each annual coupon is paid regardless of the performance of the underlying Global Finance Stock Basket
- **The Notes offer conditional capital protection** – a fall of 50% or more in performance is required in any stock before capital may be at risk. The performance is measured by comparing the initial level with the closing level on the Final Valuation Date. If this performance measures a fall of 50% or more then investors receive the performance of the **worst performing stock** at maturity
- The High Income Global Finance Notes are linked to the performance of 5 financial institutions, which are ranked among the biggest banks in the world (source: Bloomberg 2009 Fixed Income League Table). Each firm is a leading player in the financial sector, has excellent trading liquidity, and is listed on major global stock exchanges (NYSE, London Stock Exchange, Euronext). The **Global Finance Stock Basket** consists of stocks of the following financial institutions:
  - Barclays, BNP Paribas, Morgan Stanley, UBS and HSBC.

### Who Can Invest in the Notes?

The Notes are available for purchase within the UK and offshore for the following three investor categories:

- Qualified Professional Investors
- Offshore Life Companies buying as principal
- Corporate and Institutional clients buying as principal

Minimum initial investment per counterparty of Eur 50,000, GBP 50,000, USD 75,000.

### Key Dates\*

Initial Strike Date	23 April 2010	Issue Date	07 May 2010
Final Valuation Date	23 April 2014	Maturity Date	07 May 2014

The full investment term is 4 years, and the Notes are intended to be held for the entire period

\* Subject to adjustment in the case of certain disruption events as more fully described in the final documentation relating to the Notes.

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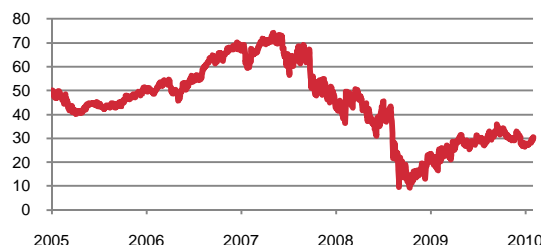
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## Morgan Stanley

Morgan Stanley, a bank holding company, provides diversified financial services on a worldwide basis. The Company operates a global securities business which serves individual and institutional investors and investment banking clients. Morgan Stanley also operates a global asset management business. (1)

Morgan Stanley announced 2009 Full Year Net Revenues of \$23.4 bn, in January 2010. (2)

Morgan Stanley – 5yr Performance (USD) (1)



Sources: 1) Bloomberg, as of 12.03.2010, 2) Morgan Stanley 2009 FY Financials

## UBS

UBS AG is a wealth management, investment banking, and asset management firm. The Company provides a variety of financial services to individuals, institutions, corporations, governments, and financial intermediaries around the world. UBS has offices in over 50 countries and employs more than 65,000 people around the world. (1)

UBS announced a net profit of CHF1.21 bn in 4Q '09. (2)

UBS – 5yr Performance (CHF) (1)



Sources: 1) Bloomberg, as of 12.03.2010, 2) UBS 2009 Fourth Quarter Financials

## Barclays

Barclays PLC offers commercial and investment banking, insurance, financial, asset management and related services. The Company's banking subsidiaries operates branches in the United Kingdom and overseas. (1)

Barclays is the second largest bank in the United Kingdom and realized in 2009 a profit before tax of £11.64bn. (2)

Barclays – 5yr Performance (GBP) (1)



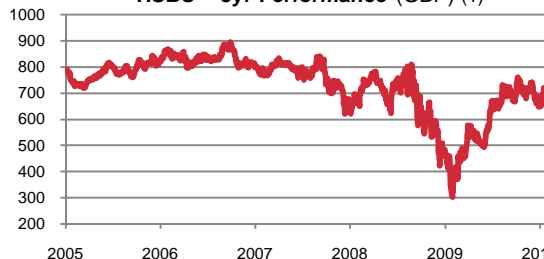
Sources: Bloomberg, as of 12.03.2010, 2) Barclays FY 2009 Financials

## HSBC

HSBC Holdings plc is the holding company for the HSBC Group. The Company provides a variety of international banking and financial services, including retail and corporate banking, trade, trusteeship, securities, custody, capital markets, treasury, private and investment banking, and insurance. The Group operates worldwide. (1)

HSBC recently announced a reported profit before tax of \$7.1bn, for 2009 Full Year results. (2)

HSBC – 5yr Performance (GBP) (1)



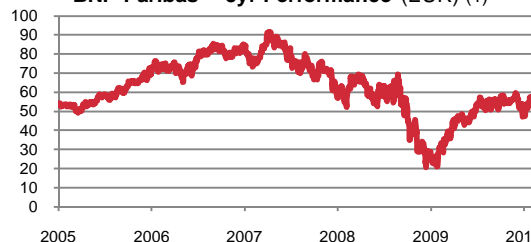
Sources: 1) Bloomberg, as of 12.03.2010, 2) HSBC FY 2009 Financials

## BNP Paribas

BNP Paribas attracts deposits and offers commercial, retail, investment, private and corporate banking services. The Bank also provides asset management and investment advisory services to institutions and individuals in Europe, the United States, Asia and the Emerging Markets. (1)

BNP Paribas is rated AA by S&P and announced a 2009 Full Year profit of €5.8 bn, in January 2010. (2)

BNP Paribas – 5yr Performance (EUR) (1)



Sources: 1) Bloomberg, as of 12.03.2010, 2) BNP Paribas FY 2009 Financials

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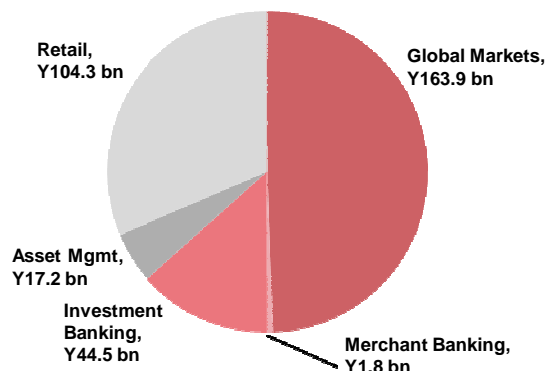
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## Nomura – Global Reach

- Nomura Bank International plc is part of the Nomura Group. The ultimate parent company is Nomura Holdings, Inc. (“Nomura”)
- Nomura is a leading global investment bank:
  - Full range of products supported by a global network of more than 26,000 employees in over 30 countries,
  - Powerful balance sheet with Shareholders equity of ¥2.11trn, strengthened further by a \$4.75bn share issue in Sep’09, tier one ratio: 17.8%,
  - Listed on Tokyo, New York and Singapore stock exchanges
- Stable & well diversified revenues across regions
- **The Notes are issued by Nomura Bank International plc, and are NOT guaranteed by Nomura Holdings, Inc., or any other group company.**

Source: Nomura Third Quarter results, Nomura website

## Overview : Q3 2009/10 Results by Division



## Product Summary

Investor View	Seeking annual income and moderately bullish the Financial sector
Issuer	Nomura Bank International plc ('NBI'), rated as A- by S&P
Currency	GBP / USD / EUR denominated notes available
Denomination	EUR 1,000 / GBP 1,000 / USD 1,000
Term	4 years (Maturity Date will be 07 May 2014)
ISIN	GBP XS0497143437 / USD XS0497144161 / EUR XS0497143601
Issue Price	100% of par - no annual management fees
Global Finance Stock Basket	Barclays (BARC LN <go>), BNP Paribas (BNP FP <go>), Morgan Stanley (MS US <go>), UBS (UBSN VX <go>), HSBC (HSBA LN <go>)
Income / Coupon	Regardless of the performance of the Global Finance Stock Basket: <ul style="list-style-type: none"> <li>● <b>Annualised income equivalent to: USD 8.50%, GBP 8.50%, EUR 8.10%</b></li> <li>● Actual quarterly payments: USD 2.13%, GBP 2.13%, EUR 2.03%</li> </ul>
Performance	Initial Level / Final Level, where Final Level is the closing level on the Final Valuation Date
Barrier	50% of the Initial Level
Capital is at risk with this product	A fall of 50% or more in Performance is required in any stock before capital may be at risk. The performance is measured by comparing the initial level with the closing level on the Final Valuation Date. If this Performance measures a fall of 50% or more then investors receive the Performance of the <b>worst performing stock</b> at maturity.

## Capital Market Sales



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