

WRITTEN NOTICE

MARKET RISK CONSOLIDATION PERMISSION

To: Nomura Europe Holdings plc (FRN: 446819)
("the company")

Of: 1 Angel Lane, London EC4R 3AB

Date: 6 September 2022

DECISIONS

1. In accordance with the discretions afforded to the PRA by Article 325b of Regulation (EU) 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms as it forms part of retained EU law (the "CRR"), the PRA has decided to grant the company the permission to use positions in one institution or undertaking to offset positions in another institution or undertaking only for the purpose of calculating net positions and own funds requirements for market risk in accordance with Title IV of the CRR on a consolidated basis on the terms and conditions set out in Annex 1 (the "Market Risk Consolidation Permission").
2. If the company ceases to comply with the conditions for granting of this Market Risk Consolidation Permission set out in Article 325b(2) or (3) of the CRR or the terms and conditions of the Market Risk Consolidation Permission set out in Annex 1, the PRA will re-consider the terms and conditions of the Market Risk Consolidation Permission, including a revocation of the Market Risk Consolidation Permission in whole or in part.
3. The Market Risk Consolidation Permission takes effect on 30 June 2022.
4. Details of the Market Risk Consolidation Permission will be published.



Ben Martin
Head of Division, ARTIS
For and on behalf of The Prudential Regulation Authority

ANNEX 1

THE MARKET RISK CONSOLIDATION PERMISSION

Legal Entities

1. The Market Risk Consolidation Permission means that the company may use positions in an institution or undertaking, listed in Table 1A and Table 1 B only to offset positions in another institution or undertaking listed therein that uses the same measurement approach only for the purpose of calculating net positions and own funds requirements for market risk in accordance with Title IV of the CRR on a consolidated basis. For the avoidance of doubt, the company may only offset positions in an institution or undertaking that is permitted to use the Internal Model Approach (IMA) with positions in another institution or undertaking that also is permitted to use the IMA. Similarly the company may only offset positions in an institution or undertaking that uses the standardised approach with positions in another institution or undertaking that also uses the standardised approach.

Table 1A

Institutions	
Nomura International Plc ("the firm")	

Table 1B

Institutions or undertakings located in third countries	Third country location
Nomura Financial Products Europe	Germany

Use of Internal Models

2. In accordance with Sections 1, 2, 3, 4, & 5, Chapter 5, Title IV, Part 3 of the CRR, the company was granted permission to use the IMA with effect from 8 December 2021 (the "IMA Permission"). The company may therefore calculate net positions and own funds requirements on a consolidated basis for the purposes of this Market Risk Consolidation Permission using the IMA, on the terms and conditions of that IMA Permission.

ANNEX 2

PROCEDURAL MATTERS

Decision-Maker

1. The decision which gave rise to the obligation to give this Notice was made by Ben Martin, Head of Division, Authorisations, Regulatory Technology and International Supervision.

The Tribunal

2. The company has the right to refer the decision to grant the Market Risk Consolidation Permission to the Upper Tribunal (the "Tribunal"). The Tax and Chancery Chamber is the part of the Tribunal which, amongst other things, hears references arising from decisions of the PRA. Under paragraph 2(2) of Schedule 3 of the Tribunal Procedure (Upper Tribunal) Rules 2008, the company has 28 days from the date on which this Written Notice is given to the company to refer the matter to the Tribunal.
3. A reference to the Tribunal is made by way of a reference notice (Form FTC3) signed by the company and filed with a copy of this Written Notice. The Tribunal's correspondence address is 5th floor, The Rolls Buildings, Fetter Lane, London EC4A 1NL. Further details are available from the Tribunal website: <http://www.justice.gov.uk/forms/hmcts/tax-and-chancery-upper-tribunal>
4. A copy of Form FTC3 must also be sent to Marina Barnard at the PRA, 20 Moorgate, London EC2R 6DA at the same time as filing a reference with the Tribunal.

PRA contacts

5. For more information concerning this matter generally, the company should contact Marina Barnard at the PRA at 020 3461 8524.

ANNEX 3

VERSION CONTROL

Version	Comment	Authorisation	Date
1.0	The Market Risk Consolidation Permission Issued	Ben Martin	30/06/2022