
WRITTEN NOTICE
IMA PERMISSION

To: **Nomura Europe Holdings Plc (FRN: 446819)**
(“the “company”)

Date: 15 November 2021

DECISIONS

1. In accordance with the discretions afforded the PRA by sections 1-5, Chapter 5, Title IV of Part 3 of Regulation 575/2013 of the European Parliament and of the Council of 26th 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 on its consolidated situation in relation to the exposures incurred by Nomura International Plc (NIP) and Nomura Financial Products Europe (NFPE), permission to use the internal model approach in its calculation of own funds requirements for market risk on the terms and conditions set out in Annex 1 (the “IMA Permission”).
2. If the company cease to comply with the conditions for granting this IMA Permission set out in Section 1-5, Chapter 5, Title IV of the CRR, the terms and conditions of the IMA Permission set out in Annex 1, the PRA will reconsider the terms and conditions of the IMA Permission and the requirements relevant to it, including a revocation of the IMA Permission in whole or in part.
3. The IMA Permission takes effect on 26 October 2021.
4. Details of the IMA Permission will be published.. The full text of this Decision Notice will not be published.
5. Annex 3 summarises any permissions previously granted by the PRA under CRR in connection with the IMA Permission.

This decision was taken by SRPC.



ANNEX 1

THE INTERNAL MODEL APPROACH PERMISSION

Legal Entities

1. The IMA Permission means that:
 - 1.1 on its consolidated situation, in relation to the exposures incurred by NIP and NFPE; The company may use the internal model approach in their calculation of own funds requirements for market risk in relation to the risk categories and categories of position described in paragraphs 3 and 4 of this Annex, in accordance with Section 1-5, Chapter 5, Part 3, Title IV of the CRR.

Other Matters

2. For the purposes of Article 373 of the CRR, the company shall not include listed equity positions and derivative positions based on listed equities in the scope of its IRC model.



ANNEX 2

EXPECTATIONS RELEVANT TO THE IMA PERMISSION

The company must comply with certain requirements relating to the use of its internal models under this IMA Permission. This includes the submission of certain information to the PRA, in respect of each quarter, about developments and changes with respect to the internal models, as well as the systems and controls relating to them.

ANNEX 3

VERSION CONTROL

Version	Comment	Authorisation	Date
1.0	IMA Permission issued	Supervisory Risk and Policy Committee (SRPC) / Laura Winchester, Head of Department, Investment Banks	15/07/2015
2.0	IMA model change (ACTS 18649)	Laura Winchester, Head of Department, Investment Banks	11/08/2016
3.0	IMA model change (ACTS 24766)	Laura Winchester, Head of Division, Investment Banks	21/12/2017
4.0	IMA Model Change (ACTS 35075)	Laura Winchester, Head of Division, Investment Banks	24/10/2019
5.0	IMA Model Change (ACTS 37656)	Graham Young, Senior Manager, Japanese Banks	26/11/2019
6.0	IMA Model Change (ACTS 37760)	Ben Martin, Head of Division, Cross Firm Analysis and Supervision	04/08/2020
7.0	IMA Model Change (ACTS 40879)	Ben Martin, Head of Division, Cross Firm Analysis and Supervision	26/10/2020
8.0	Permission granted to the Holding Company on a consolidated basis.	SRPC	15/11/2021

Note on disclosure: The PRA has decided not to publish the full text and annexes of IMA permission notices as it has been deemed inappropriate and unnecessary. In particular, to do so might prejudice, to an unreasonable degree, the commercial interests of the company. However, in the interests of transparency, the PRA's policy is to publish an abridged version of the permission notice, as a record that the IMA permission has been granted.