

Nomura Home Equity Loan, Inc., Home Equity Loan Trust, Series 2006-HE3



Pool Summary		July-08	
Delinquency Status Summary:			
	%	\$	#
Current	55.74%	\$358,326,373	3,562
30 Day DQ	6.33%	\$40,692,607	-
60 Day DQ	4.51%	\$28,992,679	-
90+ Day DQ	7.71%	\$49,563,982	-
Bankruptcy	1.77%	\$11,378,502	-
Foreclosure	11.73%	\$75,406,680	-
Real Estate Owned (REO)	12.21%	\$78,492,375	-
Total 90+ Days Bucket	33.42%	\$214,841,539	-
Total	100.00%	\$642,853,198	3,562

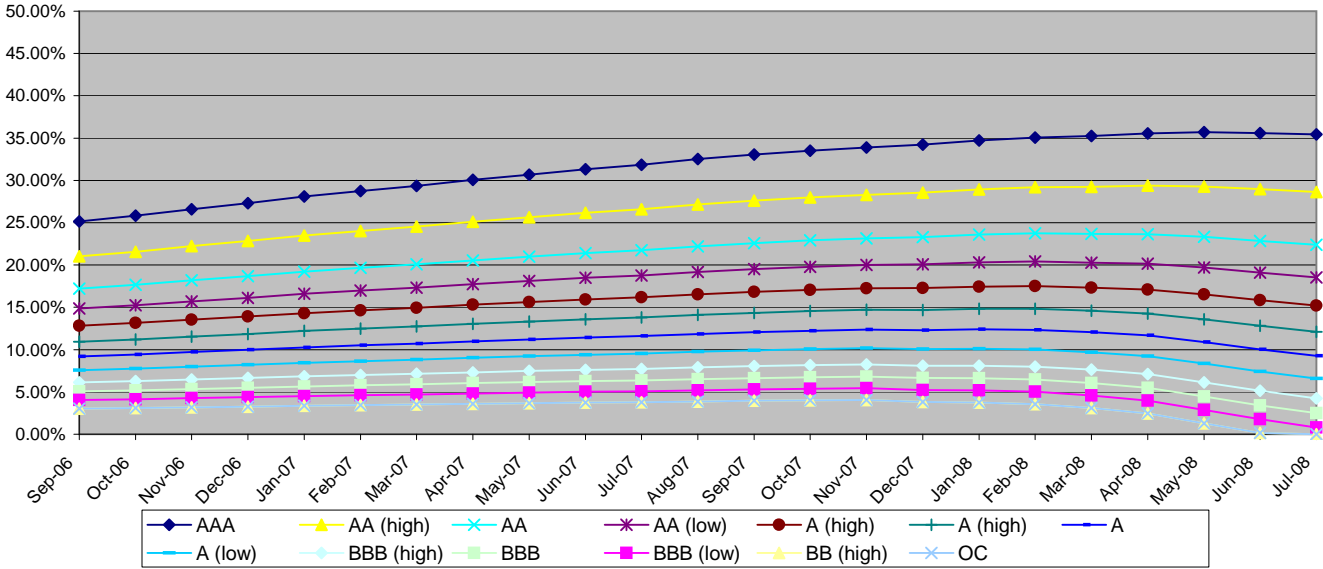
Excess Spread, Delinquency and Loss Analysis:			
	%	\$	
Excess Spread (XS) Annualized	4.80%	30,825,031	
Monthly XS - 3 month average	5.86%	37,644,315	
Total 90+ Days Bucket - 3 month average	33.17%	213,221,312	
Delinquency Coverage Ratio:	0.37		
3 Month Average XS + OC / potential losses from Total 90+ Days Bucket			
DBRS Single B Cum loss assumption at Deal inception	4.75%	51,059,089	
Monthly losses - 3 month average	0.98%	10,481,207	
Cumulative Losses to date as a percent of original balance	4.77%	51,319,720.90	

Pool Statistics:			
Current:		Original	
Mortgage Originator	People's Choice 44%, First NLC 15%	Balance	1,074,928,198
Servicer	Ocwen 99%, Wells Fargo 1%)	Mortgage Insurer	NA
Provider of Reps and Warranties	Nomura Credit & Capital, Inc.	% of loans with MI	0.00%
Trustee	HSBC Bank USA N.A.	DT LTV Coverage	0.00%
Repurchase/EPDs	NA	LTV	79.38%
% of original balance with modifications	NA	Combined LTV	84.09%
% repayment plan/forebearance	NA	FICO	618
Current balance	\$642,853,198	RWFICO	601
Pool Factor	59.80%	WAM	355
Current OC as % of current Balance	0.00%	WAC	8.18%
Months of seasoning	23	OC (At Issuance)	2.95%
Pricing CPR	49.84%	OC Target	2.95%
Current CPR	24.95%	Fixed	17.20%
WAM	330	ARM	82.80%
WAC	8.72%	average month to reset	26
Trigger & Step-down Analysis		Cash-out	60.27%
DQ Trigger	FAIL	Purchase	36.30%
Total 60+ days Bucket	37.93%	1st lien with piggy back	29.07%
DQ Trigger Threshold	11.49%	Second Liens	3.37%
Cum Loss Trigger	FAIL	Fully Amortizing	62.41%
Cumulative Losses to date as a percent of original balance	4.77%	Balloons	18.18%
Cum Loss Trigger Threshold	1.50%	Interest Only	19.41%
Step-down Date	No	average I/O period	61
		Investor Owned	6.33%
		Single Family	87.02%
		Full Doc	0.00%
		Limited Doc	54.15%
		Stated Doc	45.35%

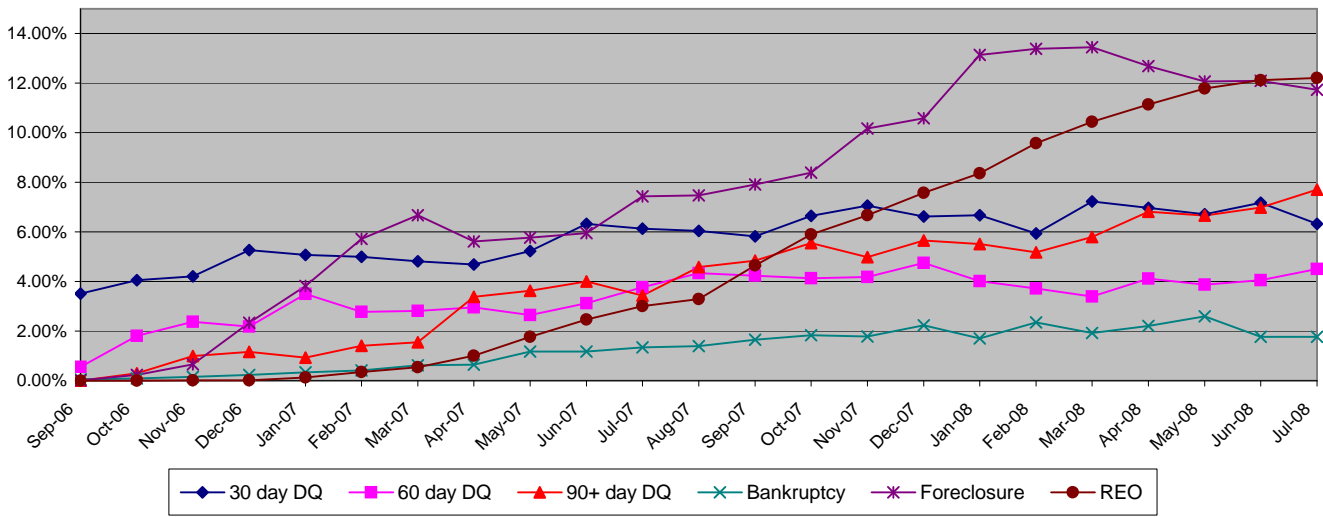
PARsurveillance@dbrs.com

Class Information										
Class Name	Original Rating	Current Rating	Original CE %	Current CE %	Gross Loss %	Current Bond Balance \$	Current Period Writedown \$	Class Factor %	Curr CE / Orig. CE	Delinquency Coverage Ratio
I-A	AAA	AAA	24.65%	35.42%	27.50%	206,843,689	-	46.82%	1.44	2.60
II-A-1	AAA	AAA	24.65%	35.42%	27.50%	93,535,608	-	36.91%	1.44	2.60
II-A-2	AAA	AAA	24.65%	35.42%	27.50%	26,761,000	-	100.00%	1.44	2.60
II-A-3	AAA	AAA	24.65%	35.42%	27.50%	71,405,000	-	100.00%	1.44	2.60
II-A-4	AAA	AAA	24.65%	35.42%	27.50%	16,605,000	-	100.00%	1.44	2.60
M-1	AA (high)	AA (high)	20.60%	28.65%	22.33%	43,534,000	-	100.00%	1.39	2.17
M-2	AA	A (high)	16.85%	22.38%	19.75%	40,309,000	-	100.00%	1.33	1.78
M-3	AA (low)	A (low)	14.55%	18.53%	17.75%	24,723,000	-	100.00%	1.27	1.54
M-4	A (high)	BBB (high)	12.55%	15.19%	15.75%	21,498,000	-	100.00%	1.21	1.33
M-5	A (high)	BBB	10.70%	12.10%	15.75%	19,886,000	-	100.00%	1.13	1.13
M-6	A	BBB (low)	9.00%	9.25%	13.75%	18,273,000	-	100.00%	1.03	0.95
M-7	A (low)	BB (high)	7.40%	6.58%	12.25%	17,198,000	-	100.00%	0.89	0.78
M-8	BBB (high)	BB	6.00%	4.24%	10.75%	15,048,000	-	100.00%	0.71	0.64
M-9	BBB	BB (low)	4.95%	2.48%	9.25%	11,286,000	-	100.00%	0.50	0.53
B-1	BBB (low)	B	3.95%	0.81%	8.42%	10,749,000	-	100.00%	0.20	0.42
B-2	BB (high)	B (low)	2.95%	0.00%	7.58%	5,199,000	5,550,000	48.37%	0.00	0.37
P	NR	NR	0.00%	0.00%	-	100	-	100.00%	-	-
OC	NR	NR	2.95%	0.00%	-	-	(17,193,916)	0.00%	0.00	-

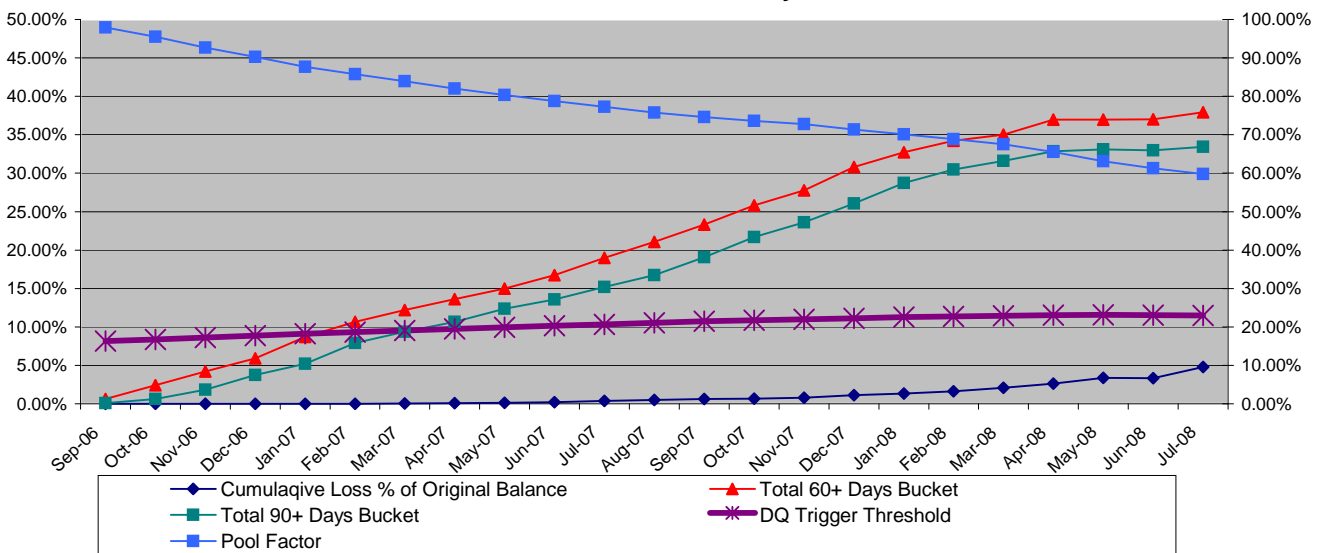
Credit Enhancement Graph



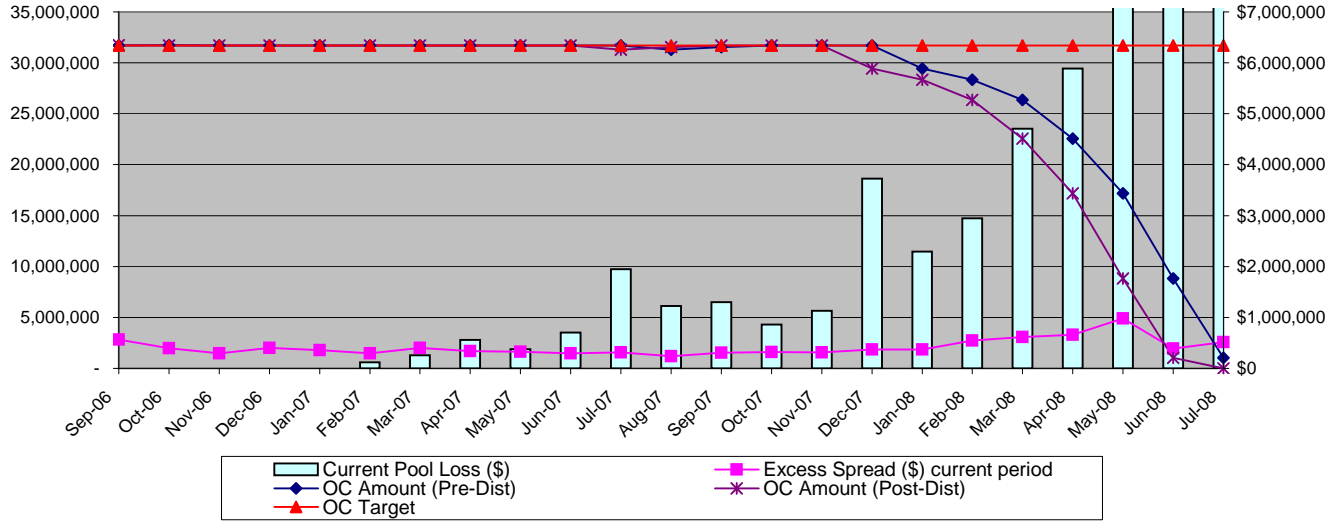
Delinquency Graph



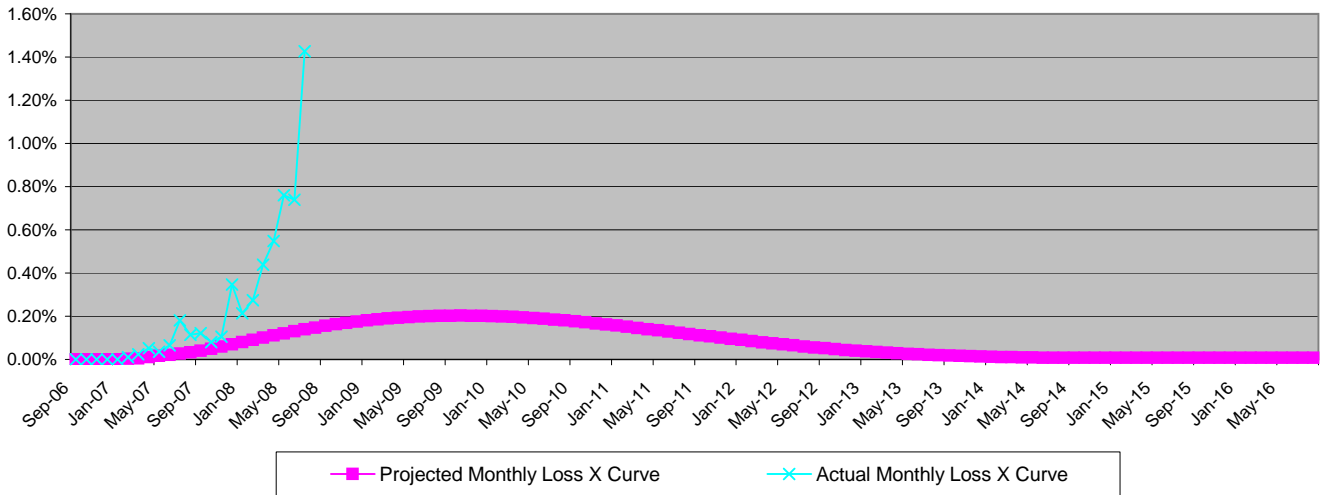
Performance Trend Analysis



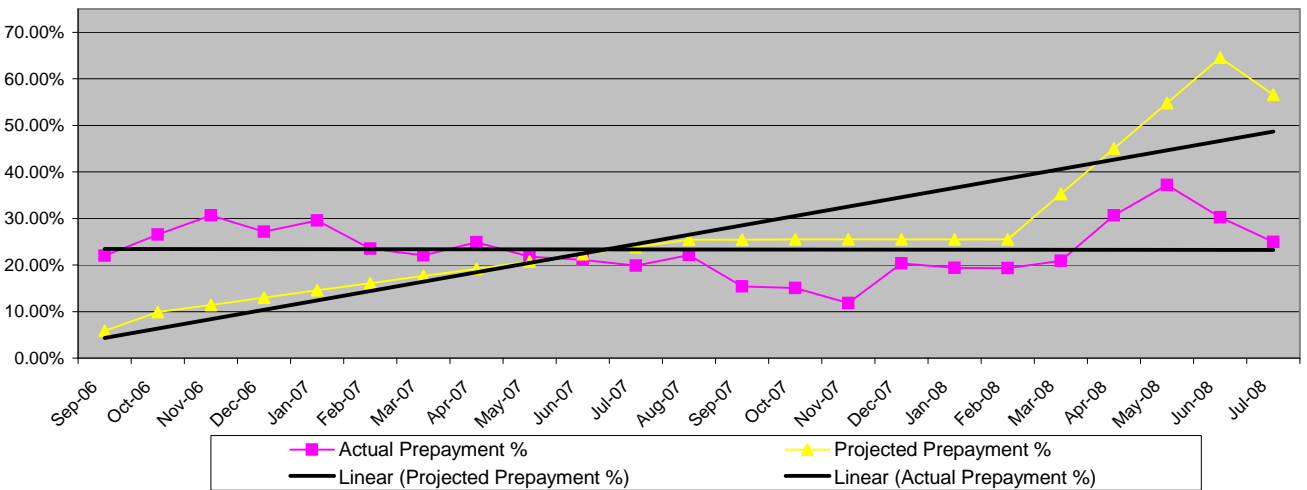
Overcollateralization, Excess Spread & Monthly Losses



Loss Timing Curve vs. Actual Collateral Losses



Actual vs. Projected Prepayments



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