

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



Pool Summary		August-08	
<b>Delinquency Status Summary:</b>			
	%	\$	#
Current	57.06%	\$353,886,422	3,455
30 Day DQ	6.39%	\$39,630,814	-
60 Day DQ	4.15%	\$25,738,322	-
90+ Day DQ	7.01%	\$43,476,057	-
Bankruptcy	1.62%	\$10,047,249	-
Foreclosure	12.49%	\$77,463,046	-
Real Estate Owned (REO)	11.28%	\$69,958,620	-
Total 90+ Days Bucket	32.40%	\$200,944,972	-
Total	100.00%	\$620,200,530	3,455

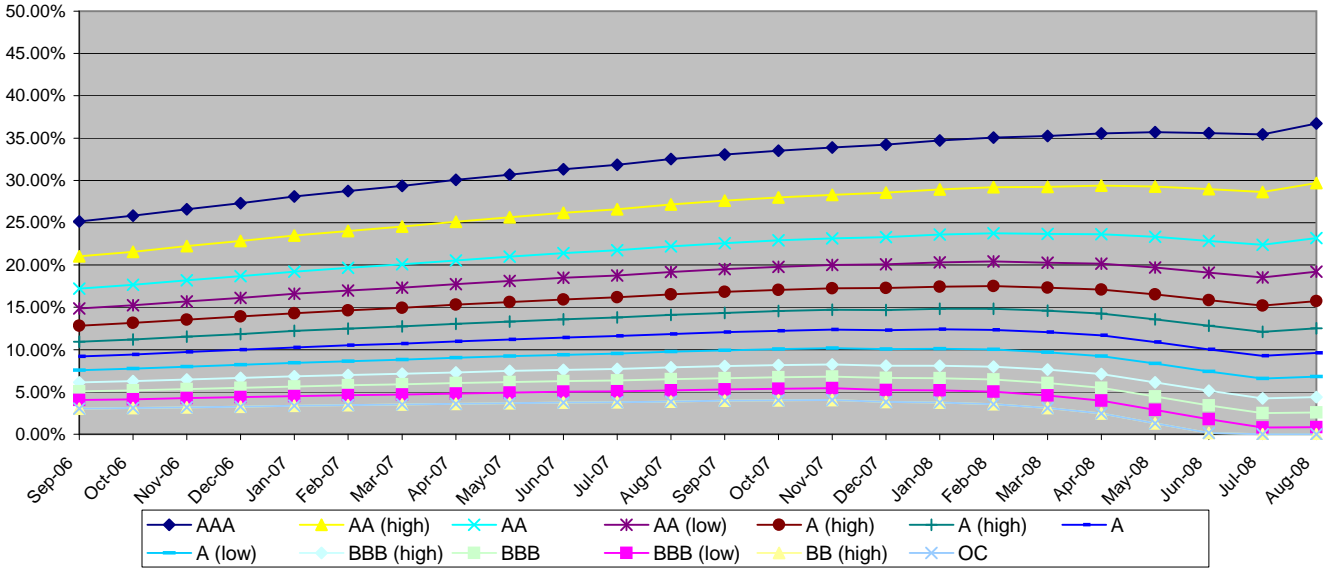
<b>Excess Spread, Delinquency and Loss Analysis:</b>		
	%	\$
Excess Spread (XS) Annualized	-36.45%	(226,066,360)
Monthly XS - 3 month average	-9.23%	(57,268,376)
Total 90+ Days Bucket - 3 month average	32.98%	204,517,156
Delinquency Coverage Ratio:	(0.60)	
3 Month Average XS + OC / potential losses from Total 90+ Days Bucket		
DBRS Single B Cum loss assumption at Deal inception	4.75%	51,059,089
Monthly losses - 3 month average	1.11%	11,921,469
Cumulative Losses to date as a percent of original balance	5.96%	64,043,739.91

<b>Pool Statistics:</b>			
<b>Current:</b>		<b>Original</b>	
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	\$620,200,530	RWFICO	601
Pool Factor	57.70%	WAM	355
Current OC as % of current Balance	0.00%	WAC	8.18%
Months of seasoning	24	OC (At Issuance)	2.95%
Pricing CPR	49.84%	OC Target	2.95%
Current CPR	35.56%	Fixed	17.20%
WAM	329	ARM	82.80%
WAC	8.02%	average month to reset	26
<b>Trigger &amp; Step-down Analysis</b>		Cash-out	60.27%
DQ Trigger	FAIL	Purchase	36.30%
Total 60+ days Bucket	36.55%	1st lien with piggy back	29.07%
DQ Trigger Threshold	11.91%	Second Liens	3.37%
Cum Loss Trigger	FAIL	Fully Amortizing	62.41%
Cumulative Losses to date as a percent of original balance	5.96%	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%

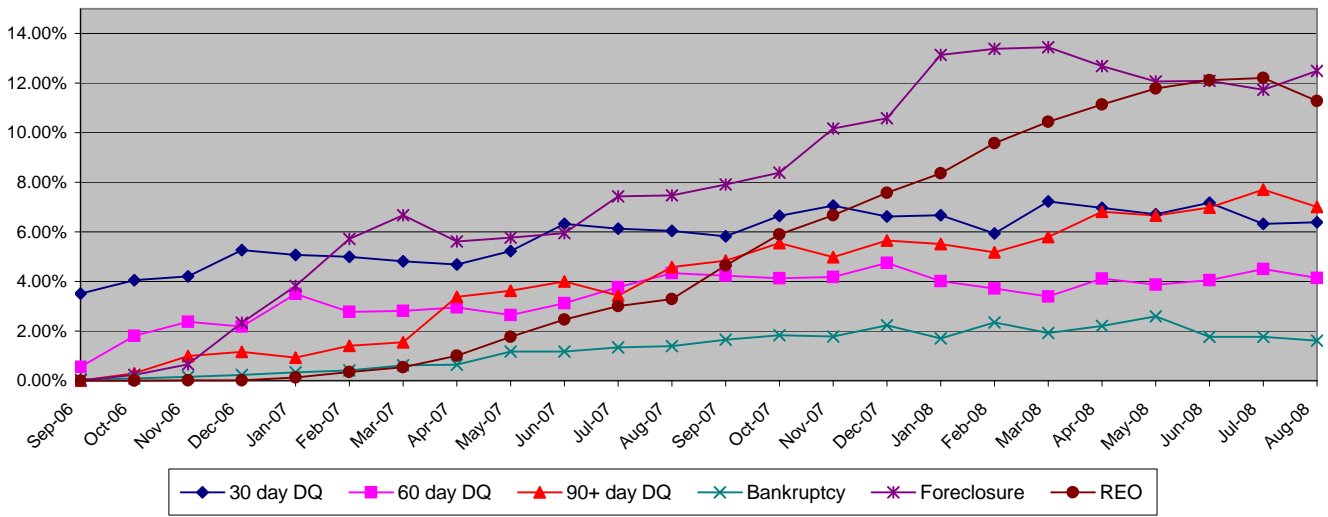
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Class Information										
Class Name	Original Rating	Current Rating	Original CE %	Current CE %	Gross Loss %	Current Bond Balance \$	Current Period Writedown \$	Class Factor %	Curr CE / Orig. CE	Delinquency Coverage Ratio
I-A	AAA	AAA	24.65%	36.71%	27.50%	206,843,689	-	46.82%	1.49	1.79
II-A-1	AAA	AAA	24.65%	36.71%	27.50%	93,535,608	-	36.91%	1.49	1.79
II-A-2	AAA	AAA	24.65%	36.71%	27.50%	26,761,000	-	100.00%	1.49	1.79
II-A-3	AAA	AAA	24.65%	36.71%	27.50%	71,405,000	-	100.00%	1.49	1.79
II-A-4	AAA	AAA	24.65%	36.71%	27.50%	16,605,000	-	100.00%	1.49	1.79
M-1	AA (high)	AA (high)	20.60%	29.70%	22.33%	43,534,000	-	100.00%	1.44	1.33
M-2	AA	A (high)	16.85%	23.20%	19.75%	40,309,000	-	100.00%	1.38	0.91
M-3	AA (low)	A (low)	14.55%	19.21%	17.75%	24,723,000	-	100.00%	1.32	0.65
M-4	A (high)	BBB (high)	12.55%	15.74%	15.75%	21,498,000	-	100.00%	1.25	0.42
M-5	A (high)	BBB	10.70%	12.54%	15.75%	19,886,000	-	100.00%	1.17	0.21
M-6	A	BBB (low)	9.00%	9.59%	13.75%	18,273,000	-	100.00%	1.07	0.02
M-7	A (low)	BB (high)	7.40%	6.82%	12.25%	17,198,000	-	100.00%	0.92	-0.16
M-8	BBB (high)	BB	6.00%	4.39%	10.75%	15,048,000	-	100.00%	0.73	-0.31
M-9	BBB	BB (low)	4.95%	2.57%	9.25%	11,286,000	-	100.00%	0.52	-0.43
B-1	BBB (low)	B	3.95%	0.84%	8.42%	10,749,000	-	100.00%	0.21	-0.55
B-2	BB (high)	B (low)	2.95%	0.00%	7.58%	5,199,000	-	48.37%	0.00	-0.60
P	NR	NR	0.00%	0.00%	-	100	-	100.00%	-	-
OC	NR	NR	2.95%	0.00%	-	-	(17,193,916)	0.00%	0.00	-

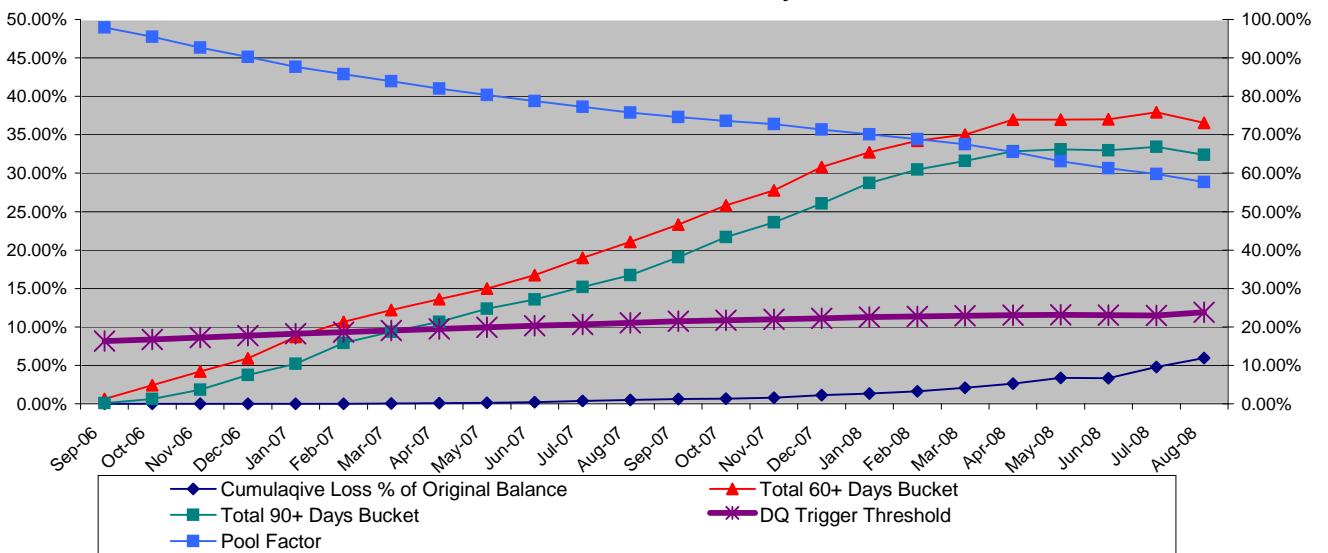
**Credit Enhancement Graph**



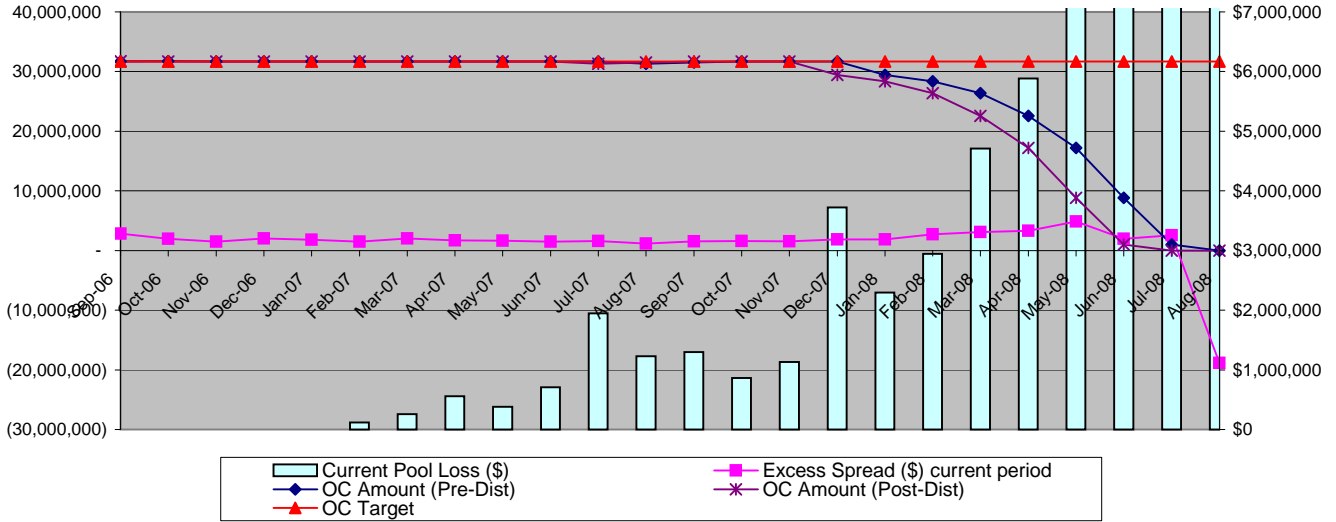
**Delinquency Graph**



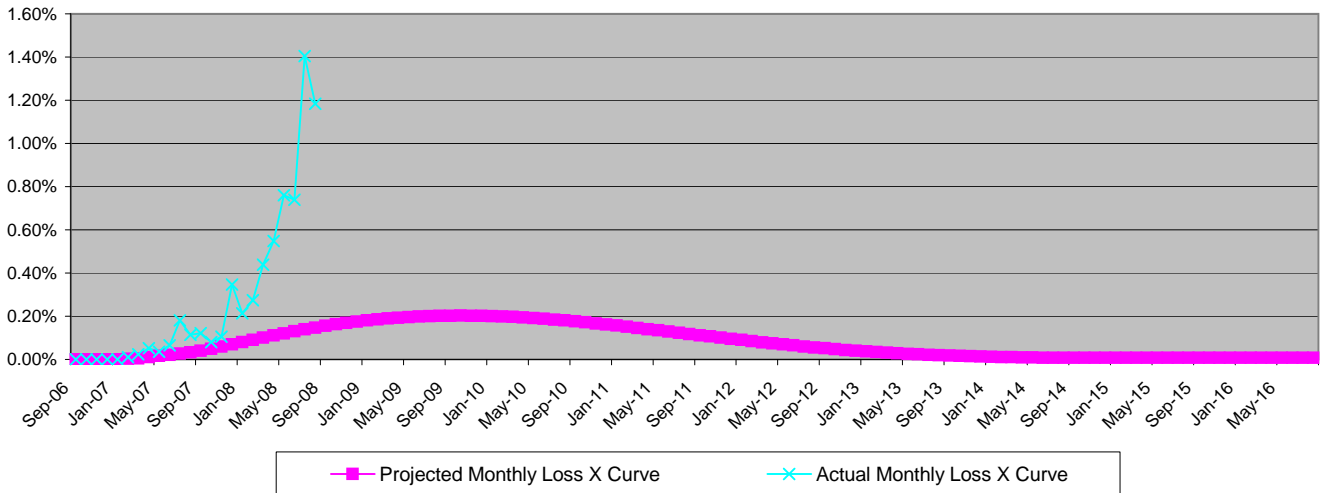
**Performance Trend Analysis**



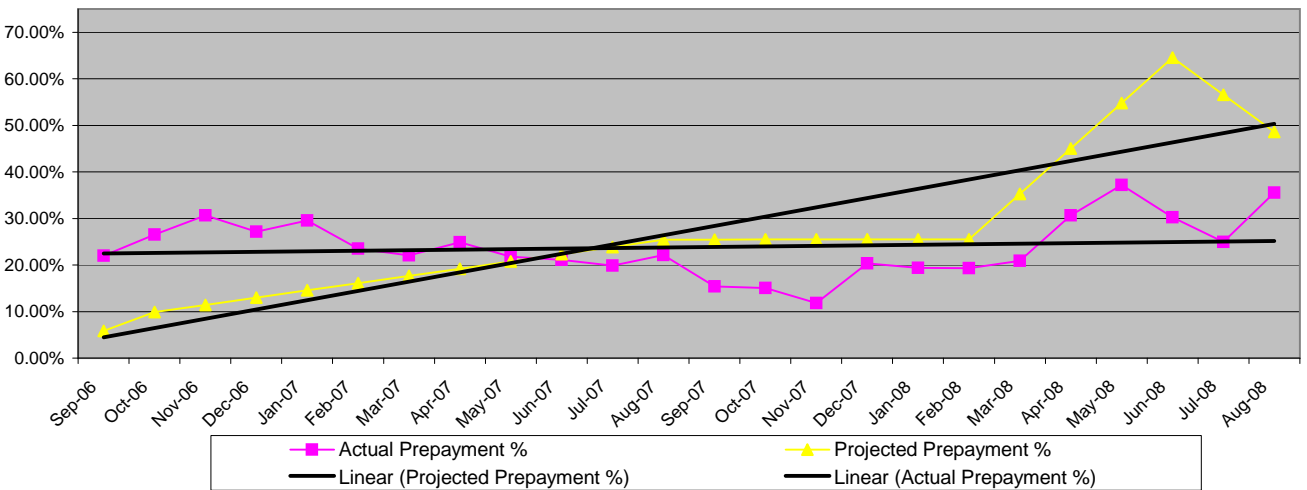
### Overcollateralization, Excess Spread & Monthly Losses



### Loss Timing Curve vs. Actual Collateral Losses



### Actual vs. Projected Prepayments



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