

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



Pool Summary		November-08	
<b>Delinquency Status Summary:</b>			
	%	\$	#
Current	56.24%	\$324,025,764	-
30 Day DQ	7.74%	\$44,593,873	-
60 Day DQ	3.85%	\$22,181,707	-
90+ Day DQ	6.46%	\$37,219,176	-
Bankruptcy	2.03%	\$11,695,809	-
Foreclosure	12.39%	\$71,384,766	-
Real Estate Owned (REO)	11.29%	\$65,047,135	-
Total 90+ Days Bucket	32.17%	\$185,346,885	-
Total	100.00%	\$576,148,229	-

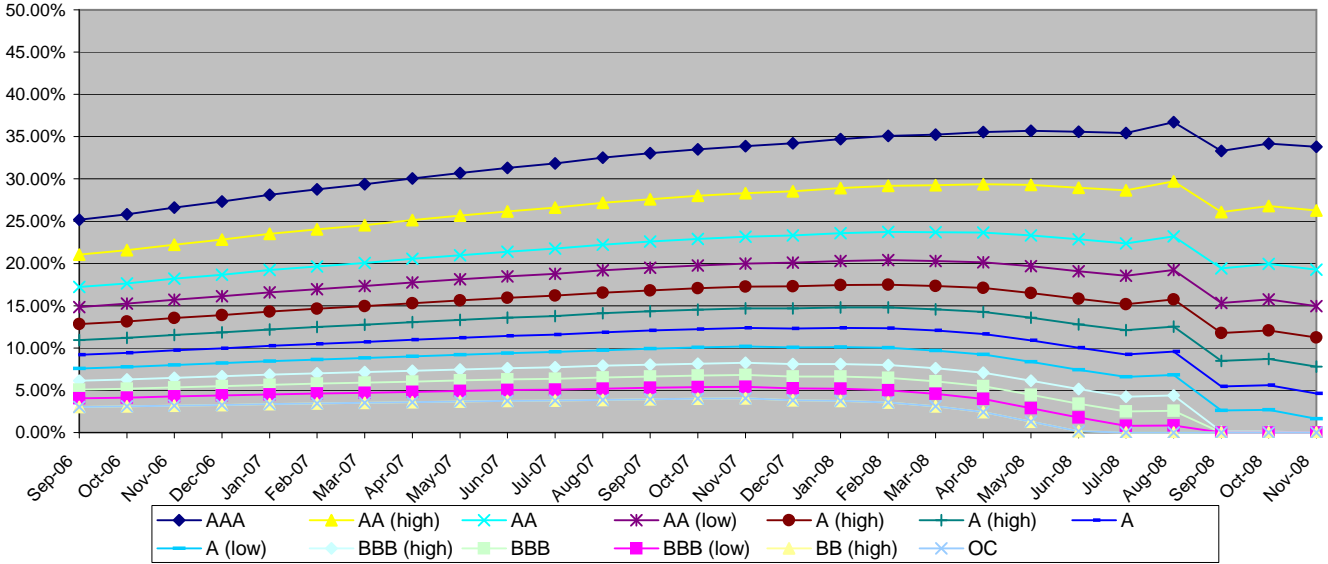
<b>Excess Spread, Delinquency and Loss Analysis:</b>		
	%	\$
Excess Spread (XS) Annualized	4.87%	28,041,167
Monthly XS - 3 month average	4.76%	27,438,315
Total 90+ Days Bucket - 3 month average	32.37%	186,513,696
Delinquency Coverage Ratio:	0.31	
3 Month Average XS + OC / potential losses from Total 90+ Days Bucket		
DBRS Single B Cum loss assumption at Deal inception	4.75%	51,059,089
Monthly losses - 3 month average	0.73%	7,853,383
Cumulative Losses to date as a percent of original balance	8.15%	87,603,887.47

<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	\$576,148,229	RWFICO	601
Pool Factor	53.60%	WAM	355
Current OC as % of current Balance	0.00%	WAC	8.18%
Months of seasoning	27	OC (At Issuance)	2.95%
Pricing CPR	49.84%	OC Target	2.95%
Current CPR	22.62%	Fixed	17.20%
WAM	326	ARM	82.80%
WAC	7.64%	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	36.02%	1st lien with piggy back	29.07%
DQ Trigger Threshold	10.97%	Second Liens	3.37%
Cum Loss Trigger	FAIL	Fully Amortizing	62.41%
Cumulative Losses to date as a percent of original balance	8.15%	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%

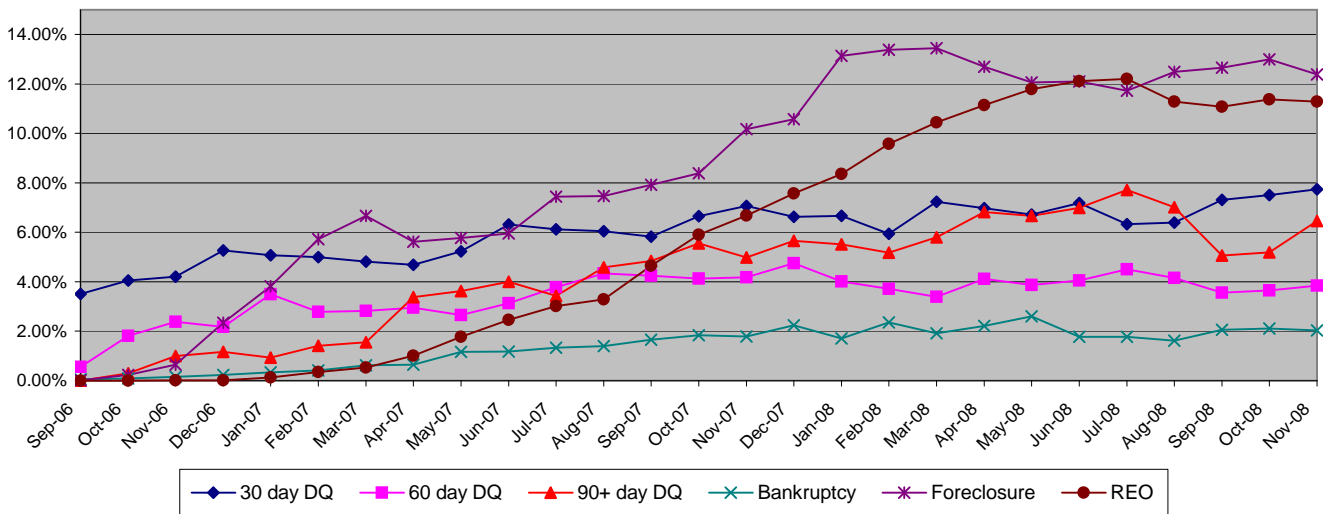
[PARsurveillance@dbrs.com](mailto:PARsurveillance@dbrs.com)

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	A	24.65%	33.81%	27.50%	194,736,399	-	44.08%	1.37	2.52
II-A-1	AAA	AAA	24.65%	33.81%	27.50%	71,842,963	-	28.35%	1.37	2.52
II-A-2	AAA	AA	24.65%	33.81%	27.50%	26,761,000	-	100.00%	1.37	2.52
II-A-3	AAA	BBB	24.65%	33.81%	27.50%	71,405,000	-	100.00%	1.37	2.52
II-A-4	AAA	BB	24.65%	33.81%	27.50%	16,605,000	-	100.00%	1.37	2.52
M-1	AA (high)	BB	20.60%	26.25%	22.33%	43,534,000	-	100.00%	1.27	2.03
M-2	AA	B	16.85%	19.26%	19.75%	40,309,000	-	100.00%	1.14	1.57
M-3	AA (low)	C	14.55%	14.97%	17.75%	24,723,000	-	100.00%	1.03	1.29
M-4	A (high)	C	12.55%	11.24%	15.75%	21,498,000	-	100.00%	0.90	1.05
M-5	A (high)	C	10.70%	7.78%	15.75%	19,886,000	-	100.00%	0.73	0.82
M-6	A	C	9.00%	4.61%	13.75%	18,273,000	-	100.00%	0.51	0.61
M-7	A (low)	C	7.40%	1.63%	12.25%	17,198,000	-	100.00%	0.22	0.42
M-8	BBB (high)	C	6.00%	0.00%	10.75%	9,376,867	5,671,133	62.31%	0.00	-
M-9	BBB	C	4.95%	0.00%	9.25%	-	773,380	0.00%	0.00	-
B-1	BBB (low)	B	3.95%	0.00%	8.42%	-	-	0.00%	0.00	-
B-2	BB (high)	B (low)	2.95%	0.00%	7.58%	-	-	0.00%	0.00	-
P	NR	NR	0.00%	0.00%	-	-	-	0.00%	-	-
OC	NR	NR	2.95%	0.00%	-	-	-	0.00%	0.00	-

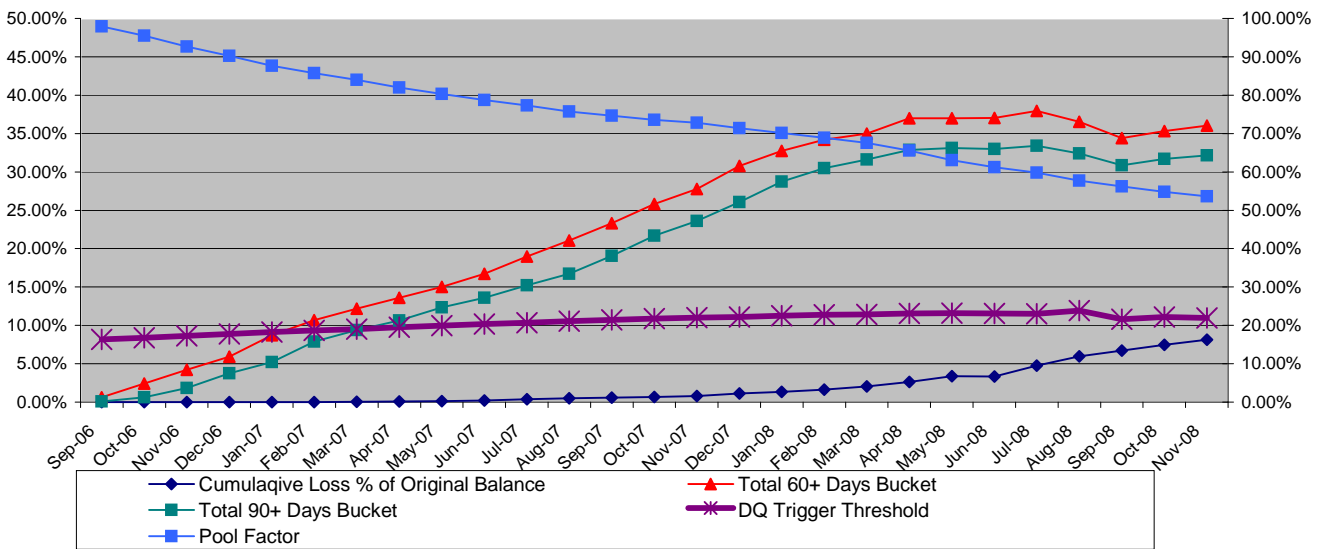
**Credit Enhancement Graph**



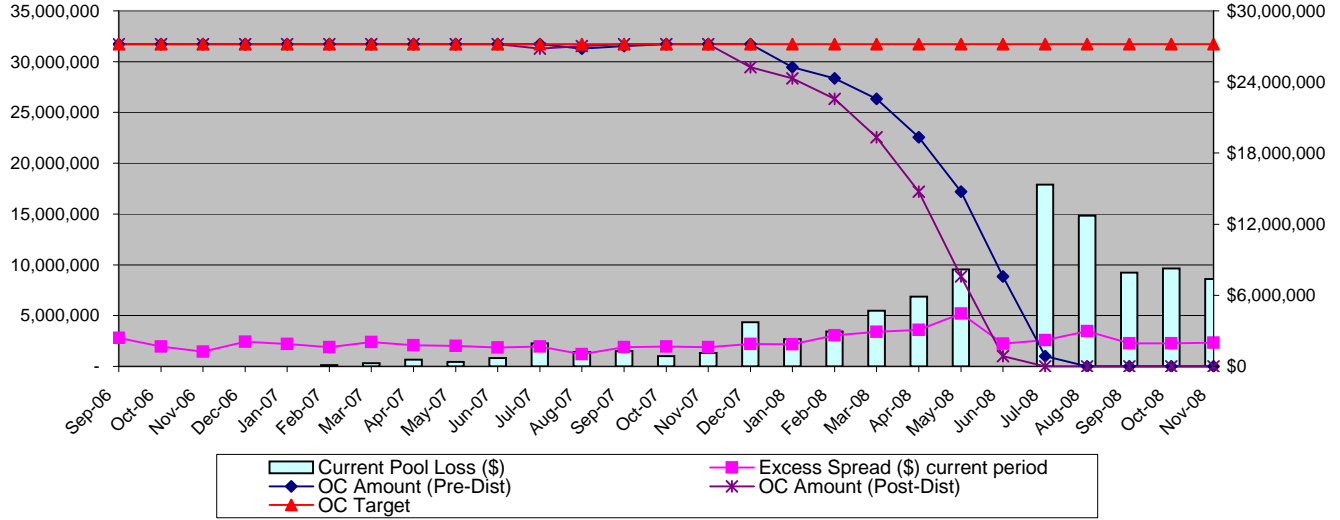
**Delinquency Graph**



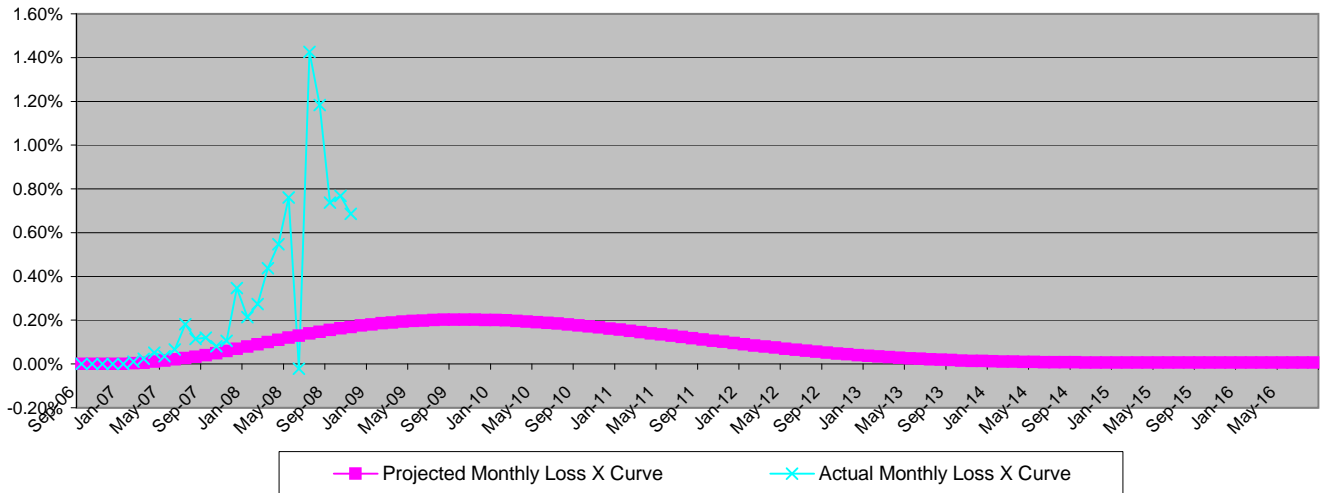
**Performance Trend Analysis**



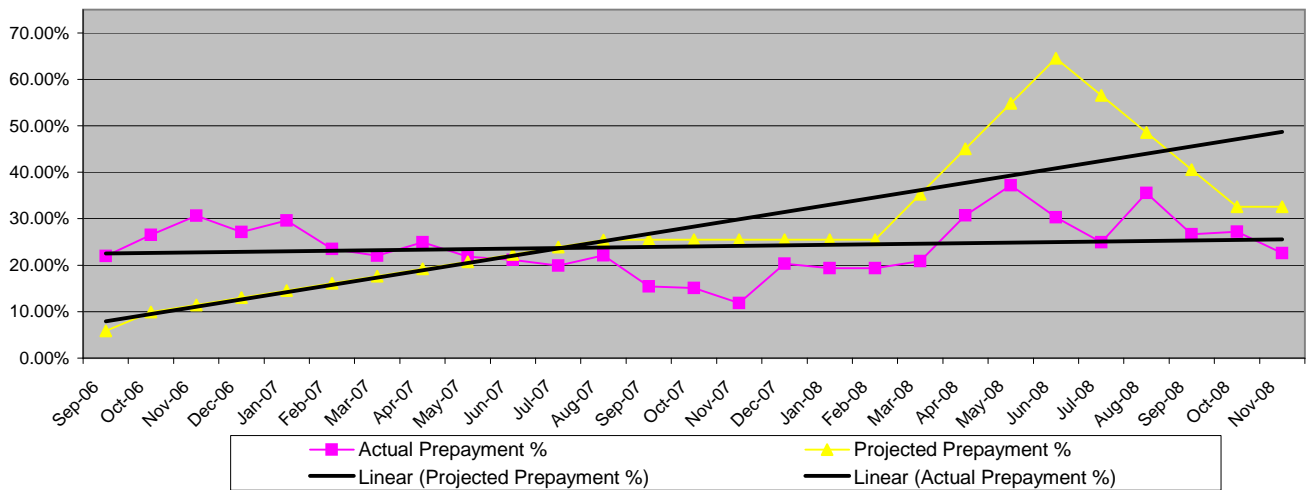
### Overcollateralization, Excess Spread & Monthly Losses



### Loss Timing Curve vs. Actual Collateral Losses



### Actual vs. Projected Prepayments



Copyright © 2007, DBRS Limited, DBRS, Inc. and DBRS (Europe) Limited (collectively, DBRS). All rights reserved. The information upon which DBRS ratings and reports are based is obtained by DBRS from sources believed by DBRS to be accurate and reliable. DBRS does not perform any audit and does not independently verify the accuracy of the information provided to it. DBRS ratings, reports and any other information provided by DBRS are provided "as is" and without warranty of any kind. DBRS hereby disclaims any representation or warranty, express or implied, as to the accuracy, timeliness, completeness, merchantability, fitness for any particular purpose or non-infringement of any of such information. In no event shall DBRS or its directors, officers, employees, independent contractors, agents and representatives (collectively, DBRS Representatives) be liable (1) for any inaccuracy, delay, interruption in service, error or omission or for any resulting damages or (2) for any direct, indirect, incidental, special, compensatory or consequential damages with respect to any error (negligent or otherwise) or other circumstance or contingency within or outside the control of DBRS or any DBRS Representatives in connection with or related to obtaining, collecting, compiling, analyzing, interpreting, communicating, publishing or delivering any information. Ratings and other opinions issued by DBRS are, and must be construed solely as, statements of opinion and not statements of fact as to credit worthiness or recommendations to purchase, sell or hold any securities. DBRS receives compensation, ranging from US\$1,000 to US\$750,000 (or the applicable currency equivalent) from issuers, insurers, guarantors and/or underwriters of debt securities for assigning ratings. This publication may not be reproduced, retransmitted or distributed in any form without the prior written consent of DBRS.