

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



Pool Summary		February-09	
<b>Delinquency Status Summary:</b>			
	%	\$	#
Current	53.71%	\$285,716,023	-
30 Day DQ	7.35%	\$39,099,102	-
60 Day DQ	3.84%	\$20,427,286	-
90+ Day DQ	7.25%	\$38,567,141	-
Bankruptcy	2.67%	\$14,203,347	-
Foreclosure	16.10%	\$85,645,652	-
Real Estate Owned (REO)	9.08%	\$48,302,020	-
Total 90+ Days Bucket	35.10%	\$186,718,161	-
Total	100.00%	\$531,960,572	-

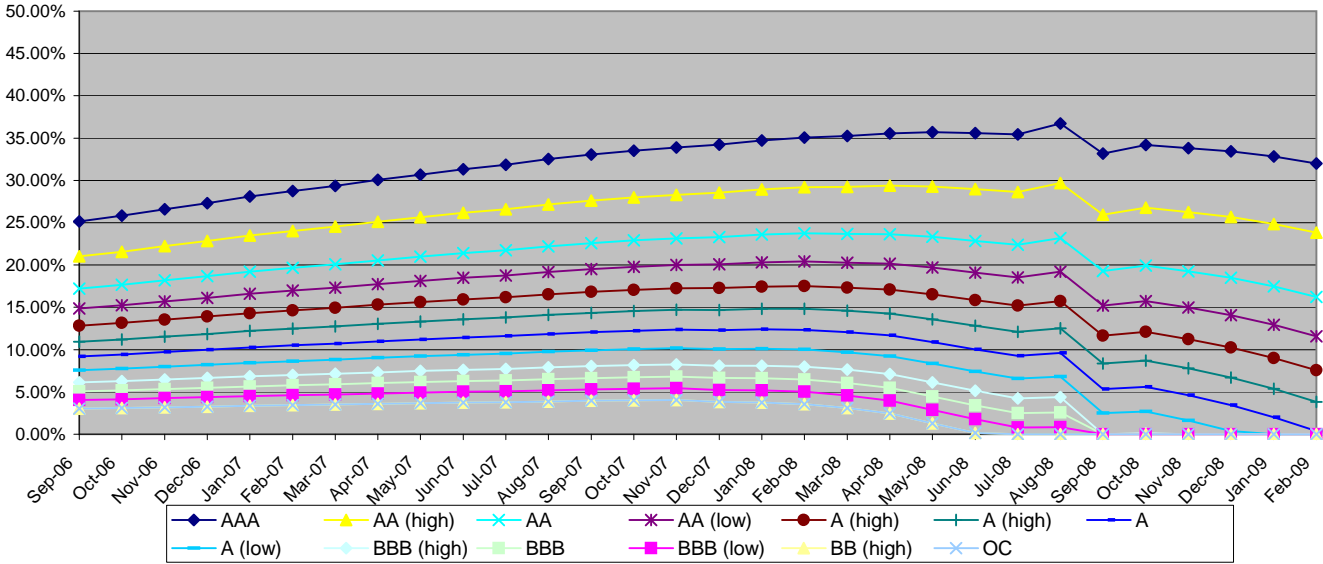
<b>Excess Spread, Delinquency and Loss Analysis:</b>			
	%	\$	
Excess Spread (XS) Annualized	7.53%	40,041,914	
Monthly XS - 3 month average	7.43%	39,504,500	
Total 90+ Days Bucket - 3 month average	32.98%	175,428,699	
Delinquency Coverage Ratio:	0.45		
3 Month Average XS + OC / potential losses from Total 90+ Days Bucket			
DBRS Single B Cum loss assumption at Deal inception	4.75%	51,059,089	
Monthly losses - 3 month average	0.92%	9,900,325	
Cumulative Losses to date as a percent of original balance	10.91%	117,304,861.48	

<b>Pool Statistics:</b>			
<b>Current:</b>		<b>Original</b>	
Mortgage Originator	People's Choice	Balance	1,074,928,198
	44%, First NLC	Mortgage Insurer	NA
	15%	% of loans with MI	0.00%
Servicer	Ocwen 99%,	DT LTV Coverage	0.00%
	Wells Fargo 1%)	LTV	79.38%
		Combined LTV	84.09%
Provider of Reps and Warranties	Nomura Credit & Capital, Inc.	FICO	618
		RWFICO	601
Trustee	HSBC Bank USA	WAM	355
	N.A.	WAC	8.18%
		OC (At Issuance)	2.95%
Repurchase/EPDs	NA	OC Target	2.95%
% of original balance with modifications	NA	Fixed	17.20%
% repayment plan/forebearance	NA	ARM	82.80%
Current balance	\$531,960,572	average month to reset	26
Pool Factor	49.49%	Cash-out	60.27%
Current OC as % of current Balance	0.00%	Purchase	36.30%
Months of seasoning	30	1st lien with piggy back	29.07%
Pricing CPR	33.28%	Second Liens	3.37%
Current CPR	26.92%	Fully Amortizing	62.41%
WAM	323	Balloons	18.18%
WAC	7.90%	Interest Only	19.41%
		average I/O period	61
		Investor Owned	6.33%
<b>Trigger &amp; Step-down Analysis</b>		Single Family	87.02%
DQ Trigger	FAIL	Full Doc	0.00%
Total 60+ days Bucket	38.94%	Limited Doc	54.15%
DQ Trigger Threshold	10.38%	Stated Doc	45.35%
Cum Loss Trigger	FAIL		
Cumulative Losses to date as a percent of original balance	10.91%		
Cum Loss Trigger Threshold	1.50%		
Step-down Date	No		

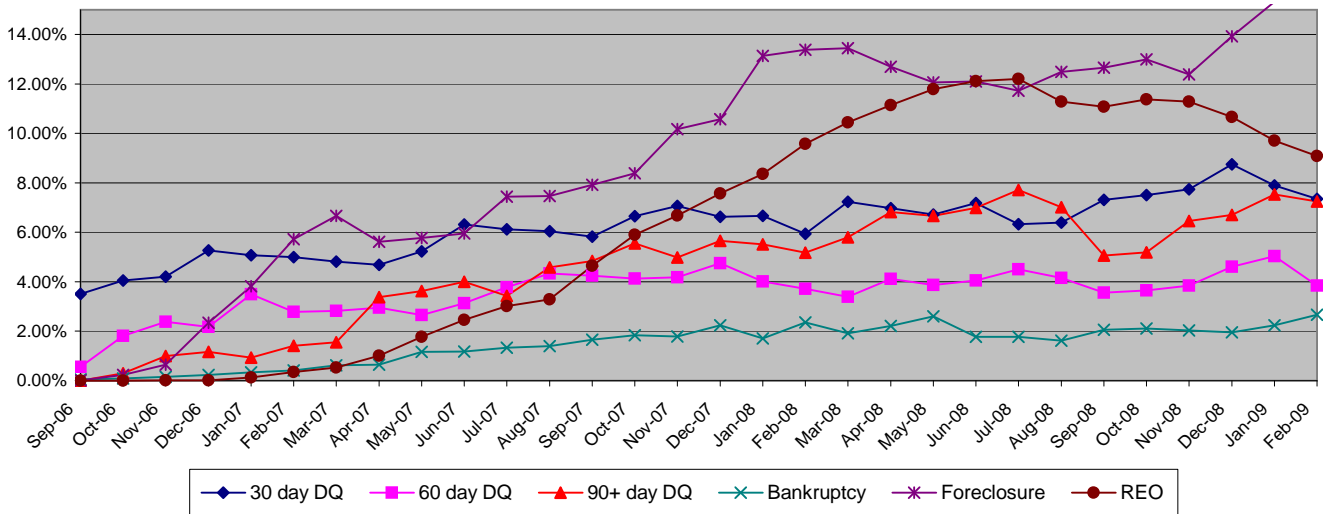
[PARsurveillance@dbrs.com](mailto:PARsurveillance@dbrs.com)

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%	32.00%	27.50%	187,386,623	-	42.42%	1.30	2.36
II-A-1	AAA	AAA	24.65%	32.00%	27.50%	59,594,175	-	23.51%	1.30	2.36
II-A-2	AAA	AA	24.65%	32.00%	27.50%	26,761,000	-	100.00%	1.30	2.36
II-A-3	AAA	BBB	24.65%	32.00%	27.50%	71,405,000	-	100.00%	1.30	2.36
II-A-4	AAA	BB	24.65%	32.00%	27.50%	16,605,000	-	100.00%	1.30	2.36
M-1	AA (high)	BB	20.60%	23.81%	22.33%	43,534,000	-	100.00%	1.16	1.87
M-2	AA	B	16.85%	16.24%	19.75%	40,309,000	-	100.00%	0.96	1.42
M-3	AA (low)	C	14.55%	11.59%	17.75%	24,723,000	-	100.00%	0.80	1.14
M-4	A (high)	C	12.55%	7.55%	15.75%	21,498,000	-	100.00%	0.60	0.90
M-5	A (high)	C	10.70%	3.81%	15.75%	19,886,000	-	100.00%	0.36	0.67
M-6	A	C	9.00%	0.37%	13.75%	18,273,000	-	100.00%	0.04	0.47
M-7	A (low)	C	7.40%	0.00%	12.25%	1,985,774	11,033,398	11.55%	0.00	-
M-8	BBB (high)	C	6.00%	0.00%	10.75%	-	-	0.00%	0.00	-
M-9	BBB	C	4.95%	0.00%	9.25%	-	-	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	-

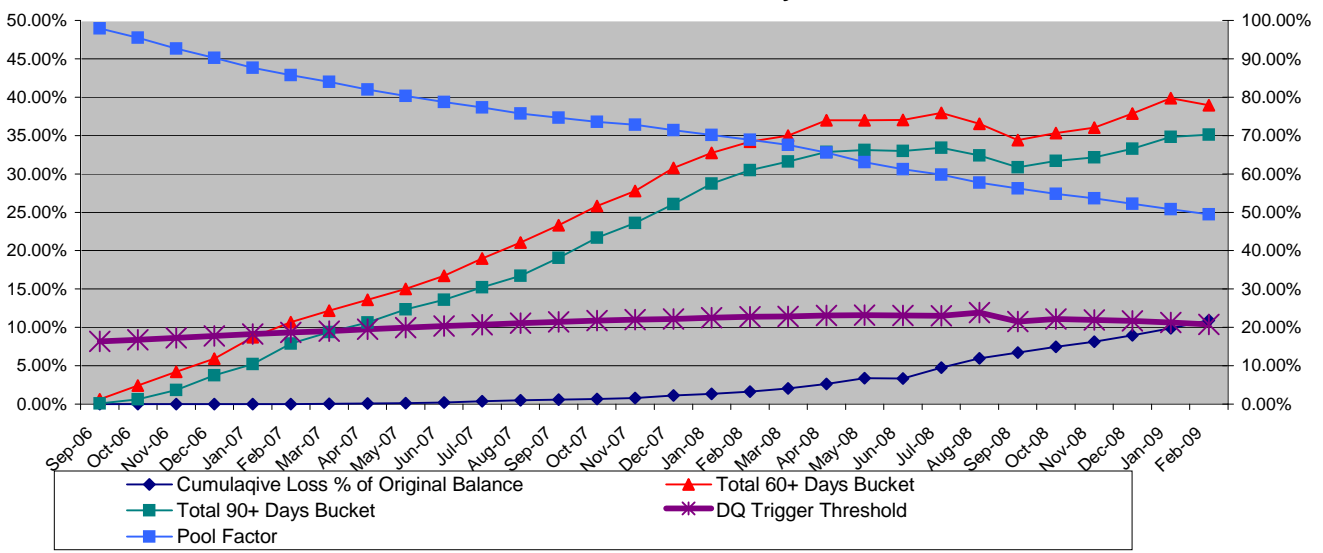
**Credit Enhancement Graph**



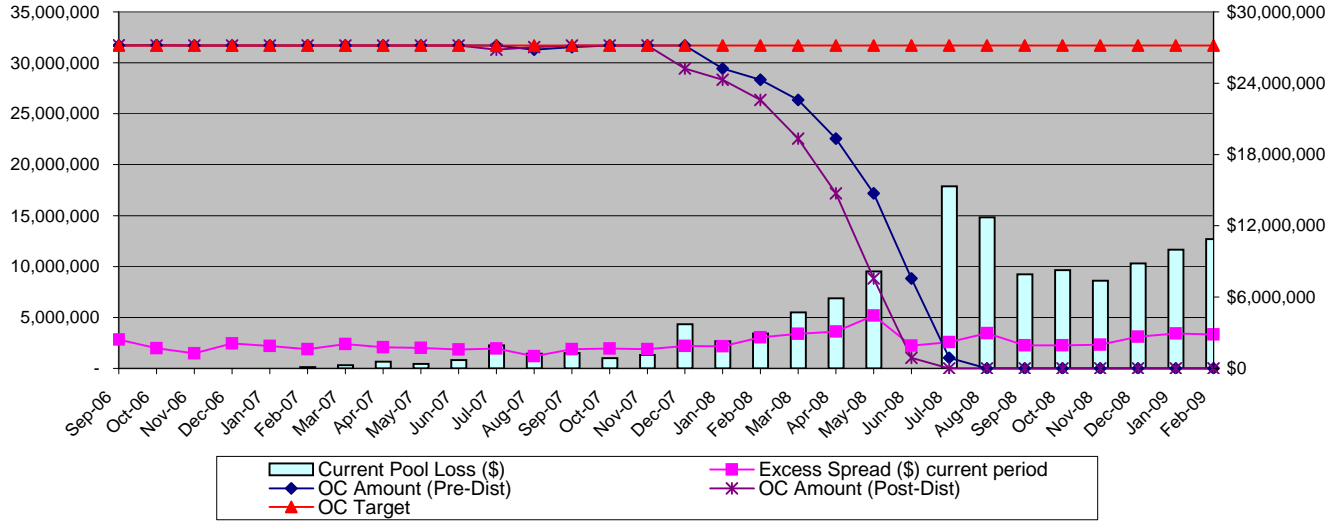
**Delinquency Graph**



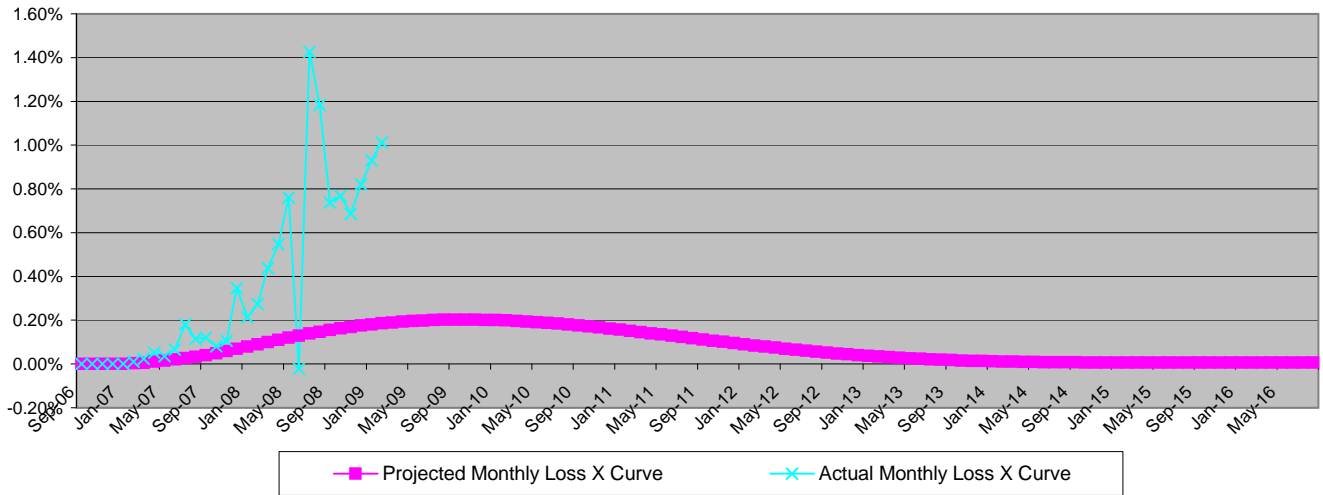
**Performance Trend Analysis**



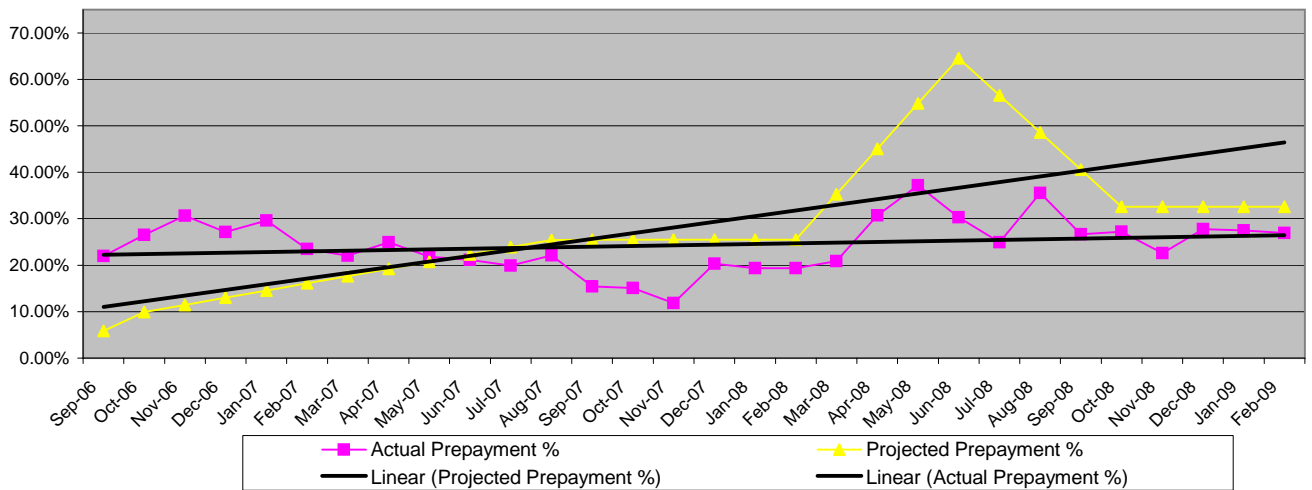
### Overcollateralization, Excess Spread & Monthly Losses



### 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 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.