

MiFID II Costs and Charges Disclosure

Alternative investment fund manager (“the AIFM”)	Nomura Asset Management Co., Ltd.
Alternative investment fund (“the AIF”)	NEXT FUNDS TOPIX Exchange Traded Fund
Reporting period (“the year”)	23rd Reporting Period (July 11, 2023 - July 10, 2024)

21ST AUGUST 2024

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This document provides clients with important information about costs and charges related to the AIF as stipulated in the Markets in Financial Instruments Directive II (MiFID II). The information is required by law to help clients understand the costs and charges associated with AIF transactions and is not marketing material.

Charges Summary (based on the year)

Cost Category	Percentage of Investment	Description
(i) Management Fee (Trust Fee)	0.0695%	<ul style="list-style-type: none"> The management fee is the sum of (a) the amount obtained by multiplying the daily total net assets of the Fund by the annual Trust Fee Rate, which shall be not more than 0.0968% (0.088% exclusive of taxes) and; (b) when the Fund lends stocks, an amount equivalent to no more than 55% (50% exclusive of taxes) of the stock lending fees accrued during the year.
(ii) Other Expenses and Fees	0.0208%	<ul style="list-style-type: none"> Expenses other than the management fee are to be borne indirectly by investors from trust assets.
Total	0.0902%	<ul style="list-style-type: none"> Total Expense Ratio

(i) Management Fee

Cost Category			Percentage of Investment	Description
One-off Charges			N/A	
Ongoing Charges	Management Fee (Trust Fee)	for the AIFM	0.0460%	• Trust Fee Rates vary according to total net assets. Please refer to Appendix A for details.
		for the Trustee	0.0151%	
	Stock Lending Fee	for the AIFM	0.0042%	• The distribution of the Stock Lending Fee shall be 50% for the Management Company (the AIFM) and 50% for the Trustee.
		for the Trustee	0.0042%	
Transaction Costs			N/A	
Charges related to Ancillary Services			N/A	
Incidental Costs			N/A	
Total			0.0695%	

(ii) Other Expenses and Fees

Cost Category		Percentage of Investment	Description
One-off Charges		N/A	
Ongoing Charges	Trademark Usage Fee for the Benchmark Index	0.0117%	<ul style="list-style-type: none"> A percentage of not more than 0.033% per year (0.03% exclusive of taxes) of the Fund's total net assets. However, if this amount is less than 1.5 million yen exclusive of taxes, then the fee will be set at 1,650,000 yen (1.5 million yen exclusive of taxes).
	Listing Fee	0.0069%	<ul style="list-style-type: none"> The sum of <ul style="list-style-type: none"> -Additional listing fee: 0.00825% (0.0075% exclusive of taxes) of the amount of increase in value of the total net asset value at the end of the year as compared with the larger of i) the total net asset value at the time of the initial listing; or ii) the largest of the total net asset values at the end of each year from the year of the initial listing and up to the year immediately prior to the fee payment year. -Annual listing fee: Maximum of 0.00825% (0.0075% exclusive of taxes) of the total net assets at year-end.
	Audit Fee	0.0022%	<ul style="list-style-type: none"> Audit fee, Tax expense, other expenses, and Brokerage commission vary according to management and other conditions, so details of rates and upper limits cannot be provided ahead of time.
	Tax Expense	N/A	
	Other Expenses	0.0000%	
Transaction Costs	Brokerage Commission	N/A	
Incidental Costs		N/A	
Total		0.0208%	

Appendix A. The distribution of the Trust Fee Rate

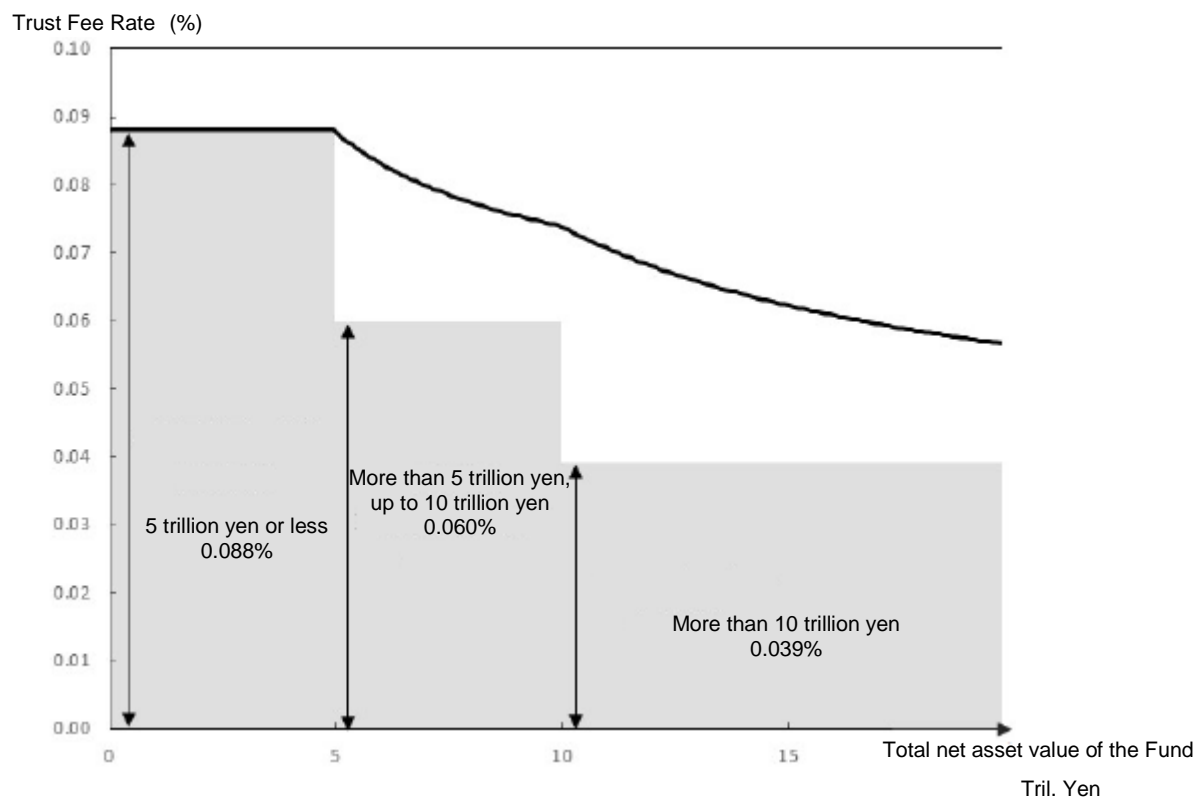
The Total Net Assets of the Fund		5 trillion yen or less	More than 5 trillion yen, up to 10 trillion yen	More than 10 trillion yen
Annual Trust Fee Rate		<u>0.0968% (0.088% exclusive of taxes)</u>	<u>0.066% (0.060% exclusive of taxes)</u>	<u>0.0429% (0.039% exclusive of taxes)</u>
The payee distribution (exclusive of taxes) and the service details	<Management Company> Fund operations, investigations related to Fund operations, instructions to trustees, preparation of legal documents, etc., calculating NAV, etc.	0.060%	0.050%	0.030%
	<Trustee> The storage/management of property of the Fund, execution of instructions from the Management Company, etc.	0.028%	0.010%	0.009%

*The daily Trust Fee Rate will be calculated according to the applicable rates described above, based on the total net asset value. Please refer to “Additional matters to be stated” below for detail.

Additional matters to be stated

The Trust Fee Rate will be reduced in stages, depending on total net asset value of the Fund, as follows.

Trust Fee Rate based on total net asset value of the Fund



Total net asset value of the Fund	Trust Fee Rate based on total net asset value of the Fund
0-5 trillion yen	0.088%
6 trillion yen	0.083%
7 trillion yen	0.080%
8 trillion yen	0.078%
9 trillion yen	0.076%
10 trillion yen	0.074%
11 trillion yen	0.071%
12 trillion yen	0.068%
13 trillion yen	0.066%
14 trillion yen	0.064%
15 trillion yen	0.062%
16 trillion yen	0.061%
17 trillion yen	0.060%
18 trillion yen	0.058%

The formula for calculating the Trust Fee Rate based on total net asset value of the Fund is as follows.

Total net asset value of the Fund	The formula for calculating the Trust Fee Rate based on total net asset value of the Fund
Up to 5 trillion yen	0.088%
More than 5 trillion yen, up to 10 trillion yen	$\frac{5 \text{ trillion yen} \times 0.088\% + (\text{Total net asset value of the Fund} - 5 \text{ trillion yen}) \times 0.060\%}{\text{Total net asset value of the Fund}}$
More than 10 trillion yen	$\frac{5 \text{ trillion yen} \times 0.088\% + (10 \text{ trillion yen} - 5 \text{ trillion yen}) \times 0.060\% + (\text{Total net asset value of the Fund} - 10 \text{ trillion yen}) \times 0.039\%}{\text{Total net asset value of the Fund}}$

Thus, the daily Trust Fee Rate will vary depending on the level of the total net assets value of the Fund.

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