

## **[Disclaimer]**

1. This document is an English translation of the Japanese language Delivery Prospectus (hereinafter referred to as the “Prospectus”) of the NEXT FUNDS Nikkei 225 High Dividend Yield Stock 50 Index Exchange Traded Fund (hereinafter referred to as the “Fund”).  
This document is based on the Prospectus of the Fund as of December 28, 2021, except as otherwise indicated herein. There is no guarantee that this document is or will be updated or modified even if an update or modification to the corresponding Japanese language Prospectus occurs.
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4. This English translation is not an official translation. In the event of any inconsistencies between this English translation and the official Japanese text of the Prospectus, the Japanese version shall prevail.
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6. The Fund is not registered with any applicable administrative organization other than those applicable to Japan. The Fund is not listed on any exchanges other than those in Japan.
7. A Japanese securities registration statement for the Fund, which is required by Japanese law, is filed with the proper Japanese authorities. The statement should be referred to for the detailed information of the Fund.
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Commencement date:

December 28, 2021

Code:1489

NEXT FUNDS

Nikkei 225 High Dividend Yield Stock 50 Index Exchange Traded Fund

NF Nikkei High Dividend Yield 50 ETF (Nickname)

Open-ended Investment Trust, Domestic, Stocks, ETF, Index Type

[Explanatory Booklet on the Investment Trust (Delivery Prospectus)]

Product Classification					Segmentation by Attribute			
Unit Type /	Eligible	Eligible	Independent	Supplementary	Eligible	Timing of	Geographical Areas	Index followed
Open-ended	Market	Investments	Segment	Classification	Investments	Accounting	of Investment	
Investment		(Source of				Period		
Trust		Income)						
Open-ended	Domestic	Stocks	ETF	Index Type	Stocks	4 times yearly	Japan	Others
Investment					General			(Nikkei 225
Trust								High Dividend
								Yield Stock 50
								Index)

Please refer to The Investment Trusts Association, Japan website (<http://www.toushin.or.jp/>) for definitions of product classification and segmentation by attribute above.

#### <Management Company>

**Nomura Asset Management Co., Ltd.** [the party issuing investment instructions for the Fund]

- Registration Number (Financial Instruments Business Operators): Director of the Kanto Local Financial Bureau (Financial instruments firms) No.373
- Date of establishment : December 1, 1959
- Capital : 17.1 billion yen (as of the end of November 2021)
- Total net asset value of investment trust assets under management : 48,159.1 billion yen (as of October 29, 2021)

#### <Trustee>

**The Nomura Trust and Banking Co., Ltd.** [the party responsible for custody and management of Fund assets]

-----Please read this document carefully before deciding to subscribe to the NEXT FUNDS Nikkei 225 High Dividend Yield Stock 50 Index Exchange Traded Fund (“the Fund”) -----

This prospectus is published pursuant to the provisions of Article 13 of the Financial Instruments and Exchange Act (No.25 of 1948).

In connection with public offering for subscription to the Fund, which is made by way of this prospectus, Nomura Asset Management Co., Ltd. (the Management Company), the Issuer of beneficiary certificates of the Fund, filed a securities registration statement with the Director of the Kanto Local Finance Bureau on June 30, 2020, pursuant to the provisions of Article 5 of the Financial Instruments and Exchange Act. The filing took effect on July 1, 2020.

- The prospectus for the Fund provided for in Article 15, Paragraph 3 of the Financial Instruments and Exchange Act (hereinafter referred to as the “Prospectus Issued upon Request”) is published on the website of the Nomura Asset Management Co., Ltd. The complete text of the basic terms and conditions of the investment trust of the Fund is provided in the Prospectus Issued upon Request.
- When a significant amendment is made to the content of the Fund, we will confirm the intention of beneficiaries of the Fund in advance under the Act on Investment Trust and Investment Corporations (No.198 of 1951).
- Investment trust assets are separately managed by the Trustee under the Trust Act.
- You can obtain a copy of the Prospectus Issued upon Request from a distributing company. If you request this document, please make a personal record to that effect.
- For information on distributing companies and the net asset value (“NAV”) of the Fund, etc., please contact us as follows:

Reference	: Nomura Asset Management Co., Ltd.
Homepage	: <a href="http://www.nomura-am.co.jp/">http://www.nomura-am.co.jp/</a>
Mobile site	: <a href="http://www.nomura-am.co.jp/mobile/">http://www.nomura-am.co.jp/mobile/</a> (as for NAV, etc.)

## ***Objective and Features of the Fund***

### 1. Objective of the Fund

The Fund aims at investment performance linked to the Nikkei 225 High Dividend Yield Stock 50 Index\* (Benchmark Index), which means NAV volatility is to correspond with that of the Benchmark Index.

\*The Nikkei 225 High Dividend Yield Stock 50 Index (Nikkei High Dividend Yield 50) is a stock price index which is principally comprised of 50 Japanese stocks with high estimated dividend yields, selected out of the component stocks of the Nikkei 225. The Nikkei High Dividend Yield 50 is calculated by using the weight method, taking into consideration the estimated dividend yields and liquidity, and it assumes the index value on the date of December 28, 2001 to be 10,000 points.

### 2. Features of the Fund

#### ■ Main subject of investment

-Stocks listed in Japanese financial instrument exchanges that are included and are due to be included in the Benchmark Index.

#### ■ Investment Policy

(i) The Fund is investing only in stocks that are included and are due to be included in the Benchmark Index. The goal of the Fund is to be managed so that the proportion of the number of shares of the individual stocks in the trust assets is held in a proportion that corresponds to the proportion of the number of shares of each component stock in the Benchmark Index, and such proportion is calculated in terms of the component proportion of each component stock in the Benchmark Index, which is calculated using the Benchmark Index's calculation method, and the Fund aims at investment performance linked to the Benchmark Index.

(ii) The Management Company may issue investment instructions to adjust the component of the trust assets to meet policy (i) above:

-If the calculation method of the Benchmark Index is changed or announced to be changed;

-If adjustments to the component proportion of each component stock in the Benchmark Index are made or announced to be made due to causes such as interchanges in the selected stocks in the Benchmark Index, changes in capital in any of the selected stocks in the Benchmark Index, or other similar events;

-If an addition or exchange of this trust is made; or

-In other cases, if necessary to ensure linkage to the Benchmark Index.

(iii) Stocks that are indicated to be invested are stocks which are listed (or due to be listed) in the financial instrument exchanges or registered (or due to be registered) in the Registry of Over-the-Counter Traded Securities and which are issued by the issuing corporations whose issued stocks are included and are due to be included in the Benchmark Index. However, this

indication is not necessary for stocks that are acquired through allotments to stockholders. The stocks which are excluded from the Benchmark Index shall be sold promptly, taking market conditions into consideration, though the stocks may in certain cases not be sold promptly because of the liquidity, etc., of the stocks.

(iv) Notwithstanding provision (i) above, the Fund may make complementary purchases of stock index futures connected with the Benchmark Index or other Japanese stock indexes to keep the performance tracked to the Benchmark Index.

Management described above may not be achieved depending on funding trends, market trends, etc.

■ Copyright, etc., of Nikkei 225 High Dividend Yield Stock 50 Index

Nikkei 225 High Dividend Yield Stock 50 Index (hereinafter referred to as “Nikkei High Dividend Yield 50”) is a copyright protected work which is calculated by techniques originally developed by Nikkei Inc. (hereinafter referred to as “Nikkei”). Nikkei owns the copyrights and all other intellectual property rights relating to the Nikkei High Dividend Yield 50 itself, its calculation method, and the Nikkei 225, which is the base for the component stock of the Nikkei High Dividend Yield 50. The Management Company is responsible for providing investment instruction for the “NEXT FUNDS Nikkei 225 High Dividend Yield Stock 50 Index Exchange Traded Fund”, which uses the Nikkei High Dividend Yield 50 as an underlying benchmark, and Nikkei has neither obligations nor responsibilities related to the investment instructions for or transactions of the “NEXT FUNDS Nikkei 225 High Dividend Yield Stock 50 Index Exchange Traded Fund”. Nikkei has no obligation to continuously publish the Nikkei High Dividend Yield 50, and is not liable for any errors, delays or interruptions in connection with publication of this index. Nikkei reserves the rights to change the methods of calculation of the Nikkei High Dividend Yield 50 or Nikkei 225, as well as the right to change the contents and cease the publication of the Nikkei High Dividend Yield 50.

■ Investment Restrictions

Investment ratio in stocks	There is no restriction on the investment ratio in stocks.
Investment ratio in assets denominated in foreign currencies	The investment ratio in assets denominated in foreign currencies shall be less than or equal to 20% of the total net asset value of the trust assets in the Fund.
Use of derivatives	Use of derivatives is allowed (i) until the Fund begins investing in stocks in accordance to the investment policy, or (ii) for purposes of managing

	investment performance linked to the Benchmark Index. In such cases, the Fund may complementarily purchase futures connected with the Benchmark Index or other Japanese stock indexes.
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■ Distribution Policy

-Dividends are due on the 7<sup>th</sup> of January, April, July and October of each year.

-As a general rule, the full amount of dividends and other income arising from the trust assets are distributed after deduction of expenses. However, the amount of dividends that is payable may in some circumstances amount to zero. Even if any profits are realized from the sale and purchase of individual stocks, no dividends shall be paid.

\* There is no suggestion or guarantee regarding the payment or the amount of future dividends.

**Investment Risks**

1. Factors that contribute to NAV volatility

The NAV of the Fund is subject to fluctuations in the prices of the securities, etc., in which the Fund invests. **All profits and losses arising from fund management are borne by the investors. Any principal invested in the Fund by investors is therefore not guaranteed. Investors may incur a loss and the value of their investment principal may fall below par as the result of a decline in the NAV. The investment trust differs from a savings deposit.**

Stock Price Fluctuation Risk	NAV of the Fund may be influenced by stock price fluctuations since the Fund invests in stocks.
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\* The factors that contribute to fluctuations in the NAV are not limited to those mentioned above.

<<Primary Factors for Discrepancies between the Benchmark Index and NAV>>

The fund aims at an investment performance for NAV volatility linked to that of the Benchmark Index; however, in managing the investment assets, we cannot guarantee that movements will be identical to those of the Benchmark Index primarily for the following reasons:

- (i) We cannot make individual stocks' incorporated ratio in the Fund completely the same as the component proportion of component stocks in the Benchmark Index.
- (ii) The Fund may incur market impact or bear costs such as brokerage commission, etc., by the trading of individual stocks, such as when portfolio adjustments are made due to changes of the component stocks in the Benchmark Index, capital transfers of any individual stocks in the Benchmark Index, partial exchanges of actual stocks or any other causes.
- (iii) When cash remains as part of the trust assets as a result of additional issue partly made by cash, dividends obtained from individual incorporated stocks, or rights handling, etc.
- (iv) There may be a price spread between the sale price and the appraised value of the object stocks.
- (v) When futures transactions are made, there may be a disparity between the prices of the forwards and the Benchmark Index.
- (vi) The Fund bears certain costs, such as trust fees.

\* The factors that contribute to the discrepancy between the Benchmark Index and NAV are not limited to those listed above.

2. Additional Considerations

The provisions stipulated in Article 37-6 of the Financial Instruments and Exchange Act (so-called "cooling off") are not applicable to subscriptions to the Fund.

- Management based upon the investment policy may not be achieved depending on funding trends, market trends, etc., or unexpected circumstances.
- The interest/redemption payment from the issuers of the securities which are incorporated into the Fund may be delayed.

- Transactions pertaining to the Fund, such as an investment in securities and contracts related to such fund, may default because of the bankruptcy, or other similar event, occurring to a counterparty.
- NAV of the Fund and the Benchmark Index may differ because of costs and other factors. It is not guaranteed that the Fund's investment performance will track or exceed the Benchmark Index.
- The market price of the Fund is based upon supply and demand, as calculated through competitive buying and selling on the exchange. Therefore, market price may differ from the NAV itself.
- Please be aware that the Fund will be delisted and the trust will be terminated if the number of units of beneficial interest falls below 20,000 for 20 successive business days.

### 3. Risk Management System




The Management Company examines Fund performance and oversees management risks by having established a committee to take charge of these matters.

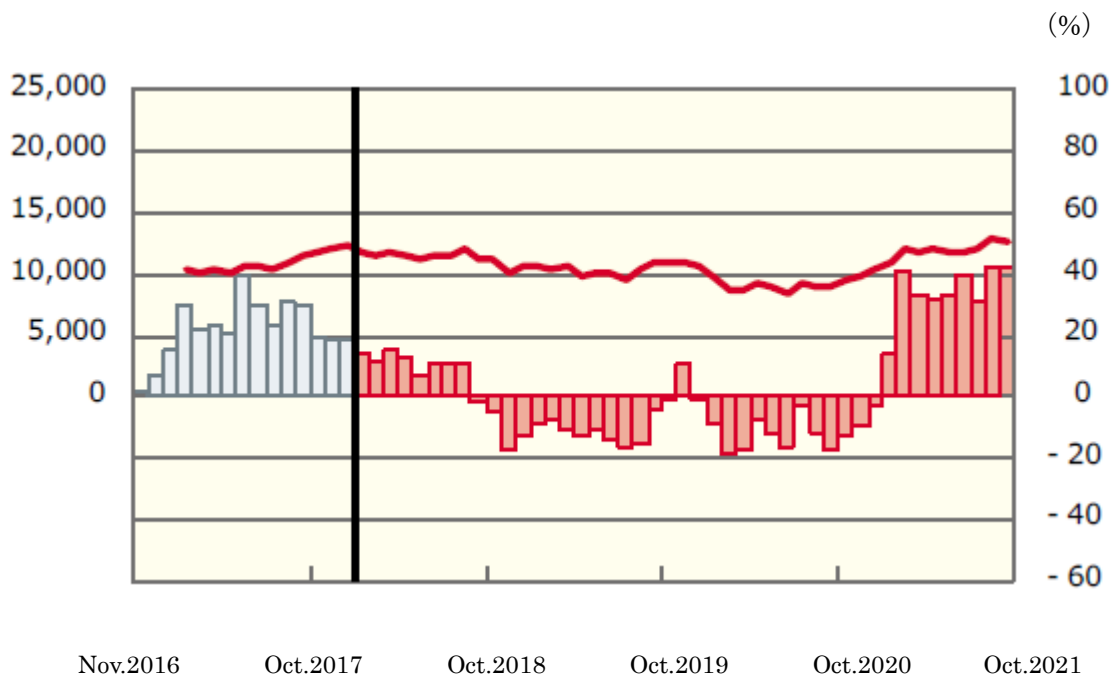
- Examination of the Fund performance  
The committee reports and deliberates on the results of periodic examinations (analysis/evaluation) of the investment trust's trust asset performance results.
- Administration of management risk  
The committee identifies and manages management risk and, based on its findings, provides guidance to the appropriate divisional management and any other relevant sections regarding rectification measures for appropriate administration.



4. Risk Quantitative Comparison (end of November 2016 to the end of October 2021, per month)

< The Fund's annual return and the change of dividend re-investment net asset value >

-  Fund annual return (Right Axis)
-  Benchmark Index annual return (Right Axis)
-  Dividend re-investment net asset value (Left Axis)

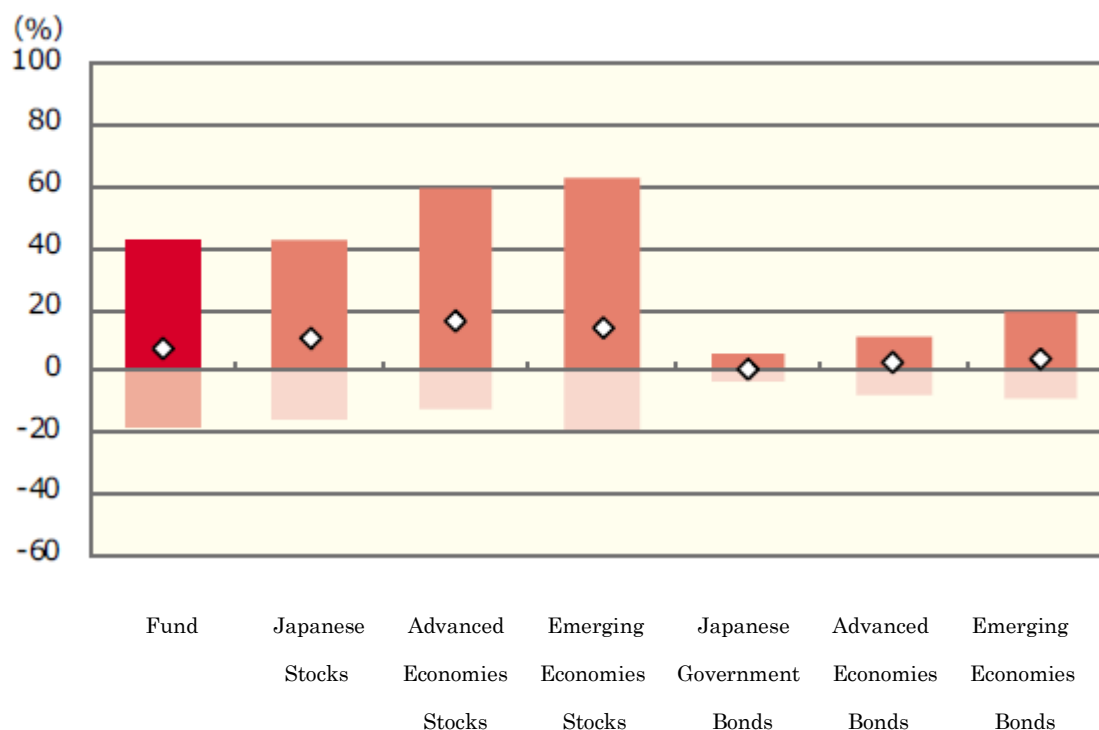


\* The dividend re-investment net asset value is calculated by deeming that the dividend before income taxes is re-invested. The dividend re-investment net asset value is set by indexing the original principal as 10,000 (per 1 unit), and is displayed from the end of the month that includes the inception date.

\* The annual return displays the return in a single year at the end of each month for the five years from November 2016 to October 2021. Furthermore, the Benchmark Index annual return is displayed until January 2018.

<Comparison of return between the Fund and the major asset class>

Maximum Value (Fund)    
  Maximum Value    
  Minimum Value (Fund)  
 Minimum Value    
  Average



	The Fund	Japanese Stocks	Advanced Economies Stocks	Emerging Economies Stocks	Japanese Government Bonds	Advanced Economies Bonds	Emerging Economies Bonds
Maximum Value (%)	<b>42.3</b>	42.1	59.8	62.7	5.4	11.4	19.3
Minimum Value (%)	<b>△18.5</b>	△16.0	△12.4	△19.4	△4.0	△7.9	△9.4
Average (%)	<b>7.5</b>	10.1	15.6	13.7	0.2	3.0	4.1

\* Not all asset classes are the subject of Fund investment.

\* The above graph displays the Maximum Value, the Minimum Value and the Average of the annual return at the end of each month for the five years from November 2016 to October 2021. Furthermore, the annual return of the Fund before the inception date is calculated using the Benchmark Index of the Fund.

\* The above numbers may not apply as of the account closing day.

\* The Fund uses the return of the dividend re-investment net asset value.

# The dividend re-investment net asset value may occasionally differ from the actual net asset value due to the dividend being deemed re-invested before the application of income taxes.

<The index of the major asset class>

- Japanese Stocks: Tokyo Stock Price Index(TOPIX) (including dividend)
- Advanced Economies Stocks: MSCI-KOKUSAI Index (including dividend, based on Japanese Yen)
- Emerging Economies Stocks: MSCI Emerging Markets Index (including dividend, based on Japanese Yen)
- Japanese Government Bonds: NOMURA-BPI JGB
- Advanced Economies Bonds: FTSE World Government Bond Index (excluding Japan, unhedged, based on Japanese Yen )
- Emerging Economies Bonds: JP Morgan Government Bond Index - Emerging Markets Global Diversified (based on Japanese Yen )

■Copyright etc. for the Index of the Major Asset Class■

○Tokyo Stock Price Index (TOPIX) (including dividend) …Tokyo Stock Price Index (TOPIX) (including dividend) is the intellectual property of Tokyo Stock Exchange, Inc., and all rights regarding the index, such as the calculation of the index and the disclosure and accessibility of the index value, etc., are retained by Tokyo Stock Exchange, Inc. Furthermore, this product is not provided, guaranteed, or sold by Tokyo Stock Exchange, Inc., and Tokyo Stock Exchange, Inc. has no responsibility for any damages caused by any issue or sale by the Fund.

○MSCI-KOKUSAI Index (including dividend, based on Japanese Yen), MSCI Emerging Markets Index (including dividend, based on Japanese Yen)…MSCI-KOKUSAI Index (including dividend, based on Japanese Yen) and MSCI Emerging Markets Index (including dividend, based on Japanese Yen) are the indexes developed by MSCI. Copyright, intellectual property rights, and all other rights to these indexes belong to MSCI. In addition, MSCI also retains the right to change the contents and to suspend the disclosure of these indexes.

○NOMURA-BPI JGB…The intellectual property rights concerning NOMURA-BPI JGB belong to Nomura Securities Co., Ltd. Furthermore, Nomura Securities Co., Ltd. does not guarantee the accuracy, integrity, credibility, or usefulness of the Nomura-BPI JGB, and takes no responsibility for the business activities and services provided by Nomura Asset Management Co., Ltd. when using the NOMURA-BPI JGB.

○FTSE World Government Bond Index (excluding Japan, unhedged, based on Japanese Yen )…“FTSE World Government Bond Index (excluding Japan, unhedged, based on Japanese Yen )” is the bond index operated by FTSE Fixed Income LLC for the bond index comprised of the total investment profits of the government bonds of the major countries in the world, excluding Japan, as weight-averaged by the market capitalization in each market, and FTSE World Government Bond Index (excluding Japan, unhedged, based on Japanese Yen) is the intellectual property of FTSE Fixed Income LLC, and all rights regarding the index are retained by FTSE Fixed Income LLC.

○JP Morgan Government Bond Index -Emerging Markets Global Diversified (based on Japanese Yen )…The information provided here regarding the “JP Morgan Government Bond Index -Emerging Markets Global Diversified (based on Japanese Yen )” (here, for the sake of convenience, referred to as the “Index”.) (said information includes the Index level, but is not limited thereto) is used only for informative purposes, and is not intended as a solicitation for the sale and purchase of Financial Instruments, nor does it officially confirm certain sales and purchase, nor does it define the value and price of certain products related to the Index. Also, the Index does not legally constitute accounting advice regarding investment strategy and tax. The market price, data and other information included here are considered accurate, but JPMorgan Chase & Co. and its subsidiary company (hereinafter referred to as “JPM”) do not guarantee completeness and accuracy. The information included here may sometimes be changed without notice. Past performance does not suggest future return. With respect to the financial instruments of the issuers included in this document, JPM and its employees may possess both long and short positions, may perform sales and purchases, may perform market-making, and may also possibly be a subscriber of issuers, placement agencies, advisers, and lenders.

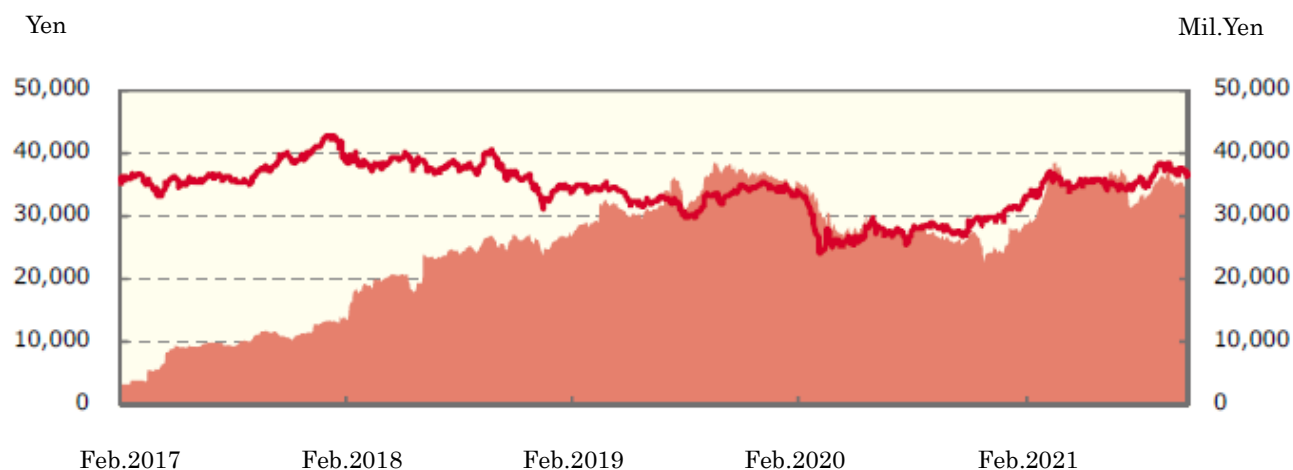
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(Source: Nomura Research Institute, Ltd., FTSE Fixed Income LLC, etc.)

### Historical Performance (As of October 29, 2021)

#### 1. Changes in NAV/Net Assets (per day, since inception)

- NAV (price per 1 unit of the beneficial interest after dividend) [Left Axis]  
 Total net asset value [Right Axis]



#### 2. Dividends Paid (per 1 unit before tax)

October 2021	616 Yen
July 2021	100 Yen
April 2021	587 Yen
January 2021	105 Yen
October 2020	465 Yen
Cumulative since inception	6,137 Yen

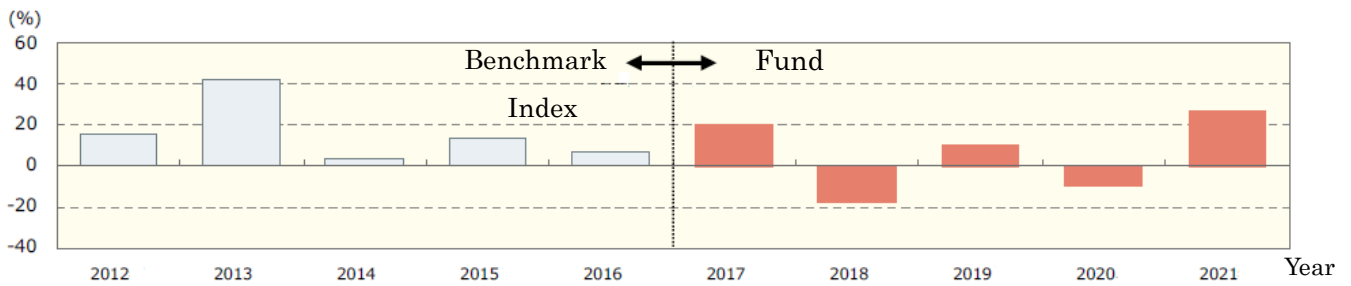
#### 3. Status of Major Assets

##### Top 10 component shares

	Company	Sector	% of NAV
1	NIPPON YUSEN KABUSHIKI KAISHA	Marine Transportation	4.5
2	SOFTBANK CORP.	Information & Communication	3.9
3	MITSUBISHI CORPORATION	Wholesale Trade	3.8
4	JAPAN TOBACCO INC.	Foods	3.6
5	TOKIO MARINE HOLDINGS, INC.	Insurance	3.4
6	SUMITOMO MITSUI FINANCIAL GROUP, INC.	Banks	3.3
7	INPEX CORPORATION	Mining	3.1
8	MITSUBISHI UFJ FINANCIAL GROUP, INC.	Banks	3.1
9	NOMURA HOLDINGS, INC.	Securities and Commodities Futures	3.0
10	MS&AD INSURANCE GROUP HOLDINGS, INC.	Insurance	3.0

#### 4. Past Annual Returns

(based on the calendar year)



-The annual rates of return are calculated with dividends reinvested (before tax).

-Figures from 2012 to 2016 are for the annual rate of return for the Benchmark Index.

-The figure for 2017 shows the return rate of the Fund from the inception date (February 10, 2017) to the end of the year.

-The figure for 2021 shows the return rate of the Fund from the beginning of the year to the base date.

- The performance data shown above represents historical performance, which is not a guarantee of future investment results.
- The information of the Benchmark Index is just for reference, and does not refer to past performance of the Fund.
- The Fund's investment performance may be disclosed on the Management Company's website.

***Procedures, Fees, and Other Items***

1. Subscription Memorandum

Subscription of Beneficial Interest	Subscription of beneficial interest (additional issue of beneficial certificates) is principally limited to issuance corresponding to the actual stocks in the portfolio (hereinafter referred to as the “Designated Stocks Portfolio”). The Designated Stocks Portfolio is presented by the Management Company in advance.
Subscription Units	1 UNIT or more, available in multiple, indivisible units of 1 UNIT. A “UNIT” is comprised of units of the beneficial interest that, when combined together in a UNIT, correspond to 1 unit of the stock portfolio which the Management Company deems will correlate to the Benchmark Index. (1 UNIT is comprised of integer multiples of 5,000 units of the beneficial interest, with the multiplier for the 5,000 units of the beneficial interest to be specified by the Management Company on the day a subscription application is accepted.)
Presentation of the Designated Stocks Portfolio	Designated Stocks Portfolios, made in response to the number of UNITS applied for, shall be presented to the distributing company no later than two business days prior to the day a subscription application is accepted.
Subscription Price	The NAV as of the day a subscription application is accepted. (The NAV of the Fund is indicated per 1 unit)
Delivery of the Designated Stocks Portfolio	The subscription applicant shall make a deposit to the safe custody of the distributing company within a period of 2 business days from the day a subscription application is accepted. *The distributing company may determine the details separately. Please contact the distributing company for details.
Initial Principal	34,875 yen per 1 unit
Exchange of Beneficial Interest	Beneficiaries may request an exchange of their own beneficial interests in the Fund for the stocks corresponding to their share of the beneficial interests in the trust assets.
Exchange Units	5,000 units or more, in increments of 5,000 units (The number of units in Exchange Units may be changed depending upon a rise in the Benchmark Index, etc.)
Exchange Price	The NAV as of the day the exchange request is accepted.
Delivery of the Exchanged Stocks	In principle, the increased number of stocks that the beneficiary who requested the exchange shall be credited to the account of a book-entry transfer institution, etc., from the third business day

	from the day the exchange request is accepted.
Business Hours for Subscription / Exchange	<p>Applications for subscription and exchange that are completed by 3 p.m. are deemed to have been accepted that same day.</p> <p>However, if the subscription/exchange applicant is the issuer of any of the stocks that are components of the Benchmark Index, applications must be completed by 2 p.m. in order to be deemed accepted on the same day.</p>
Subscription Period	<p>From July 1, 2020 to June 29, 2021</p> <p>*The subscription period can be renewed by filing another securities registration statement prior to the expiration date shown above.</p>
Non-acceptance Days for Subscription/Exchange	<p>In principle, applications for subscription/exchange will be suspended on the following days/period:</p> <p>&lt;Subscription&gt;</p> <ul style="list-style-type: none"> <li>-For a period of two business days, beginning from one business day prior to the ex-dividend or ex-right day of any component stocks in the Benchmark Index.</li> <li>-For a period of six business days, beginning from five business days prior to the date on which a change of component stocks in the Benchmark Index becomes effective or a change in the number of the individual stocks that comprises the component stocks in the Benchmark Index becomes effective.</li> <li>-For a period beginning from two business days prior to the last business day of the month prior to a month containing any accounting day of the Fund, through to the business day immediately prior to the accounting day of the Fund.</li> <li>-In cases where the Fund terminates the trust, the period shall be four business days, beginning from three business days prior to the termination date of the trust.</li> <li>-In addition to the period above, any time the Management Company determines that unavoidable circumstances occur that prevent it from making investments in accordance with the investment policies.</li> </ul> <p>&lt;Exchanges&gt;</p> <ul style="list-style-type: none"> <li>-One business day prior to the ex-dividend or ex-right day of any component stocks in the Benchmark Index.</li> <li>-For a period of seven business days, beginning from five business days prior to the date on which a change of component stocks in</li> </ul>



	<p>the Benchmark Index becomes effective or a change in the number of the individual stocks that comprise the component stocks in the Benchmark Index becomes effective.</p> <p>-For a period beginning from two business days prior to the last business day of the month prior to a month containing any accounting day of the Fund, through to the business day immediately prior to the accounting day of the Fund.</p> <p>-In cases where the Fund terminates the trust, the period shall be four business days, beginning from three business days prior to the termination date of the trust.</p> <p>-In addition to the period above, any time the Management Company determines that unavoidable circumstances occur that prevent it from making investments in accordance with the investment policies.*Notwithstanding the provisions above, applications for subscription/exchange may be accepted on or during the days referred to above if the Management Company determines that the impact of such subscription/exchange on the trust assets is minimal in view of the condition of the trust assets, funding trends, market trends, etc.</p>
Suspension or Cancellation of Subscription/Exchange	The Management Company may suspend acceptance of applications for subscriptions/exchanges, or cancel applications for subscriptions/exchanges that have already been accepted, in the event that trading on a financial instruments exchange etc., is suspended or any other circumstances beyond their control develops.
Trust Term	Unlimited (inception date: February 10, 2017)
Listed Market	Tokyo Stock Exchange
Early Termination	Early termination shall be carried out (i) if the number of units of the beneficial interest falls below 20,000 for 20 successive business days, (ii) if the Fund is delisted from all the financial instruments exchanges on which the Fund has been listed, or (iii) if the Benchmark Index is discontinued. Early termination may be carried out in any other situation where circumstances beyond the Management Company's control develop.
Accounting Day	On the 7 <sup>th</sup> of January, April, July and October of each year.
Income Distribution	Dividends are due four times a year on the date of each closing of account.
Maximum Amount of Trust	Equivalent to 100 billion yen

Public Notification	Public notifications shall principally be posted online on the website below: URL: <a href="http://www.nomura-am.co.jp/">http://www.nomura-am.co.jp/</a>
Investment Reports	No investment report is made.

## 2. Fund Expense and Taxes

### ■ Fund Expenses

Expenses to be borne directly by investors		
Subscription Commission	Set independently by the distributing company (Please contact the distributing company for further information) The Subscription Commission is received in consideration of the office procedures related to Fund subscription, etc., at the time of the subscription of the Fund.	
Amount to be Retained in Trust Assets	None	
Exchange Commission	Set independently by the distributing company (Please contact the distributing company for further information) The Exchange Commission is received in consideration of the office procedures related to Fund exchanging, etc., at the time of the exchanging of the Fund.	
Expenses to be borne indirectly by investors from trust assets		
Management Fee (Trust Fee)	Total amount of the Trust Fee is <b><u>the sum of the following two items</u></b> : (i)The amount obtained by multiplying the daily total net assets of the Fund by the Annual Trust Fee Rate. The distribution of the Trust Fee Rate is as follows:	
	Annual Trust Fee Rate	No larger than 0.308% (0.28% exclusive of taxes) <b><u>(0.308% (0.28% exclusive of taxes)</u></b> as of December 27, 2021)
	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
		0.23%

		documents, etc., estimating base price, etc.	
		<Trustee> The storage/managemen t of property of the Fund, execution of instructions from the Management Company, etc.	0.05%
	<p>*The distribution above is calculated using the annual Trust Fee Rate as of December 27, 2021.</p> <p>(ii)When the Fund lends stocks, an amount obtained from no more than 44% of the rental fee which accrues on a daily basis (40% exclusive of taxes).</p> <p>The distribution shall be 80% for the Management Company and 20% for the Trustee.</p> <p>*The Trust Fee of the Fund is summed up daily, and reflected within the NAV of the Fund. Also, the Trust Fee is paid from the Fund on every last day of any accounting period and the termination date of the trust.</p>		
Other Expenses and Fees	<ul style="list-style-type: none"> <li>◆ Annual fees for use of trademarks pertaining to the Benchmark Index (as of December 27, 2021) 0.055% per year (0.05% exclusive of taxes) of the Fund’s total net assets.</li> <li>◆ Expenses pertaining to listing of the Fund (as of December 27, 2021) -Additional listing fee: 0.00825% (0.0075% exclusive of taxes) of the amount of increase in value of the Fund’s 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 subsequent year 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.</li> </ul>		

	<p>The fee listed above and any consumption and other tax are to be borne by investors and can be paid out of the Fund. If these expenses and fees are not paid out of the Fund, then these expenses and fees shall be borne by the Management Company.</p> <p>Other expenses and fees are as follows:</p> <ul style="list-style-type: none"><li>-Brokerage commission on transactions in portfolio securities</li><li>-Expenses for maintaining custody of assets denominated in foreign currency.</li><li>-Costs paid to auditors for Fund audits</li><li>-Tax related to the Fund, etc.</li></ul> <p>*These expenses and fees above are paid out of the Fund when they are incurred. These expenses and fees vary according to management and other conditions, so details of rates and upper limits cannot be provided ahead of time.</p>
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■ Tax Treatment

- Tax Treatment is applied at the times listed below.
- The following chart represents tax rates on individual investors at the time of tax withholding.  
The tax rate may differ according to the taxation method, etc.

Time	Items	Tax
Receipt of distribution	Income tax, special reconstruction income tax and local tax	Taxed as dividend income 20.315% of income distributions
Sales, exchanges, and redemptions	Income tax, special reconstruction income tax and local tax	Taxed as capital gains 20.315% of the profit on sales, exchanges, and redemptions

\*The foregoing descriptions are as of the end of October 2021. Therefore, the tax rates may change in the event that tax laws are revised.

\*If you choose the Japanese version of the Individual Savings Account (known as “NISA”):

“NISA” is the (Nippon) Individual Savings Account, a tax exemption structure pertaining to a listed stock or a publicly offered stock investment trust etc. If you choose to use the NISA structure, income gains and capital gains from newly purchased ETFs etc., for investments of up to a specified amount each year, will be tax exempt for a specified term. In order to be eligible for NISA, certain conditions, such as the requirement that the NISA account be opened by an investor with an eligible distributing company, must be met. Investors should make sure whether or not dividends can be received tax-exempt, as this may depend on the dividend payment method. Please confirm this with the distributing company for further details.

\*In the event foreign tax credit is applied by the investment to assets denominated in foreign currency, tax treatment at the time of receipt of the distribution may differ from the percentage listed above.

\*The aforementioned descriptions do not apply to Japanese corporations.

\*We recommend that investors consult a tax or similar specialist for details of tax treatment.