

(Reference Translation)

Index Consultation Regarding Proposed Amendment to Policies Concerning Calculation of TSE Indices

April 20, 2020
Tokyo Stock Exchange, Inc.

Tokyo Stock Exchange, Inc. (hereinafter “TSE”) is proposing an amendment to Policies Concerning Calculation of TSE Indices (hereinafter “Policies”) and has therefore decided to carry out an Index Consultation regarding the amendment. Details are as follows:

1. Purpose and reasons for proposed amendment

For indices calculated by TSE (hereinafter “TSE Indices”), we have judged that under extreme market conditions due to unavoidable circumstances such as natural disasters, it would be beneficial to the convenience of TSE Indices users that we have an option to handle changes to the indices, such as constituent selection and adjustments to base market value, differently from as specified in the calculation methodologies. We propose to make necessary changes* to a part of the Policies to clarify this.

*For more details of the proposed amendment, please refer to “3. Before and after amendment (proposed)”.

2. Timeline of proposed amendment and related procedures

Date	Procedures
April 20, 2020 (Mon.) to May 20, 2020 (Wed.)	Opinions gathered through Index Consultation *Opinions can be submitted via the JPX official website. Submissions must specify the following matters: (i) Name of submitter, (ii) Occupation of submitter, (iii) Name and business type of the corporation, organization, etc. to which the submitter belongs, (iv) Contact information (i.e., phone number and email address), and (v) Opinions on the proposed amendment.
May 27, 2020 (Wed.) (planned)	Final decision made at TSE Indices Administering Meeting *TSE will make the final decision on the proposed

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	amendment at the TSE Indices Administering Meeting, taking into consideration the opinions submitted. Finalized measures will be published on the JPX official website.
June 1, 2020 (Mon.)	Policies amended

3. Before and after amendment (proposed)

After amendment (proposed)	Before amendment
Article 4. Calculation of Indices Under Extreme Market Conditions <i>(omitted)</i> <u>2 Notwithstanding the provisions of the preceding paragraph, in the case that due to unavoidable circumstances such as natural disasters, the TSE Indices Administering Meeting deems that the condition of the stock market run by TSE is not appropriate for implementing changes to TSE Indices as specified in the calculation methodologies, such as constituent selection and adjustments to base market value, TSE shall be able to handle these changes differently from as specified in the calculation methodologies after prior notification on the JPX official website.</u>	Article 4. Calculation of Indices Under Extreme Market Conditions <i>(omitted)</i>

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