## **Outline of New Transition Indices Established from April 2022**

Reference 3



Item	TSE Growth Market Core Index	TSE Standard Market TOP20 Index
Calculation method	Stock price average -Newly included issues are adjusted so that the weight on the weight reference date is 5%.	Stock price average -Newly included issues are adjusted so that the weight on the weight reference date is 5%.
Eligible issues	All domestic common stocks listed on the Growth Market	All domestic common stocks listed on the Standard Market
Periodic review	<ul> <li>Review conducted on last business day of October every year</li> <li>Base date is last business day of August</li> <li>The 18 issues with the highest market capitalization of all constituents on the base date, excluding those listed on markets other than the Growth Market, will continue to be included. To make 20, issues will be added based on the inclusion criteria in descending order of market capitalization.</li> <li>Inclusion criteria: <ul> <li>An FFW ratio of at least 0.2</li> </ul> </li> <li>Note: Issues which are in the bottom 10% of issues on the Growth Market (based on no. of issues) for trading value for the most recent year to date are ineligible.</li> </ul>	<ul> <li>Review conducted on last business day of October every year</li> <li>Base date is last business day of August</li> <li>The 18 issues with the highest market capitalization of all constituents on the base date, excluding those listed on markets other than the Standard Market, will continue to be included. To make 20, issues will be added based on the inclusion criteria in descending order of market capitalization.</li> <li>Inclusion criteria: <ul> <li>An FFW ratio of at least 0.2</li> </ul> </li> <li>Note: Issues which are in the bottom 10% of issues on the Standard Market (based on no. of issues) for trading value for the most recent year to date are ineligible.</li> </ul>
Extraordinary inclusion	None	None
Extraordinary removal	<ul><li>Designation as Securities to Be Delisted</li><li>Delisting</li><li>Designation as Securities on Alert</li></ul>	<ul><li>Designation as Securities to Be Delisted</li><li>Delisting</li><li>Designation as Securities on Alert</li></ul>
Upper weighting limit	20% cap. Review conducted at the end of October every year	20% cap. Review conducted at the end of October every year

## **Outline of New Statistical Indicators Established from April 2022**

Reference 3



Item	Indices for New Market Segments (Prime Market/Standard Market/Growth Market)	TSE Prime Market Composite Index	Ex-TSE First Section Index
Calculation method	Free-float adjusted market capitalization	Free-float adjusted market capitalization	Free-float adjusted market capitalization
Eligible issues	All listed domestic common stocks on each market	All "domestic common stocks", "domestic preferred equity contribution securities", "participation-type domestic classified stocks", and "foreign stocks listed only on TSE" listed on the TSE Prime Market	All domestic common stocks listed on the 1st Section as of April 1, 2022
Periodic review	None	None	None
Extraordinary inclusion	- Issues conducting initial listings on one of the markets will be included on the last business day of the following month. Note: issues conducting market transfers will be included on the transfer date.	- Issues conducting initial listings on the TSE Prime Market will be included on the last business day of the following month. Note: issues conducting market transfers will be included on the transfer date.	- None Note: If a constituent is delisted due to a stock transfer, etc. and the company, etc. newly created by said stock transfer, etc. is listed without delay, said newly created company, etc. will be included on the listing date.
Extraordinary removal	<ul><li>Designation as Securities to Be Delisted</li><li>Delisting</li><li>Market transfer</li></ul>	<ul><li>Designation as Securities to Be Delisted</li><li>Delisting</li><li>Market transfer</li></ul>	<ul><li>Designation as Securities to Be Delisted</li><li>Delisting</li></ul>
Upper weighting limit	20% cap. Review conducted at the end of October every year	- The same value as the post-cap-adjusted FFW ratios applied to the TSE Prime Market Index	None

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