

(Reference Translation)

TSE Index Guidebook
(TOPIX High Dividend Yield 40 Index)

October 1, 2026
JPX Market Innovation & Research, Inc.

Published March 31, 2026

DISCLAIMER: This translation may be used for reference purposes only. This English version is not an official translation of the original Japanese document. In cases where any differences occur between the English version and the original Japanese version, the Japanese version shall prevail. This translation is subject to change without notice. JPX Market Innovation & Research, Inc., Japan Exchange Group, Inc., Tokyo Stock Exchange, Inc., Osaka Exchange, Inc., Tokyo Commodity Exchange, Inc., Japan Exchange Regulation and/or their affiliates shall individually or jointly accept no responsibility or liability for damage or loss caused by any error, inaccuracy, misunderstanding, or changes with regard to this translation.

Contents

| | |
|---|---|
| Record of Changes | 3 |
| Introduction | 4 |
| I . Outline of Index..... | 4 |
| II. Index Calculation | 4 |
| 1. Calculation Method | 4 |
| 2. Index Type | 5 |
| 3. Constituent Inclusion and Removal | 5 |
| III. Other | 8 |
| 1. Distribution of Index Values and Index Data (1) Index Values | 8 |
| 2. Licensing..... | 8 |
| 3. Contact..... | 8 |

Record of Changes

| DATE | Changes |
|------------|--|
| 2017/8/9 | <ul style="list-style-type: none">• First edition |
| 2018/7/23 | <ul style="list-style-type: none">• Clarified the handling of “Rights Offering” and “Gratis Allotment of Shares” |
| 2019/8/30 | <ul style="list-style-type: none">• Modified an error |
| 2020/3/31 | <ul style="list-style-type: none">• Revised the date for adjusting base market value following the shortening of stock settlement cycle to T+2 |
| 2020/6/30 | <ul style="list-style-type: none">• Revised to bring forward the date for minor adjustments related to ex-dividend |
| 2020/12/25 | <ul style="list-style-type: none">• Clarified of the stock price used for calculation, etc. |
| 2022/4/4 | <ul style="list-style-type: none">• Revisions made pertaining to cash equity market restructuring• Added revisions with regard to the business transfer to JPXI (applied on April 1, 2022 retroactively) |
| 2023/2/13 | <ul style="list-style-type: none">• Revised the structure of the provisions regarding formulas, etc. so that they are in accordance with "Index Calculation Guidebook"• Clarified criteria for the eligible constituents in the periodic review |
| 2024/1/31 | <ul style="list-style-type: none">• Renamed "Securities on Alert" to "Securities on Special Alert" |
| 2025/1/31 | <ul style="list-style-type: none">• Aligned terminology in each calculation methodology |
| 2025/7/31 | <ul style="list-style-type: none">• Added the handling of spin-offs |
| 2026/3/31 | <ul style="list-style-type: none">• Revised the handling of non-periodic removal from constituents• Aligned terminology in each calculation methodology |

Introduction

- JPX Market Innovation & Research, Inc. (JPXI) calculates and distributes the TOPIX High Dividend Yield 40 Index in accordance with the methods described in this document. If an event not specified in this document occurs, or if JPXI determines that it is difficult to use the methods described in this document, JPXI may use an alternative method of index calculation as it deems appropriate.
- Copyright of this document is owned by JPXI and any copies, reprints, and reproductions of this document in whole or in part are prohibited without the prior approval of JPXI. This document is prepared solely for the understanding of indices calculated, distributed, and published by JPXI and is not to be construed as a solicitation for trading any securities or related financial instruments. Information expressed in this document is subject to change without notice; and, in those cases, JPXI undertakes no obligation to update any recipients of this document. JPXI shall accept no liability or responsibility for any loss or damage arising from errors, delays, or termination of the calculation, distribution, or publication of TOPIX High Dividend Yield 40 Index, changes to its calculation or publication method, the use of TOPIX High Dividend Yield 40 Index or all or any part of this document or other similar events.

I. Outline of Index

- The TOPIX High Dividend Yield 40 Index is composed of 40 issues with relatively high latest actual dividend yields, selected from among constituents of TOPIX 100. These constituents are selected based on the actual dividends of each issue and on the stock prices on the periodic selection base dates.
- A periodic review of constituents will be conducted once a year (on the last business day of June).
- The base date for index calculation is August 25, 2017. The base value is 1,000 points.

II. Index Calculation

1. Calculation Method

- The calculation formula shall be the market capitalization weighting formula specified in the Index Calculation Guidebook.
- The free float weight used to calculate the index value shall be the free float weight used to calculate TOPIX's index value.
- On the last business day of June, a factor for adjusting a constituent's weight (hereinafter "cap-adjustment factor") will be applied to any constituent whose weight exceeds the upper limit (set at 5%) as of the base date of the periodic review (the last business day

of May). The cap-adjustment factor will not be changed until the last business day of the following June, even if the constituent's weight exceeds the upper limit due to stock price fluctuations or other reasons after the factor has been applied.

2. Index Type

- JPXI calculates both price and total return versions of TOPIX High Dividend Yield 40 Index.
- The method of reflecting dividends in index values is in accordance with "Index Calculation Guidebook".

3. Constituent Inclusion and Removal

(1) Periodic Review and Other Details

a. Date of Periodic Review and Other Details

- The base dates of the periodic review (hereinafter "periodic review base date") shall be the last business day of May. The periodic review shall be conducted once a year on the last business day of June (hereinafter "periodic rebalance date").
- The results of the constituent selection shall be posted on the JPX website on the fifth business day prior to the periodic rebalance date.

b. Constituent Selection Process

- The selection process is conducted as follows.
 - (i) Eligible constituents
 - Issues selected as constituents of TOPIX 100 as of the periodic review base date are eligible. However, issues that fall under either of the following cases are excluded from the list of eligible constituents as of the periodic review base date. In principle, issues will also be excluded from the constituent universe if they are found to fall under the criteria for exclusion between the rebalance base date and the announcement of the periodic review results.
 - Securities to Be Delisted
 - Securities on Special Alert
 - (ii) Calculation of actual dividends in the most recent year
 - Actual dividends are dividend-per-share figures as released in earnings reports. Actual dividends in the most recent year are, from earnings reports released by listed companies as of the base date, the total dividends for the period from April of the year preceding the year that contains the periodic review base date to the

latest March, provided that these have reached the ex-rights date. However, if levels of stock prices fluctuate as of the periodic review base date due to stock splits or reverse splits, etc., the dividends are revised to levels comparable to the stock price levels as of the periodic review base date. In addition, dividends may be adjusted if JPXI deems that such dividends need adjustment in light of comparability with other constituents due to changes of accounting period, etc.

(iii) Calculation of dividend yields

- Dividend yields are produced by dividing the actual dividend (in the most recent year) by the stock price. The stock price used in dividend yield calculation is the stock price used for index calculation of a constituent, which is the stock price used when calculating the last index price on the periodic review base date. (For more details, see "Index Calculation Guidebook ".)

(iv) Selection of constituents

- For the first round of constituent selection, 40 constituents are selected in descending order of the high dividend yield calculated in (iii).
- In subsequent selections, previous constituents whose dividend yields rank within the top 50 based on the calculation in (iii) are selected once again. If the number of constituents is less than 40, new constituents are selected in descending order of high dividend yield until the number of constituents reaches 40.

(2) Non-periodic Removal from Constituents

- Constituents that have been delisted, designated as Securities to Be Delisted, designated as Securities on Special Alert, or removed from TOPIX shall be removed.

(3) Non-periodic Inclusion to Constituents

- When a constituent has been delisted due to a share transfer, merger, share exchange, or company split (hereinafter "share transfer, etc."), and the newly created, surviving, parent, or succeeding company is listed without delay, said company (hereinafter "newly created company, etc.") will be included in the index.
- When a spin-off (an allocation of shares of a spun-off subsidiary or business division through surplus dividends) of a constituent results in a new listing of the company that has become independent via the spin-off (hereinafter "spun-off company") between the ex-rights date and the effective date, the spun-off company will be included in the index.
- When a constituent has been delisted due to a share exchange or absorption-type merger, and the surviving or parent company is not a constituent, then said company will

be included in the index.

- Non-periodic inclusion will not be conducted when the number of constituents falls below 40 as a result of non-periodic removal.

(4) Dates of constituent inclusion and removal

| | Event Requiring Adjustment | | Adjustment Date |
|-----------|--|---|---|
| Inclusion | Initial listing | When a constituent has been delisted due to a share transfer, etc. and the resulting newly created company, etc. is included as a constituent | Initial listing date (*) |
| | | When a spin-off of a constituent results in a new listing of the spun-off company between the ex-rights date and the effective date (*) | Initial listing date (*) |
| | When a constituent has been delisted due to a share exchange or absorption-type merger, and the surviving or parent company, which was not a constituent, is included as a constituent | | Delisting date (*) |
| | Periodic review | | Last business day of June |
| Removal | Delisting | When a constituent has been delisted due to a share transfer, etc. and the resulting newly created company, etc. is included as a constituent | Initial listing date of the newly created company (normally two business days following the delisting date) (*) |
| | | Other than the above (e.g., non-surviving company as a result of a merger, share exchange, etc.) | Delisting date (*) |
| | Designation as Securities to be Delisted or Securities on Special Alert | | Four business days after such a designation (*) |
| | Removal from TOPIX | | Date of removal from TOPIX |
| | Periodic review | | Last business day of June |

* Next business day when the date in question falls on a non-business day.

III. Other

1. Distribution of Index Values and Index Data

(1) Index Values

- The daily closing values of TOPIX High Dividend Yield 40 Index are distributed.

(2) Index Data

- Daily index data (e.g. base market value) is distributed through the Index Data Service.

2. Licensing

- JPXI and/or its affiliates reserve all calculation, distribution, publication, usage, and other rights pertaining to TOPIX High Dividend Yield 40 Index. Because of this, the use of TOPIX High Dividend Yield 40 Index in the composition and/or sale of financial products such as funds or linked bonds (including its use as the basis for options, swaps, warrants, or other OTC derivatives) requires a license from JPXI. A license from JPXI is also required for the provision, distribution, etc. of TOPIX High Dividend Yield 40 Index to third parties.

3. Contact

Index Business Department

JPX Market Innovation & Research, Inc.

E-mail: index@jpx.co.jp