

Appendix

JPX Market Innovation & Research, Inc.

October 7, 2026



Result of the First Periodic Review in October 2026

- Upon completion of the transition, the continuity of the index is ensured while broad coverage and functionality as an investable index are improved.

	Before periodic review (end of August 2026)	After periodic review (end of October 2026)	After the transition (end of July 2028)	Before periodic review vs after the transition
Total free-float adjusted market capitalization ¹	JPY 775 tril.	JPY 778 tril.	JPY 766 tril.	➤ No notable change
Market coverage ²	Approx. 97.4%	Approx. 97.9%	Approx. 96.4%	➤ No notable change
Free-float adjusted market capitalization (median) ³	Approx. JPY 59 bil.	Approx. JPY 61 bil.	Approx. JPY 160 bil.	➤ More than double
Daily trading value (median) ⁴	Approx. JPY 480 mil.	Approx. JPY 500 mil.	Approx. JPY 1.54 bil.	➤ More than triple
Number of constituents ⁵	1,636	1,669 (of which 683 are subject to transitional measures)	986 + stocks that meet the re-evaluation criteria ⁶	➤ 46 stocks* selected from the Standard and Growth Markets *Excluding stocks subject to transitional measures

¹ The free-float adjusted market capitalization and market coverage are as of the last business day of August 2026. The free-float adjusted market capitalization figures reflect adjustment factors and transition factors.

² Market coverage is the ratio of the total free-float adjusted market capitalization of TOPIX constituents to the total free-float adjusted market capitalization of all companies listed on the Prime, Standard, and Growth Markets.

³ Levels of the selection results in terms of the percentage of cumulative free-float adjusted market capitalization:
within the top 97%: approximately JPY 42 billion, within the top 96%: approximately JPY 61 billion, within the top 95%: approximately JPY 77 billion

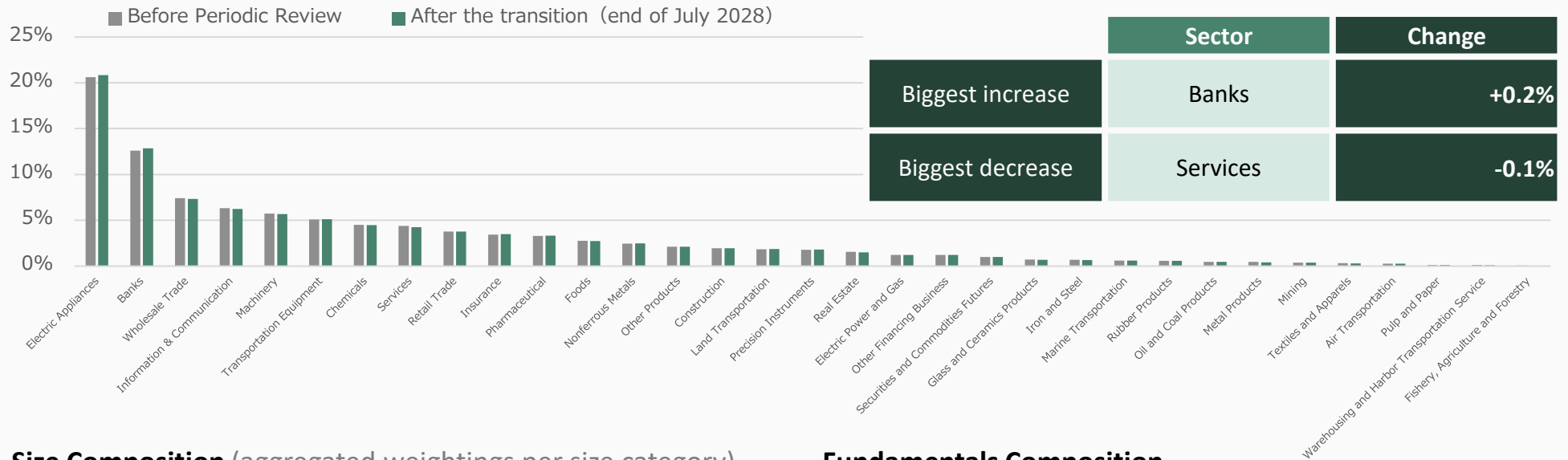
⁴ The daily trading value is the average for August 2026.

⁵ The number of constituents at future points in time reflects constituent inclusions and removals that had been announced as of October 7, 2026.

⁶ In October 2027, the re-evaluation of stocks under transitional measures will be conducted, and any stocks that satisfy the continuation criteria at that time will remain as index constituents.

Continuity of each characteristic

Sector Composition (aggregated weightings per sector)



Size Composition (aggregated weightings per size category)

	Before periodic review	After the transition	Change
TOPIX Core30 (super-large-cap)	42.3%	44.6%	+2.2%
TOPIX Large70 (large-cap)	25.8%	25.9%	+0.0%
TOPIX Mid400 (mid-cap)	24.7%	24.1%	-0.6%
TOPIX Small (small-cap)	7.2%	5.5%	-1.7%

Note: The data of “After the transition” represent the distribution of the results of the regular selection for the TOPIX New Index Series in October 2026, excluding issues under transitional measures.

Note: “Before the periodic review” and “After the transition” refer to the end of August 2026 and the end of July 2028, respectively, as on the previous page.

Fundamentals Composition

	Before periodic review	After the transition	Change
PER (weight)	21.1	21.2	+0.1
PBR (weight)	1.88	1.90	+0.02
Dividend yield (weight)	1.85%	1.83%	-0.02%

Notes:

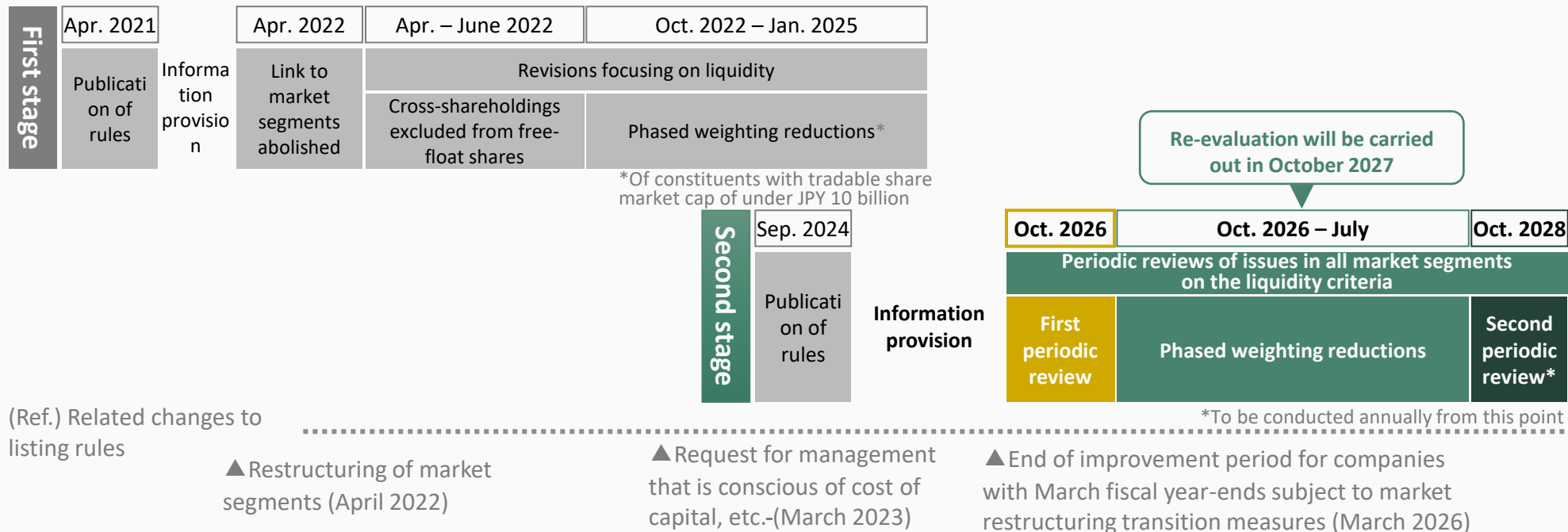
1. Net income, net assets, and dividends are based on earnings reports up to reporting periods ending June 2026. Market capitalization is as of the last business day of August 2026.
2. $PER (weight) = \frac{\sum (market\ cap \times FFW)}{\sum (consolidated\ net\ income \times FFW)}$
3. $PBR (weight) = \frac{\sum (market\ cap \times FFW)}{\sum (consolidated\ net\ assets \times FFW)}$
4. $Dividend\ yield\ (weight) = \frac{\sum (total\ dividend\ value \times FFW)}{\sum (market\ cap \times FFW)}$

Reference Material

Overview of TOPIX Revisions

- TOPIX (calculated from 1969) is widely used both in Japan and overseas as a market benchmark with functionality as an investable index, covering an extensive proportion of the Japanese stock market.
- The revisions undertaken in response to TSE's market restructuring in April 2022 to enhance TOPIX's functionality as an investable index (the first stage of revisions), were completed in January 2025.
- Following this, a second stage of revisions will commence to further enhance TOPIX's broad coverage and its functionality as an investable index. While ensuring the index's continuity, the second stage of revisions will take into account the large amount of assets that are linked to TOPIX (about JPY 160 trillion (as of June 2026)) and its wide usage. Periodic reviews of issues in all market segments (Prime Market, Standard Market, and Growth Market) will be conducted with a greater emphasis on liquidity.
- As in the first stage of revisions, the transition will be conducted in phases and sufficient time will be ensured for public awareness and transitioning in order to smoothly transition and mitigate the impact on the market.

Overall flow of TOPIX revisions:



Revised TOPIX Rules (Key Changes)

	Before	After									
Eligible Markets	Prime Market (Companies that were constituents at the time of the market restructuring remain included in TOPIX, even if they chose the Standard Market or Growth Market.)	Prime Market, Standard Market, and Growth Market									
Periodic Review	None	Annually, on the last business day of October (base date: last business day of August)									
Selection Criteria	None (Phased weighting reductions of constituents which had a tradable share market capitalization of under JPY 10 billion during times such as the restructuring of market segments have been completed)	- Periodic review of constituents based on the following liquidity criteria <table border="1"> <thead> <tr> <th>Indicator</th><th>Inclusion Criteria</th><th>Continuation Criteria*</th></tr> </thead> <tbody> <tr> <td>Annual Traded Value Ratio</td><td>0.2 or more</td><td>0.14 or more</td></tr> <tr> <td>Percentage of Cumulative Free-Float Adjusted Market Capitalization</td><td>In the top 96%</td><td>In the top 97%</td></tr> </tbody> </table> - The inclusion criteria will be applied to issues that are not TOPIX constituents. The continuation criteria will be applied to issues that are TOPIX constituents. * Continuation criteria (buffer rules) will be adopted in order to ensure index stability and investment efficiency	Indicator	Inclusion Criteria	Continuation Criteria*	Annual Traded Value Ratio	0.2 or more	0.14 or more	Percentage of Cumulative Free-Float Adjusted Market Capitalization	In the top 96%	In the top 97%
Indicator	Inclusion Criteria	Continuation Criteria*									
Annual Traded Value Ratio	0.2 or more	0.14 or more									
Percentage of Cumulative Free-Float Adjusted Market Capitalization	In the top 96%	In the top 97%									
Non-periodic Inclusion	New listings on or segment transfers to the Prime Market * Until October 2026	New listings on the Prime, Standard, and Growth Markets whose free-float adjusted market capitalization exceeds the minimum for issues with a percentage of cumulative free-float adjusted market capitalization in the top 95% * From November 2026 onwards									

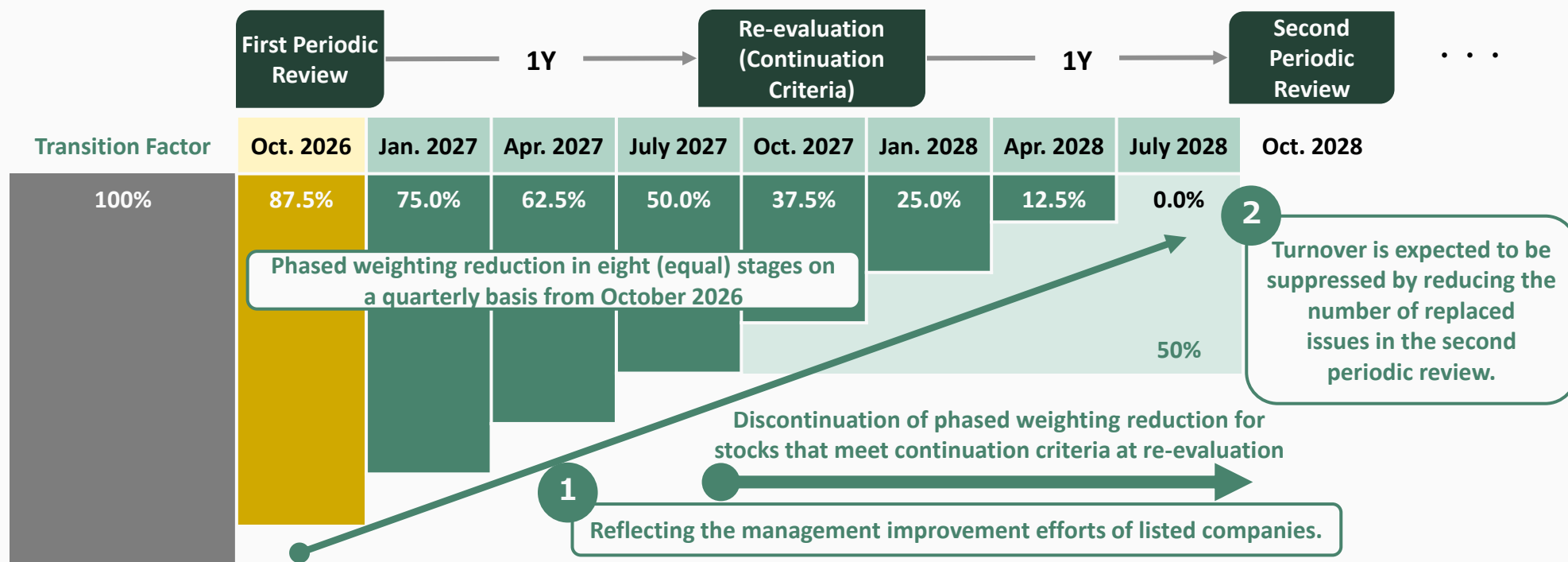
- There are no changes to non-periodic removals (Delistings, Securities to be Delisted, Securities on Special Alert) or the weight cap (10%).
- For the annual traded value ratio, the sum of the monthly traded value ratios for the previous 12 months including the month containing the base date for the periodic review will be used. The monthly traded value ratio is defined as "(the median daily traded value in TSE's trading sessions for the month x the number of business days in the month) / free-float adjusted market capitalization on the last business day of the month."
- Percentage of cumulative free-float adjusted market capitalization is defined as "the cumulative free-float adjusted market capitalization of the issues starting with the largest free-float adjusted market capitalization in the group of issues that meet the criteria for the annual traded value ratio and that are not Securities to be Delisted or Securities on Special Alert / the total free-float adjusted market capitalization of said group of issues."

Transitional Measures in TOPIX Revisions

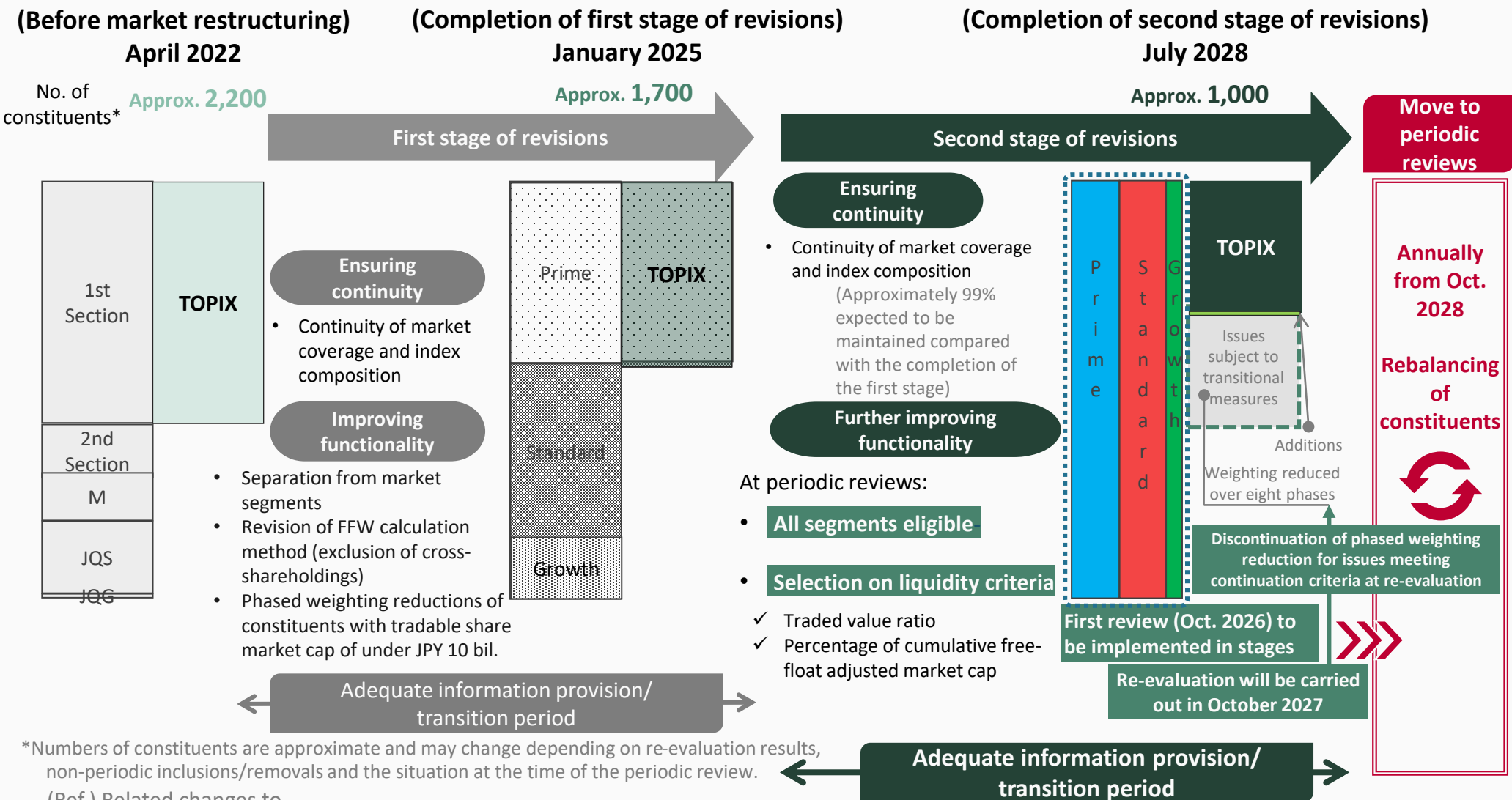
- To ensure a smooth transition and to mitigate the impact on the market, JPXI will provide sufficient time for public awareness and transitioning, and perform the transition in phases.
- Regarding transitional measures, a re-evaluation for the issues subject to transitional measures will be conducted, similar to the first stage revisions.
 - ✓ The first periodic review will be in October 2026 and the second will be in October 2028.
 - ✓ Issues that are no longer selected as constituents after the first periodic review (issues subject to transitional measures) will have their weightings reduced in eight stages on a quarterly basis.
 - ✓ Re-evaluation will be carried out in October 2027, and phased weighting reduction of stocks that meet the continuation criteria* will be stopped.

*Annual Traded Value Ratio: 0.14 or more Percentage of Cumulative Free-Float Adjusted Market Capitalization: In the top 97%

Annual periodic reviews from this point



(Reference) Flow of TOPIX Revisions



*Numbers of constituents are approximate and may change depending on re-evaluation results, non-periodic inclusions/removals and the situation at the time of the periodic review.

(Ref.) Related changes to listing rules

▲ Market restructuring (April 2022)

▲ Request for management that is conscious of cost of capital, etc. (March 2023)

▲ End of improvement period for companies with March fiscal year-ends subject to market restructuring transition measures (March 2026)