

[Disclaimer]

1. This document is an English translation of the Japanese language Summary Prospectus of the NEXT FUNDS Bloomberg Germany Treasury Bond (7-10 year) Index (Yen-Hedged) Exchange Traded Fund (hereinafter referred to as “the Fund”).

This document is based on the Summary Prospectus of the Fund as of December 1, 2023, 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 Summary Prospectus occurs.

2. This English translation is not required by law or any regulation.
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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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NEXT FUNDS

NEXT FUNDS Dedicated website

<https://nextfunds.jp>

Explanatory Booklet on the Investment Trust

(Summary Prospectus)

Commencement date:

December 1, 2023

Code: 2245

NEXT FUNDS

Bloomberg Germany Treasury Bond (7-10 year) Index (Yen-Hedged) Exchange Traded Fund

NF Germany Treasury Bond 7-10 year (Hedged) ETF (Nickname)

Open-ended Investment Trust, Overseas, Bonds, ETF, Index Type

-----Please read this document carefully before deciding to subscribe to the NEXT FUNDS Bloomberg Germany Treasury Bond (7-10 year) Index (Yen-Hedged) Exchange Traded Fund (“the Fund”) -----

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

- ~~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”) 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.
- For information on distributing companies and the net asset value (“NAV”) of the Fund, etc., please contact us as follows:

<Management Company> [the party issuing investment instructions for the Fund]

Nomura Asset Management Co., Ltd.

□ Registration Number (Financial Instruments Business Operators): Director of the Kanto Local Financial Bureau (Financial instruments firms)

No.373

<Trustee> [the party responsible for custody and management of Fund assets]

Mitsubishi UFJ Trust and Banking Corporation

(Re-trustee: The Master Trust Bank of Japan, Ltd.)

Reference : Nomura Asset Management Co., Ltd.

Homepage : <http://www.nomura-am.co.jp/>

| Product Classification | | | | | Segmentation by Attribute | | | | |
|--|--------------------|--|------------------------|---------------------------------|---------------------------|-----------------------------------|--|-----------------------------|-------------------|
| Unit Type / Open-ended Investment Trust | Eligible Market | Eligible Investments (Source of Income) | Independent Segment | Supplementary Classification | Eligible Investments | Timing of Accounting Period | Geographical Areas of Investment | Currency Hedge | Index followed |
| Open-ended Investment Trust | Overseas | Bonds | ETF | Index Type | Bonds, Public Bonds | 4 times yearly | Europe | Hedged (Fully Hedged) | Others (Note) |

(Note) (The Bloomberg Germany Treasury 7-10 Year Index TTM JPY Currency Hedged)

*The “Currency Hedge” column in the above “Segmentation by Attribute” column provides information on whether or not currency risks against Japanese Yen are hedged in the Fund.

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

<Information on Management Company>

- Date of establishment : December 1, 1959
- Capital : 17.1 billion yen (as of the end of October 2023)
- Total net asset value of investment trust assets under management : 53,626.8 billion yen (as of September 29, 2023)

In connection with public offering for subscription to the Fund, which is made by way of this summary 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 March 31, 2023, pursuant to the provisions of Article 5 of the Financial Instruments and Exchange Act. The filing took effect on April 16, 2023.

- 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 from a distributing company. If you request this document, please make a personal record to that effect.

Objective and Features of the Fund

1. Objective of the Fund

The Fund aims at investment performance linked to the Bloomberg Germany Treasury 7-10 Year Index TTM JPY Currency Hedged* (Benchmark Index), which means NAV volatility is to correspond with that of the Benchmark Index.

* The Bloomberg Germany Treasury 7-10 Year Index TTM JPY Currency Hedged is an Index (this Index is a JPY based Index, and hedges the currency), which shows the performance of Germany treasury bonds that have a maturity of 7 to 10 years.

2. Features of the Fund

■ Main Subject of Investment

- Public and corporate bonds in Germany are to be the main subject of investment.
- The Fund may use derivatives, such as the bond futures, and foreign exchange forward transactions, to keep the investment performance effectively linked to the Benchmark Index.

■ Investment Policy

(i) The Fund is investing in public and corporate bonds in Germany as the main subject of investment, and the Fund aims at investment performance linked to the Benchmark Index.

(ii) For the purpose of targeting investment performance effectively linked to the Benchmark Index, the Management Company may use derivatives, such as the bond futures, and foreign exchange forward transactions, for purposes beyond hedging, to realize the same profits and losses equivalent to those that arise as a result of holding assets that are subjects of investment, or to decrease the foreign exchange rate fluctuation risk, etc.

(iii) In principle, the Fund hedges for the foreign exchange rate in order to decrease the exchange rate fluctuation risk applicable to foreign currency denominated assets.

■ Copyright etc. for the Bloomberg Germany Treasury 7-10 Year Index TTM JPY Currency Hedged “BLOOMBERG®” and the Bloomberg indices listed herein (the “Indices”) are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited (“BISL”), the administrator of the Indices (collectively, “Bloomberg”) and have been licensed for use for certain purposes by the distributor hereof (the “Licensee”). Bloomberg is not affiliated with Licensee, and Bloomberg does not approve, endorse, review, or recommend the financial products named herein (the “Products”). Bloomberg does not guarantee the timeliness, accuracy, or completeness of any data or information relating to the Products.

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

■ Investment Restrictions

| | |
|--|---|
| Investment ratio in stocks | The Fund does not directly invest in stocks. Investment into stocks is only allowed when convertible bonds are converted into shares. The investment amount in shares must be not more than 5 % of the NAV of the trust property. |
| Investment ratio in assets denominated in foreign currencies | There is no restriction on the investment ratio in foreign currency denominated assets. |
| Use of derivatives | Use of derivatives is not restricted to hedging purposes. |

■ Distribution Policy

-Dividends are due on the 7th of March, June, September and December of each year.

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

^(note) “Full amount of dividends and other income” includes interest income and other proceeds.

* 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.~~

| | |
|--------------------------------|---|
| Bond Price Fluctuation Risk | Bond (such as public and corporate bonds) prices can fluctuate due to fluctuations in market interest rates, fluctuations in the credibility of the bond issuers, etc., which may affect the NAV of the Fund since the Fund invests in these bonds. |
| Exchange Rate Fluctuation Risk | Although, in principle, the Fund hedges for the foreign exchange rate in order to decrease the exchange rate fluctuation risk applicable to foreign currency denominated assets that are incorporated into the Fund, the exchange rate fluctuation risk cannot be completely eliminated. Furthermore, if the Yen interest rate is lower than that of the hedged currency, it would cost a hedge cost equivalent to the difference of the two interest rates, so that the difference would cause fluctuation of the NAV to the Fund. |

* 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 intends to achieve an investment performance where the NAV corresponds to the fluctuations 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) There is a difference between individual holdings' incorporated ratio in the Fund and the component proportion of component holdings in the Benchmark Index.
- (ii) When portfolio adjustments are made, there may be a price spread between the sale price of individual holdings and the appraised value of the Benchmark Index.
- (iii) There may be a disparity between (a) the timing of capital flow due to an additional issue or a partial redemption of the Fund, etc., and (b) the time the selected stocks are actually traded in accordance with the said capital flow.
- (iv) There may be a disparity between the appraised value of certain security in the Fund and that of the same security in the Benchmark Index.
- (v) The futures transactions to be made may be different from those targeting the Benchmark Index. Also, when futures transactions targeting the Benchmark Index 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 subscription to the Fund.

- In the event that a large number of redemptions occur and it becomes necessary to raise funds for the large number of redemptions within a short period of time or in the event that a sudden change in the market environment in the primary trading market occurs etc., there is a risk that the Fund may not be able to trade at an expected price (based on prevailing market prices) or the trading volume may be limited due to a temporary decline in the liquidity of the assets incorporated in the Fund. As a result of these risks, there is the possibility that the net asset value will be negatively affected, that acceptance of applications for redemption will be cancelled, or that the payment of redemption proceeds will be delayed.
- 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.
- Beneficiaries cannot exchange their own beneficial interests in the Fund for the securities which correspond to their share of the beneficial interest in the trust assets of the Fund.
- Please be aware that the Fund will be delisted, and the trust will be terminated if the number of units of beneficial interests is below 1,250,000 for 20 successive business days after three years have passed since the initial establishment date.

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

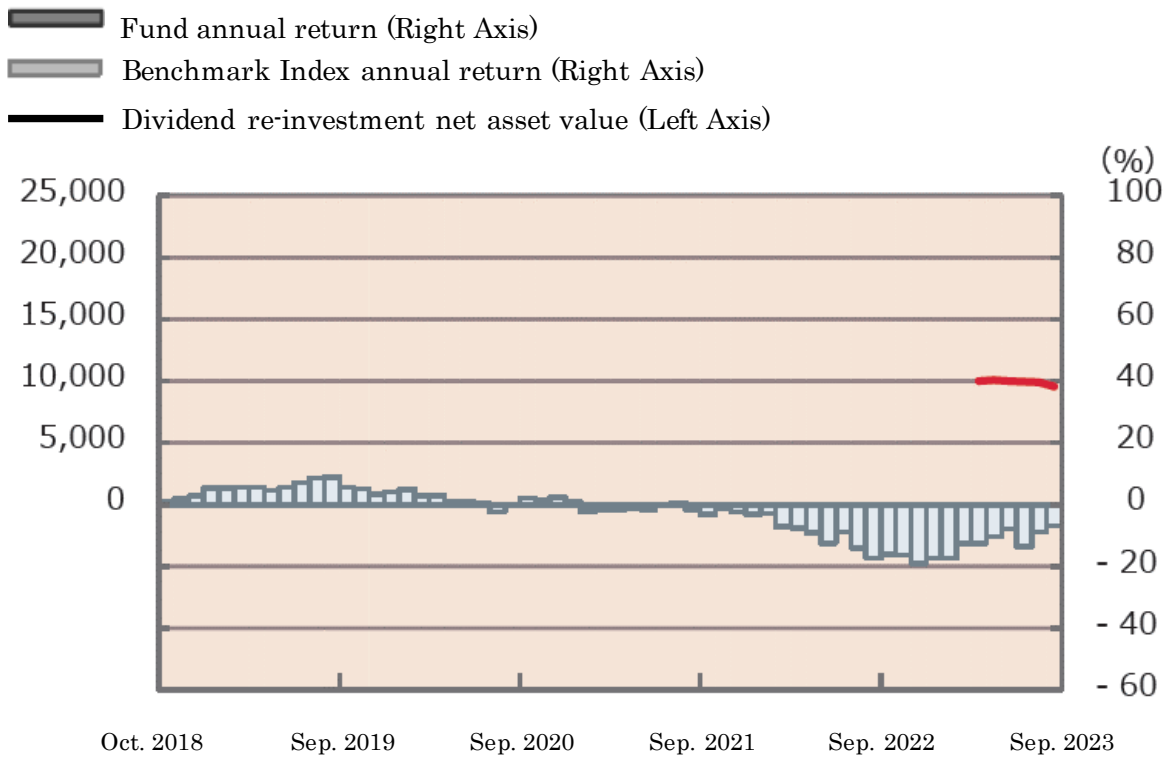
The committee identifies and manages management risk and, based on its findings, provides guidance to the appropriate divisional management and any other relevant sections regarding rectification measures for appropriate administration.

- ✧ Administration of Liquidity Risk

The committee establishes rules for the administration of liquidity risk, monitors the liquidity risk of assets incorporated in the Fund, and formulates/verifies emergency measures. The committee oversees the appropriate implementation of liquidity risk administration and oversees the liquidity risk administration system.

4. Risk Quantitative Comparison (from the end of October 2018 to the end of September 2023, per month)

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

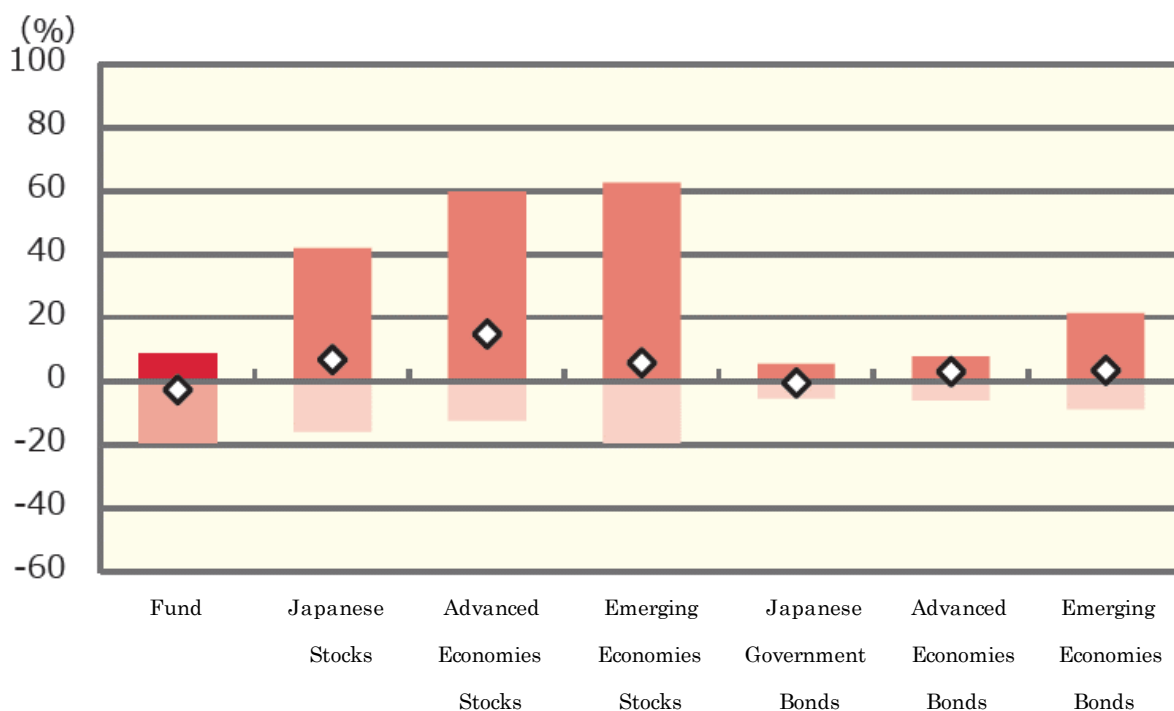


* The dividend re-investment net asset value is calculated by deeming that the dividend before income taxes is re-invested. The dividend re-investment net asset value is set by indexing the initial principal as 10,000 (per 100 units) and is displayed from the end of the month that includes the inception date.

* The annual return displays the return in a single year at the end of each month for the five years from October 2018 to September 2023. Furthermore, the Benchmark Index annual return is displayed because the Fund has been in operation for less than one year.

<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(%) | 8.8 | 42.1 | 59.8 | 62.7 | 5.4 | 7.9 | 21.5 |
| Minimum Value (%) | △19.1 | △16.0 | △12.4 | △19.4 | △5.5 | △6.1 | △8.8 |
| Average (%) | △2.7 | 6.8 | 15.0 | 5.9 | △0.6 | 3.0 | 3.5 |

* 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 October 2018 to September 2023. Furthermore, the Fund's return was calculated using the Benchmark Index because the Fund has been in operation for less than one year.

* The above numbers may not apply as of the accounting date.

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: TOPIX Total Return Index

○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■

○TOPIX Total Return Index…The TOPIX Total Return Index Value and the TOPIX Total Return Index Marks are subject to the proprietary rights owned by JPX Market Innovation & Research, Inc. or affiliates of JPX Market Innovation & Research, Inc. (hereinafter collectively referred to as “JPX”) and JPX owns all rights and know-how relating to TOPIX Total Return Index such as calculation, publication and use of the TOPIX Total Return Index Value and relating to the TOPIX Total Return Index Marks. JPX shall not be liable for the miscalculation, incorrect publication, delayed or interrupted publication of the TOPIX Total Return Index Value. No Licensed Product is in any way sponsored, endorsed, or promoted by JPX, and JPX shall not be responsible for any damage resulting from the issue and sale of the Licensed Product.

○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 Fiduciary Research & Consulting Co., Ltd. Furthermore, Nomura Fiduciary Research & Consulting 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.

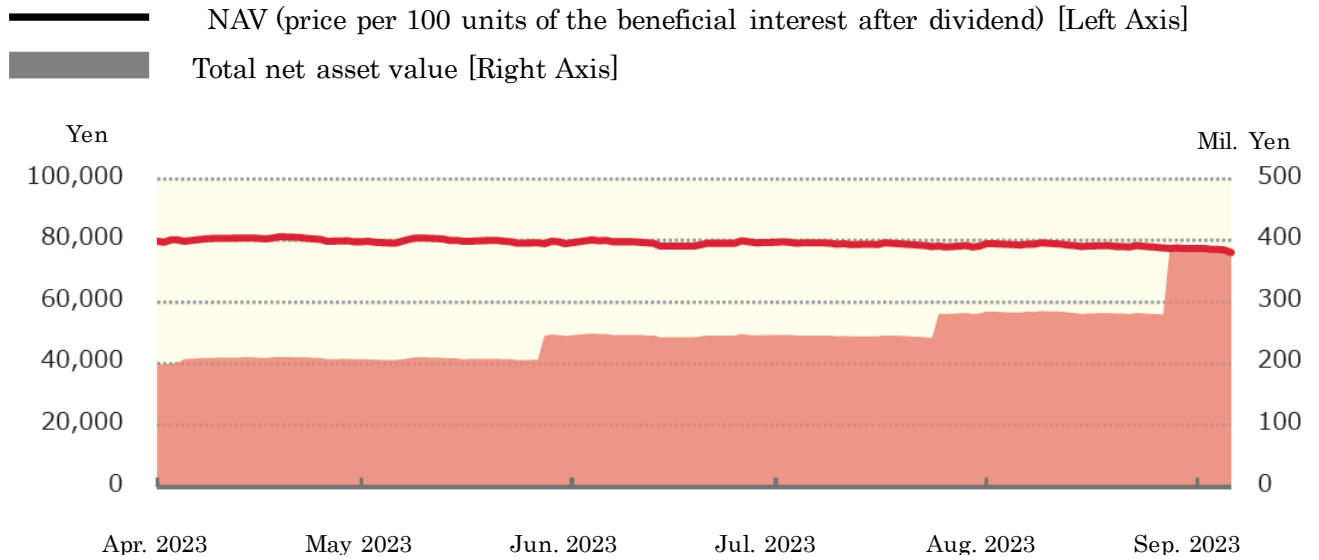
○FTSE World Government Bond Index (excluding Japan, unhedged, based on Japanese Yen)…“FTSE World Government Bond Index (excluding Japan, unhedged, based on Japanese Yen)” is the bond index operated by FTSE Fixed Income LLC for the bond index comprised of the total investment profits of the government 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”.) (the 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. The United States J.P. Morgan Securities LLC (here referred to as “JPMSLLC” and “Index sponsors” for the sake of convenience) does not support, warrant, or promote the sale of securities, financial instruments, and transactions concerning the Index (here, referred to as the “Products” for the sake of convenience). The Index sponsors do not make any representation, warranty, conveyance or suggestion regarding the promotion of an investment in securities, any financial commodity, or, especially, the Products, or regarding whether or not interlocking with the Index in investment opportunities in the financial market, or intention to do so, can be promoted. The Index sponsors are not liable for any management, marketing, or trading regarding the Products. The Index is calculated based on information which is considered to be trustworthy, but the completeness, accuracy, and information accompanying the Index is not guaranteed. The Index is property of the Index sponsors, and any property rights to the Index shall belong exclusively to the Index sponsors. JPMSLLC is an NASD, NYSE and SIPC member. JP Morgan is name that is used when JP Morgan Chase Bank, NA, JPSI, J.P. Morgan Securities PLC., or companies affiliated with these companies conduct investment banking business.

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

Historical Performance (As of September 29, 2023)

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



2. Dividends Paid (per 100 units, before tax)

| | |
|----------------------------|---------|
| September 2023 | 100 Yen |
| -- | -- |
| -- | -- |
| -- | -- |
| -- | -- |
| Cumulative since inception | 100 Yen |

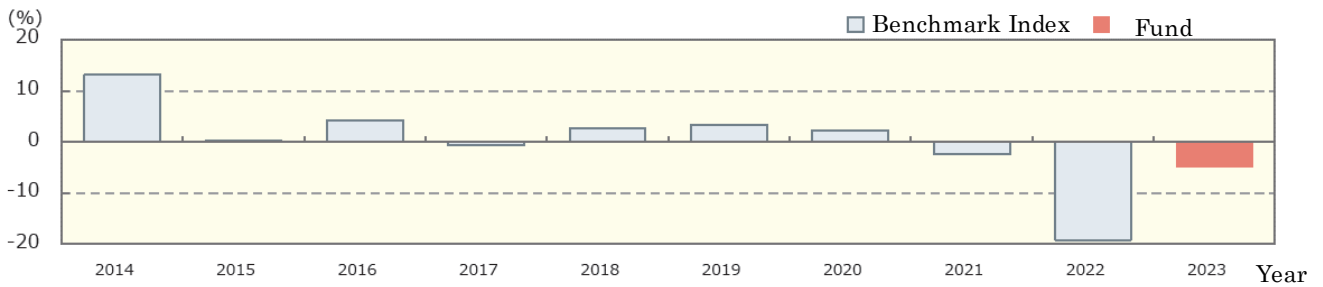
3. Status of Major Assets

Investment Ratio of the Component Bonds (Top 10)

| | Name | Type | % of NAV |
|----|--------------------------|-----------------|----------|
| 1 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 18.5 |
| 2 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 13.1 |
| 3 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 12.9 |
| 4 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 12.8 |
| 5 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 12.4 |
| 6 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 11.8 |
| 7 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 4.4 |
| 8 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 3.3 |
| 9 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 2.8 |
| 10 | BUNDESREPUB. DEUTSCHLAND | Government Bond | 2.4 |

4. Past Annual Returns

(based on the calendar year)



- The annual rates of return are calculated with dividends re-invested (before tax).
 - Figures from 2014 to 2022 are the annual rates of return for the Benchmark Index.
 - The figure for 2023 shows the return rate from the inception date (April 24, 2023) to the base date.
- The performance data shown above represents historical performance, which is not a guarantee of future investment performance.
 - The information of the Benchmark Index is just for reference and does not refer to historical 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 Units | 10,000 units or more, in increments of 10,000 units |
| Subscription Price | The amount of the NAV as of the next business day after the subscription application day (the day on which a subscription application is accepted) multiplied by 100.05% or less (100.02% as of November 30, 2023). (The NAV of the Fund is indicated per 100 units.) |
| Payment of cash | In principle, payment shall be made to the distributing company where the subscription application is made, by the day the distributing company designates. |
| Initial Principal | 800 yen per 1 unit |
| Liquidation Units | 10,000 units or more, in increments of 10,000 units |
| Liquidation Price | The amount calculated by subtracting the amount to be retained in trust assets from the NAV of the next business day after the liquidation application day. |
| Receipt of the cash | In principle, cash will be paid beginning from the fifth business day from the liquidation application day at the distributing company where the application was accepted. |
| Business Hours for Subscription/Liquidation | Applications for subscription and liquidation that are completed by 3:30 p.m. are deemed to have been accepted on that day. |
| Subscription Period | From April 26, 2023 to May 29, 2024 *The subscription period can be renewed by filing another securities registration statement prior to the expiration date shown above. |
| Restrictions on Liquidation | Liquidation of large amounts may be restricted. |
| Non-acceptance Days for Subscription/Liquidation | In principle, applications for subscription/liquidation will be suspended on the following days/periods: <Subscription> -The subscription application day, if the said subscription application day or the next business day after such subscription application day, is the same date as a holiday in a foreign country*, as specified below. -For a period of three business days, beginning from four business days prior to each accounting date of the Fund. However, if the accounting date is a holiday (meaning not a business day), the period shall be four business days, beginning from five business days prior to the accounting date. |

| | |
|---|---|
| | <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.</p> <p><Liquidation></p> <p>- The liquidation application day, if the said liquidation application day or the next business day after such liquidation application day, is the same date as a holiday in a foreign country*, as specified below.</p> <p>-For a period of three business days, beginning from four business days prior to each accounting date of the Fund. However, if the accounting date is a holiday (meaning not a business day), the period shall be four business days, beginning from five business days prior to the accounting date.</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.</p> <p>* “A holiday in a foreign country” is a day which falls under any of the following items below.</p> <ul style="list-style-type: none"> - Non-business days of the Eurex. - Non-business days of banks in Frankfurt. <p>*Notwithstanding the provisions above, applications for subscription/liquidation may be accepted on or during the days referred to above if the Management Company determines that the impact of such subscription/liquidation on the trust assets is minimal in view of the condition of the trust assets, funding trends, market trends, etc.</p> |
| <p>Suspension or Cancellation of Subscription/Liquidation</p> | <p>In the event that trading on the financial instruments exchanges is suspended or any other circumstances beyond the Management Company’s control occur, the Management Company may suspend acceptance of applications for subscription/liquidation or cancel applications for subscription/liquidation that have already been accepted.</p> <p>If the number of units, calculated by subtracting the number of liquidation units from the number of subscription units, exceeds the outstanding number of the units of the Fund before the acceptance of a subscription application (including the number of</p> |

| | |
|------------------------------------|--|
| | units coming from subscription/liquidation applications one business day prior to the day of acceptance of such subscription application but has yet to be counted to the trust assets), the Management Company may suspend acceptance of applications for subscription or cancel applications for subscription that have already been accepted. |
| Trust Term | Unlimited (inception date: April 24, 2023) |
| Listed Market | Tokyo Stock Exchange |
| Early Termination | <p>After three years have passed since the first inception date, early termination shall be carried out if the number of units of beneficial interest falls below 1,250,000 for 20 successive business days, if the Fund is delisted from all the financial instruments exchanges on which the Fund has been listed, or if the Benchmark Index is discontinued.</p> <p>If the Fund is delisted from all the financial instruments exchanges on which the Fund has been listed, the Management Company will begin the necessary steps for early termination on the day of the latest delisting day. In addition, early termination may be carried in any other situation where circumstances beyond the Management Company's control develop.</p> |
| Accounting Date | On the 7 th of March, June, September and December of each year |
| Income Distribution | Dividends are distributed four times a year on the date of each closing of account. |
| Upper Limit of the Trust Principal | 1 trillion yen |
| Public Notification | <p>Public notifications shall principally be posted online on the website below:</p> <p>URL: http://www.nomura-am.co.jp/</p> |
| 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. | | |
| Other Expenses | Subscription Price uses the amount of the NAV multiplied by 100.05% or less (100.02% as of November 30, 2023). Therefore, in the event of subscription, the amount calculated by multiplying the NAV by 0.05% or less (<u>0.02%</u> as of November 30, 2023), and from this amount determining the per unit amount, which in turn will be multiplied by the number of subscription units, shall be paid. | | |
| Amount to be Retained in Trust Assets | In the event of liquidation, the amount calculated by multiplying the NAV by 0.05% or less (<u>0.02%</u> as of November 30, 2023), and from this amount determining the per unit amount, which in turn will be multiplied by the number of liquidation units, shall be paid. | | |
| Liquidation Commission | Set independently by the distributing company (Please contact the distributing company for further information.) The Liquidation Commission is received in consideration of the office procedures related to Fund liquidation etc., at the time of the liquidation of the Fund. | | |
| Expenses to be borne indirectly by investors from trust assets | | | |
| Management Fee (Trust Fee) | Total amount of the Trust Fee is <u>the sum of the following two items</u> , provided: (i) The amount calculated by multiplying the daily total net assets of the Fund by the Annual Trust Fee Rate. The distribution of the Annual Trust Fee Rate is as follows: <table border="1" data-bbox="571 1585 1452 2016"> <tr> <td>Annual Trust Fee Rate</td> <td>No more than 0.11% (0.10% exclusive of taxes) <u>0.11%</u> <u>0.10%</u> <u>exclusive</u> <u>of taxes</u>) as</td> </tr> </table> | Annual Trust Fee Rate | No more than 0.11% (0.10% exclusive of taxes) <u>0.11%</u> <u>0.10%</u> <u>exclusive</u> <u>of taxes</u>) as |
| Annual Trust Fee Rate | No more than 0.11% (0.10% exclusive of taxes) <u>0.11%</u> <u>0.10%</u> <u>exclusive</u> <u>of taxes</u>) as | | |

| | | | |
|---|--|---|--------------------------------|
| | | | of November 30, 2023) |
| 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 documents, etc., calculating NAV, etc. | 0.075% |
| | <Trustee> | The storage/management of property of the Fund, execution of instructions from the Management Company, etc. | 0.025% |
| <p>*The Annual Trust Fee Rate and distribution above are as of November 30, 2023.</p> <p>(ii) When the Fund lends securities, the amount calculated by subtracting expenses for delegating work associated with such lending to a third party from an amount within 44% (40% exclusive of taxes) of the lending fee, which accrues on a daily basis. 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 (a) every last day of any accounting period or (b) the termination date of the trust.</p> | | | |
| Other Expenses and Fees | <p>◆ Annual fees for use of trademarks pertaining to the Benchmark Index (as of November 30, 2023)</p> <p>0.01% per year of the Fund's total net assets. However, 5,000 US dollars is to be paid as minimum amount per year after one year has passed since the date of the listing.</p> | | |

◆ Expenses pertaining to listing of the Fund (as of November 30, 2023)

-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 time of any additional listing 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.

These expenses listed above and any fees for the payment of consumption tax, etc., can be incurred by investors and 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 incurred by the Management Company.

Other expenses and fees are as follows:

-Brokerage commission on transactions in portfolio securities

-Expenses for maintaining custody of assets denominated in foreign currency

-Costs paid to auditors for Fund audits

-Tax related to the Fund, etc.

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.

■ 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, liquidations (redemptions) and termination | Income tax, special reconstruction income tax and local tax | Taxed as capital gains 20.315% of the profit on sales, liquidations (redemptions) and termination |

*The foregoing descriptions are as of the end of September 2023. Therefore, in the event that tax laws are revised, the tax rates may change.

*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. From January 1, 2024, 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 an indefinite 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.

In addition, from January 1, 2024, tax exemptions will be available only for financial products that meet the requirements of applicable tax laws (as of the end of September 2023).

Investors should make sure whether or not tax exemptions can be available as this may depend on the method of receiving dividends.

Please confirm this with the distributing company for further details.

*In the event that 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.