

The Nomura Japan Equity High Dividend 70 is an equally weighted index comprising 70 Japanese stocks with high dividend yields. It was developed as a tool to help passive investors achieve a consistently high dividend income. A total of 70 common stocks listed in Japan with a high current-FY dividend yield forecast are selected for the index, taking dividend sustainability and investability into account.

## As of end-Dec 2018

Yen-dominated index

No. of cons.	70
Reconfiguration	Every December
Base period (base value)	December 29, 2000 (=10000)
Weighting	Equally weighted

## ETF

Bloomberg	1577
Listed market	TSE
Currency	JPY
Launch	March 5, 2013
Fund manager	Nomura Asset Management

## Contact

Nomura Securities, Tokyo  
Global Research Division,  
Financial Engineering & Technology  
Research Center

Index Operations Dept.

TEL : +81 (0)3 6703 3986  
e-mail : [idx\\_mgr@jp.nomura.com](mailto:idx_mgr@jp.nomura.com)

Nomura Japan Equity High Dividend 70  
Data publication services

Data for Nomura Japan Equity High Dividend 70 can be obtained via following channels.

INTERNET <http://qr.nomuraholdings.com/en/nhdiv/index.html>

Daily index values for the Nomura Japan Equity High Dividend 70 are published in the following media:

Bloomberg Excluding dividends  
NMRJJOHD<Index>  
Including dividends  
NMRJIHD<Index>

QUICK Excluding dividends  
132  
Including dividends  
SNJPHD#TR/NRIJ

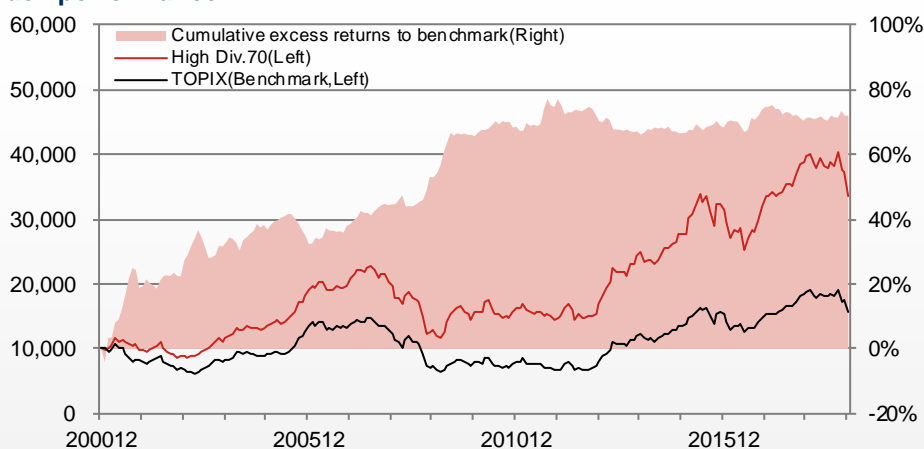
REUTERS Excluding dividends  
.NHDIV70  
Including dividends  
.NHDIV70TR

INTERNET <http://qr.nomuraholdings.com/en/nhdiv/index.html>

## Summary

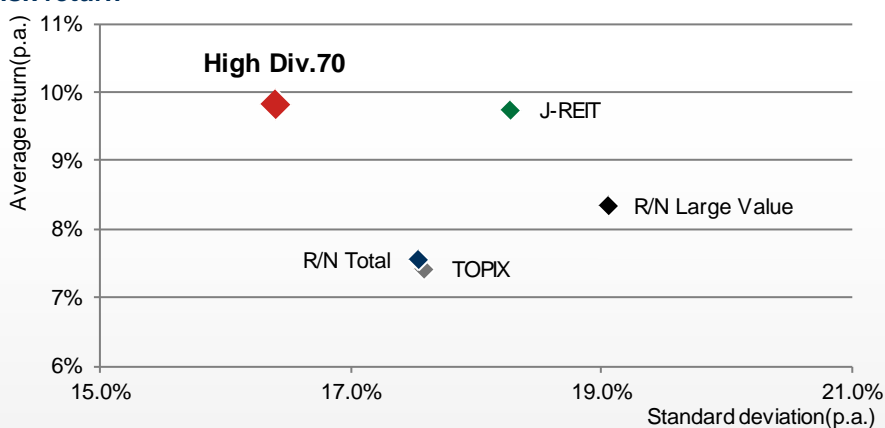
- An Equally weighted index comprises 70 Japanese stocks with a high current-FY dividend yield forecast.
- To take dividend sustainability into account, stocks that have recorded negative recurring profits in any of the previous three years are excluded.
- Limited to stocks with a March, June, September, or December fiscal year-end to facilitate quarterly dividend payments to passive investment funds that track it.
- Dividend forecasts are monitored, and any stock for which the dividend forecast has fallen to zero is removed between periodic reconfigurations and replaced with a stock with a high current-FY dividend yield forecast.
- To take investability into account, stocks with a low daily average trading value or a low free-float market cap are excluded.

## Index performance



	1m	3m	FYTD	1-year	2-year	5-year	200101~
High Div.70	-10.2%	-16.9%	-11.1%	-15.4%	0.9%	7.2%	8.1%
TOPIX	-10.2%	-17.6%	-11.9%	-16.0%	2.2%	6.0%	4.1%
High Div.70 - TOPIX	0.0%	0.7%	0.8%	0.7%	-1.3%	1.2%	4.0%
IR	-	-	-	0.19	-0.42	0.32	0.69

## Risk return



	High Div.70	TOPIX	R/N Total	R/N Large Value	REIT Tokyo Stk. Exchange
Average return	9.82%	7.41%	7.55%	8.34%	9.73%
Std. deviation	16.40%	17.58%	17.54%	19.06%	18.27%
Return/Std. dev.	0.60	0.42	0.43	0.44	0.53

As of end-Dec 2018

## Valuation

(F1 based, Priority given to consolidated results supplemented by parent, Ref. Note3)

	PER	PBR	D/Y (%)	ROE (%)
<b>High Div. 70</b>	<b>8.51</b>	<b>0.79</b>	<b>4.09</b>	<b>9.63</b>
<b>R/N Total</b>	<b>12.03</b>	<b>1.10</b>	<b>2.59</b>	<b>9.46</b>
<b>R/N Large Value</b>	<b>9.07</b>	<b>0.78</b>	<b>3.20</b>	<b>8.89</b>

(Note1)

- 1) The data less than a year shows the return in the period, and that of more than a year is annualized (total returns of yen-denominated indexes).
- 2) Annualized return is calculated by multiplying the average monthly return by 12 during the data period.
- 3) Excess return is calculated by subtracting benchmark index return from the index return.
- 4) IR (Information Ratio) = (monthly excess return × 12) ÷ (standard deviation of monthly excess return multiplied by square root of 12)

(Note2)

- 1) Average return is calculated by multiplying the average monthly return by 12 during the data period.
- 2) Standard deviation is obtained by multiplying specimen standard deviation of monthly return by square root of 12.
- 3) Return/Standard deviation = 1) ÷ 2)

(Note3)

- 1) Annual results announced from April through March are regarded as in the same fiscal year.
- 2) The market capitalization of each constituent is calculated considering its number of shares included in the index. However, if some of the constituents are in parent/child list relationships, the shares of the child companies are not included in calculation.
- 3)

PER (Price Earnings Ratio) = aggregated market capitalization ÷ aggregated profit after tax

PBR (Price Book-value Ratio) = aggregated market capitalization ÷ aggregated shareholders' equity

D/Y (Dividend Yield) = aggregated dividend ÷ aggregated market capitalization

ROE (Return On Equity) = aggregated profit after tax ÷

((shareholders' equity + shareholders' equity of the previous FY) ÷ 2)

## Reports

Nomura Japan Equity High Dividend 70 rulebook

Nomura Japan Equity High Dividend 70 is released by Nomura Securities Co., Ltd. ("Nomura") and its intellectual property rights and any other rights belong to Nomura. Nomura does not guarantee the accuracy, completeness, reliability, usefulness, marketability, merchantability or fitness of the index, and does not account for business activities or services that any index users and/or their affiliates undertake with the use of the Index.

The intellectual property rights and any other rights, in Russell/Nomura Japan Equity Index belong to Nomura Securities Co., Ltd. ("Nomura") and Frank Russell Company ("Russell"). Nomura and Russell do not guarantee accuracy, completeness, reliability, usefulness, marketability, merchantability or fitness of the Index, and do not account for business activities or services that any index user and/or its affiliates undertakes with the use of the Index.

NO PART OF THIS MATERIAL MAY BE (I) COPIED, PHOTOCOPIED, OR DUPLICATED IN ANY FORM, BY ANY MEANS; OR (II) REDISTRIBUTED WITHOUT THE PRIOR WRITTEN CONSENT OF A MEMBER OF NOMURA GROUP. If this document has been distributed by electronic transmission, such as e-mail, then such transmission cannot be guaranteed to be secure or error-free as information could be intercepted, corrupted, lost, destroyed, arrive late or incomplete, or contain viruses. The sender therefore does not accept liability for any errors or omissions in the contents of this document, which may arise as a result of electronic transmission.

### Disclaimers required in Japan

Investors in the financial products offered by Nomura Securities may incur fees and commissions specific to those products (for example, transactions involving Japanese equities are subject to a sales commission of up to 1.404% on a tax-inclusive basis of the transaction amount or a commission of ¥2,808 for transactions of ¥200,000 or less, while transactions involving investment trusts are subject to various fees, such as commissions at the time of purchase and asset management fees (trust fees), specific to each investment trust). In addition, all products carry the risk of losses owing to price fluctuations or other factors. Fees and risks vary by product. Please thoroughly read the written materials provided, such as documents delivered before making a contract, listed securities documents, or prospectuses.

### Nomura Securities Co., Ltd.

Financial instruments firm registered with the Kanto Local Finance Bureau (registration No. 142)

Member associations: Japan Securities Dealers Association; Japan Investment Advisers Association; The Financial Futures Association of Japan; and Type II Financial Instruments Firms Association.