

July 4, 2011

Performance summary—June 2011



Fig. 1: Russell/Nomura Japan Equity Indexes performance summary

Total returns (including dividends, as of end-June 2011)

| Index | No. of stocks | Weight (%) | Index value | Returns (%) * | | | | |
|-------------------|---------------|------------|-------------|---------------|----------|----------|-----------|-------|
| | | | | 1 month | 3 months | 6 months | 12 months | YTD |
| Total Market | 1,390 | 100.00 | 273.39 | 1.34 | -2.13 | -4.32 | 3.32 | -4.32 |
| Value | 1,075 | 50.36 | 603.71 | 2.10 | -2.91 | -6.10 | 0.68 | -6.10 |
| Growth | 584 | 49.64 | 110.94 | 0.57 | -1.32 | -2.45 | 6.01 | -2.45 |
| Large | 298 | 83.81 | 264.73 | 0.97 | -2.43 | -5.29 | 2.91 | -5.29 |
| Large Value | 190 | 39.07 | 572.35 | 1.70 | -3.30 | -7.79 | -0.49 | -7.79 |
| Large Growth | 198 | 44.74 | 116.31 | 0.35 | -1.66 | -3.00 | 5.97 | -3.00 |
| Top | 60 | 49.82 | 217.50 | 0.30 | -3.10 | -6.53 | 3.41 | -6.53 |
| Top Value | 38 | 22.65 | 512.33 | 1.36 | -3.33 | -9.05 | -0.57 | -9.05 |
| Top Growth | 45 | 27.17 | 101.21 | -0.56 | -2.91 | -4.30 | 6.88 | -4.30 |
| Mid | 238 | 33.99 | 361.83 | 1.98 | -1.44 | -3.43 | 2.36 | -3.43 |
| Mid Value | 152 | 16.41 | 610.70 | 2.18 | -3.27 | -5.99 | -0.25 | -5.99 |
| Mid Growth | 153 | 17.57 | 162.26 | 1.78 | 0.33 | -0.92 | 4.88 | -0.92 |
| Mid-Small | 1,330 | 50.18 | 352.36 | 2.38 | -1.14 | -2.03 | 3.29 | -2.03 |
| Mid-Small Value | 1,037 | 27.71 | 634.04 | 2.71 | -2.57 | -3.54 | 1.76 | -3.54 |
| Mid-Small Growth | 539 | 22.48 | 142.71 | 1.98 | 0.67 | -0.11 | 5.13 | -0.11 |
| Small | 1,092 | 16.19 | 326.49 | 3.25 | -0.52 | 1.02 | 4.72 | 1.02 |
| Small Value | 885 | 11.29 | 634.73 | 3.49 | -1.53 | 0.24 | 4.46 | 0.24 |
| Small Growth | 386 | 4.90 | 110.66 | 2.70 | 1.89 | 2.88 | 5.30 | 2.88 |
| Small Core | 349 | 10.66 | 107.49 | 3.21 | 0.37 | 1.12 | 4.72 | 1.12 |
| Small Core Value | 273 | 7.03 | 160.18 | 3.39 | -0.86 | -0.74 | 3.32 | -0.74 |
| Small Core Growth | 156 | 3.63 | 40.00 | 2.88 | 2.82 | 4.91 | 7.54 | 4.91 |
| Micro | 743 | 5.53 | 121.29 | 3.31 | -2.18 | 0.82 | 4.65 | 0.82 |
| Micro Value | 612 | 4.27 | 161.79 | 3.66 | -2.61 | 1.85 | 6.31 | 1.85 |
| Micro Growth | 230 | 1.27 | 44.80 | 2.16 | -0.69 | -2.55 | -0.57 | -2.55 |
| Prime | 993 | 98.03 | 768.53 | 1.31 | -2.12 | -4.46 | 3.30 | -4.46 |
| Prime Value | 744 | 48.81 | 992.98 | 2.07 | -2.91 | -6.40 | 0.49 | -6.40 |
| Prime Growth | 474 | 49.21 | 557.35 | 0.57 | -1.32 | -2.46 | 6.12 | -2.46 |

Note: * Returns are not annualized.

Source: Nomura

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See Appendix A-1 for analyst certification and important disclosures. Analysts employed by non US affiliates are not registered or qualified as research analysts with FINRA in the US.

What are the Russell/Nomura Japan Equity Indexes?

The Russell/Nomura Japan Equity Indexes are Japanese equity indexes developed jointly by US-based Russell Investments and the Quantitative Research Center, Nomura Securities Co., Ltd.

Russell/Nomura Japan Equity Indexes have the following characteristics:

- They represent the entire Japanese equity market in that component stocks are selected from among all listed stocks.
- They reflect the stocks that are actually available for investment, as stable shareholdings are excluded from market capitalization figures.
- There are sub-indexes for different sizes of company based on market capitalization.
- There are sub-indexes for growth and value stocks. Subindexes for growth and value stocks are based on P/B ratios adjusted for unrealized gains/losses on marketable securities and unrecognized retirement benefit obligations.
- The Prime Index consists of the top 1,000 stocks in the Total Market Index by market cap excluding stable shareholdings.
- Clear definitions mean that there is no arbitrariness in stock-selection methods.
- The composition of each index is reviewed once a year.

About Russell Investments

Founded in 1936, Russell Investments is a global financial services firm that serves institutional investors, financial advisers, and individuals in more than 40 countries. Over the course of its history, Russell's innovations have come to define many of the practices that are standard in the investment world today and have earned the company a reputation for excellence and leadership.

Through a unique combination of wide-ranging and interlinked businesses, Russell delivers financial products, services, and advice. Russell began its strategic pension fund consulting business in 1969 and today is utilized by many well-known worldwide institutions for investment advice. The firm has US\$161bn in assets under management (as of 31 March 2011) in its mutual funds, retirement products, and institutional funds, and is recognized for its depth of research and quality of manager selection. Russell offers a comprehensive range of implementation services that help institutional clients maximize their assets. The Russell Indexes calculate over 50,000 benchmarks daily covering 63 countries and more than 10,000 securities.

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Fig. 2: Russell/Nomura Japan Equity Indexes performance summary

Price returns (excluding dividends, as of end-June 2011)

| Index | No. of stocks | Weight (%) | Index value | Returns (%) * | | | | |
|-------------------|---------------|------------|-------------|---------------|----------|----------|-----------|--------|
| | | | | 1 month | 3 months | 6 months | 12 months | YTD |
| Total Market | 1,390 | 100.00 | 190.69 | 1.27 | -2.18 | -5.48 | 1.12 | -5.48 |
| Value | 1,075 | 50.36 | 405.50 | 2.07 | -2.91 | -7.32 | -1.63 | -7.32 |
| Growth | 584 | 49.64 | 80.37 | 0.46 | -1.43 | -3.53 | 3.92 | -3.53 |
| Large | 298 | 83.81 | 184.51 | 0.90 | -2.48 | -6.44 | 0.69 | -6.44 |
| Large Value | 190 | 39.07 | 384.76 | 1.68 | -3.27 | -8.99 | -2.81 | -8.99 |
| Large Growth | 198 | 44.74 | 83.88 | 0.23 | -1.77 | -4.09 | 3.86 | -4.09 |
| Top | 60 | 49.82 | 149.67 | 0.21 | -3.13 | -7.74 | 0.98 | -7.74 |
| Top Value | 38 | 22.65 | 343.11 | 1.33 | -3.26 | -10.33 | -3.09 | -10.33 |
| Top Growth | 45 | 27.17 | 71.25 | -0.70 | -3.02 | -5.46 | 4.53 | -5.46 |
| Mid | 238 | 33.99 | 255.83 | 1.92 | -1.50 | -4.47 | 0.46 | -4.47 |
| Mid Value | 152 | 16.41 | 413.19 | 2.17 | -3.28 | -7.08 | -2.31 | -7.08 |
| Mid Growth | 153 | 17.57 | 120.82 | 1.70 | 0.22 | -1.90 | 3.12 | -1.90 |
| Mid-Small | 1,330 | 50.18 | 247.97 | 2.33 | -1.22 | -3.12 | 1.31 | -3.12 |
| Mid-Small Value | 1,037 | 27.71 | 427.45 | 2.68 | -2.61 | -4.70 | -0.38 | -4.70 |
| Mid-Small Growth | 539 | 22.48 | 106.25 | 1.90 | 0.55 | -1.10 | 3.35 | -1.10 |
| Small | 1,092 | 16.19 | 226.85 | 3.19 | -0.62 | -0.18 | 2.59 | -0.18 |
| Small Value | 885 | 11.29 | 424.63 | 3.44 | -1.62 | -1.04 | 2.19 | -1.04 |
| Small Growth | 386 | 4.90 | 82.35 | 2.64 | 1.76 | 1.87 | 3.49 | 1.87 |
| Small Core | 349 | 10.66 | 91.87 | 3.17 | 0.29 | -0.04 | 2.62 | -0.04 |
| Small Core Value | 273 | 7.03 | 135.02 | 3.34 | -0.93 | -1.97 | 1.12 | -1.97 |
| Small Core Growth | 156 | 3.63 | 35.31 | 2.84 | 2.72 | 3.89 | 5.65 | 3.89 |
| Micro | 743 | 5.53 | 102.28 | 3.24 | -2.32 | -0.45 | 2.46 | -0.45 |
| Micro Value | 612 | 4.27 | 134.42 | 3.60 | -2.74 | 0.50 | 3.92 | 0.50 |
| Micro Growth | 230 | 1.27 | 39.66 | 2.08 | -0.89 | -3.54 | -2.21 | -3.54 |
| Prime | 993 | 98.03 | 642.05 | 1.24 | -2.17 | -5.61 | 1.10 | -5.61 |
| Prime Value | 744 | 48.81 | 814.89 | 2.04 | -2.90 | -7.61 | -1.82 | -7.61 |
| Prime Growth | 474 | 49.21 | 473.56 | 0.46 | -1.43 | -3.54 | 4.02 | -3.54 |

Note: * Returns are not annualized.

Source: Nomura

Fig. 3: Russell/Nomura Japan Equity Indexes performance summary

Total returns (including dividends, as of end-June 2011)

| Index | No. of stocks | Weight (%) | Index value | Returns (%) * | | | | |
|-------------------|---------------|------------|-------------|---------------|----------|----------|-----------|-------|
| | | | | 1 month | 3 months | 6 months | 12 months | YTD |
| Total Market | 1,390 | 100.00 | 273.39 | 1.34 | -2.13 | -4.32 | 3.32 | -4.32 |
| Value | 1,075 | 50.36 | 603.71 | 2.10 | -2.91 | -6.10 | 0.68 | -6.10 |
| Growth | 584 | 49.64 | 110.94 | 0.57 | -1.32 | -2.45 | 6.01 | -2.45 |
| Large | 298 | 83.81 | 264.73 | 0.97 | -2.43 | -5.29 | 2.91 | -5.29 |
| Large Value | 190 | 39.07 | 572.35 | 1.70 | -3.30 | -7.79 | -0.49 | -7.79 |
| Large Growth | 198 | 44.74 | 116.31 | 0.35 | -1.66 | -3.00 | 5.97 | -3.00 |
| Top | 60 | 49.82 | 217.50 | 0.30 | -3.10 | -6.53 | 3.41 | -6.53 |
| Top Value | 38 | 22.65 | 512.33 | 1.36 | -3.33 | -9.05 | -0.57 | -9.05 |
| Top Growth | 45 | 27.17 | 101.21 | -0.56 | -2.91 | -4.30 | 6.88 | -4.30 |
| Mid | 238 | 33.99 | 361.83 | 1.98 | -1.44 | -3.43 | 2.36 | -3.43 |
| Mid Value | 152 | 16.41 | 610.70 | 2.18 | -3.27 | -5.99 | -0.25 | -5.99 |
| Mid Growth | 153 | 17.57 | 162.26 | 1.78 | 0.33 | -0.92 | 4.88 | -0.92 |
| Mid-Small | 1,330 | 50.18 | 352.36 | 2.38 | -1.14 | -2.03 | 3.29 | -2.03 |
| Mid-Small Value | 1,037 | 27.71 | 634.04 | 2.71 | -2.57 | -3.54 | 1.76 | -3.54 |
| Mid-Small Growth | 539 | 22.48 | 142.71 | 1.98 | 0.67 | -0.11 | 5.13 | -0.11 |
| Small | 1,092 | 16.19 | 326.49 | 3.25 | -0.52 | 1.02 | 4.72 | 1.02 |
| Small Value | 885 | 11.29 | 634.73 | 3.49 | -1.53 | 0.24 | 4.46 | 0.24 |
| Small Growth | 386 | 4.90 | 110.66 | 2.70 | 1.89 | 2.88 | 5.30 | 2.88 |
| Small Core | 349 | 10.66 | 107.49 | 3.21 | 0.37 | 1.12 | 4.72 | 1.12 |
| Small Core Value | 273 | 7.03 | 160.18 | 3.39 | -0.86 | -0.74 | 3.32 | -0.74 |
| Small Core Growth | 156 | 3.63 | 40.00 | 2.88 | 2.82 | 4.91 | 7.54 | 4.91 |
| Micro | 743 | 5.53 | 121.29 | 3.31 | -2.18 | 0.82 | 4.65 | 0.82 |
| Micro Value | 612 | 4.27 | 161.79 | 3.66 | -2.61 | 1.85 | 6.31 | 1.85 |
| Micro Growth | 230 | 1.27 | 44.80 | 2.16 | -0.69 | -2.55 | -0.57 | -2.55 |
| Prime | 993 | 98.03 | 768.53 | 1.31 | -2.12 | -4.46 | 3.30 | -4.46 |
| Prime Value | 744 | 48.81 | 992.98 | 2.07 | -2.91 | -6.40 | 0.49 | -6.40 |
| Prime Growth | 474 | 49.21 | 557.35 | 0.57 | -1.32 | -2.46 | 6.12 | -2.46 |

Note: * Returns are not annualized.

Source: Nomura

Fig. 4: Russell/Nomura index data by industrial sector

Number of stocks and weighting (as of end-June 2011)

| | Index | Total Market | | Value | | Growth | | Small | | Prime | |
|----|--|---------------|------------|---------------|------------|---------------|------------|---------------|------------|---------------|------------|
| | | No. of stocks | Weight (%) | No. of stocks | Weight (%) | No. of stocks | Weight (%) | No. of stocks | Weight (%) | No. of stocks | Weight (%) |
| | Overall | 1,390 | 100.00 | 1,075 | 100.00 | 584 | 100.00 | 1,092 | 100.00 | 993 | 100.00 |
| 1 | Fishery, agriculture & forestry | 5 | 0.09 | 3 | 0.06 | 4 | 0.12 | 5 | 0.58 | 5 | 0.10 |
| 2 | Mining | 6 | 0.47 | 6 | 0.93 | 1 | 0.01 | 5 | 0.53 | 4 | 0.47 |
| 3 | Construction | 62 | 2.07 | 57 | 2.92 | 10 | 1.22 | 54 | 4.89 | 44 | 2.01 |
| 4 | Foods | 62 | 3.08 | 55 | 2.84 | 29 | 3.33 | 51 | 4.99 | 44 | 3.06 |
| 5 | Textiles & apparel | 24 | 0.89 | 22 | 0.90 | 8 | 0.88 | 21 | 1.89 | 19 | 0.88 |
| 6 | Pulp & paper | 11 | 0.36 | 11 | 0.70 | 1 | 0.01 | 9 | 0.90 | 8 | 0.35 |
| 7 | Chemicals | 110 | 6.30 | 87 | 5.96 | 49 | 6.65 | 84 | 8.19 | 76 | 6.26 |
| 8 | Pharmaceuticals | 38 | 4.46 | 18 | 1.21 | 26 | 7.76 | 24 | 2.67 | 29 | 4.50 |
| 9 | Oil & coal products | 8 | 0.95 | 7 | 1.58 | 2 | 0.30 | 4 | 0.43 | 6 | 0.96 |
| 10 | Rubber products | 10 | 0.77 | 10 | 1.21 | 3 | 0.33 | 8 | 0.79 | 9 | 0.78 |
| 11 | Glass & ceramics products | 22 | 1.30 | 19 | 0.77 | 9 | 1.84 | 16 | 1.73 | 16 | 1.29 |
| 12 | Iron & steel | 29 | 1.99 | 27 | 2.37 | 9 | 1.60 | 25 | 3.24 | 21 | 1.99 |
| 13 | Nonferrous metals | 20 | 1.41 | 13 | 1.42 | 9 | 1.40 | 13 | 1.56 | 18 | 1.42 |
| 14 | Metal products | 22 | 0.77 | 20 | 1.09 | 5 | 0.44 | 18 | 1.47 | 17 | 0.76 |
| 15 | Machinery | 99 | 5.40 | 78 | 3.83 | 46 | 6.98 | 79 | 7.24 | 67 | 5.32 |
| 16 | Electric appliances | 136 | 15.55 | 92 | 8.11 | 74 | 23.09 | 98 | 8.59 | 101 | 15.67 |
| 17 | Transportation equipment | 64 | 9.93 | 52 | 9.84 | 33 | 10.02 | 47 | 4.75 | 47 | 10.03 |
| 18 | Precision instruments | 21 | 1.48 | 10 | 0.30 | 15 | 2.68 | 15 | 1.09 | 16 | 1.49 |
| 19 | Other products | 35 | 1.75 | 28 | 1.58 | 14 | 1.92 | 29 | 2.09 | 24 | 1.73 |
| 20 | Electric power & gas | 18 | 3.27 | 16 | 5.43 | 7 | 1.09 | 5 | 0.39 | 16 | 3.33 |
| 21 | Land transportation | 33 | 3.48 | 21 | 3.43 | 20 | 3.53 | 17 | 1.84 | 25 | 3.49 |
| 22 | Marine transportation | 7 | 0.47 | 6 | 0.90 | 2 | 0.03 | 4 | 0.19 | 6 | 0.47 |
| 23 | Air transportation | 2 | 0.28 | 0 | 0.00 | 2 | 0.56 | 1 | 0.07 | 2 | 0.28 |
| 24 | Warehousing & harbor transportation services | 13 | 0.23 | 13 | 0.45 | 3 | 0.02 | 11 | 0.64 | 7 | 0.21 |
| 25 | Information & communication | 77 | 6.42 | 52 | 6.73 | 43 | 6.11 | 63 | 5.46 | 53 | 6.45 |
| 26 | Wholesale trade | 101 | 5.27 | 94 | 4.72 | 20 | 5.83 | 91 | 6.41 | 53 | 5.13 |
| 27 | Retail trade | 126 | 3.91 | 77 | 4.57 | 70 | 3.25 | 112 | 8.92 | 83 | 3.79 |
| 28 | Banks | 88 | 8.75 | 87 | 17.19 | 3 | 0.18 | 68 | 8.78 | 79 | 8.88 |
| 29 | Securities & commodity futures | 18 | 1.26 | 16 | 2.42 | 5 | 0.08 | 15 | 1.29 | 14 | 1.26 |
| 30 | Insurance | 7 | 2.43 | 5 | 3.40 | 4 | 1.44 | 1 | 0.01 | 6 | 2.47 |
| 31 | Other financing business | 16 | 0.86 | 15 | 1.61 | 1 | 0.10 | 13 | 1.81 | 15 | 0.87 |
| 32 | Real estate | 37 | 2.18 | 24 | 0.64 | 18 | 3.74 | 31 | 2.23 | 24 | 2.16 |
| 33 | Services | 63 | 2.18 | 34 | 0.92 | 39 | 3.46 | 55 | 4.35 | 39 | 2.10 |

Source: Nomura

Fig. 5: Russell/Nomura index performance by industrial sector

Monthly returns* (as of end-June 2011)

(%)

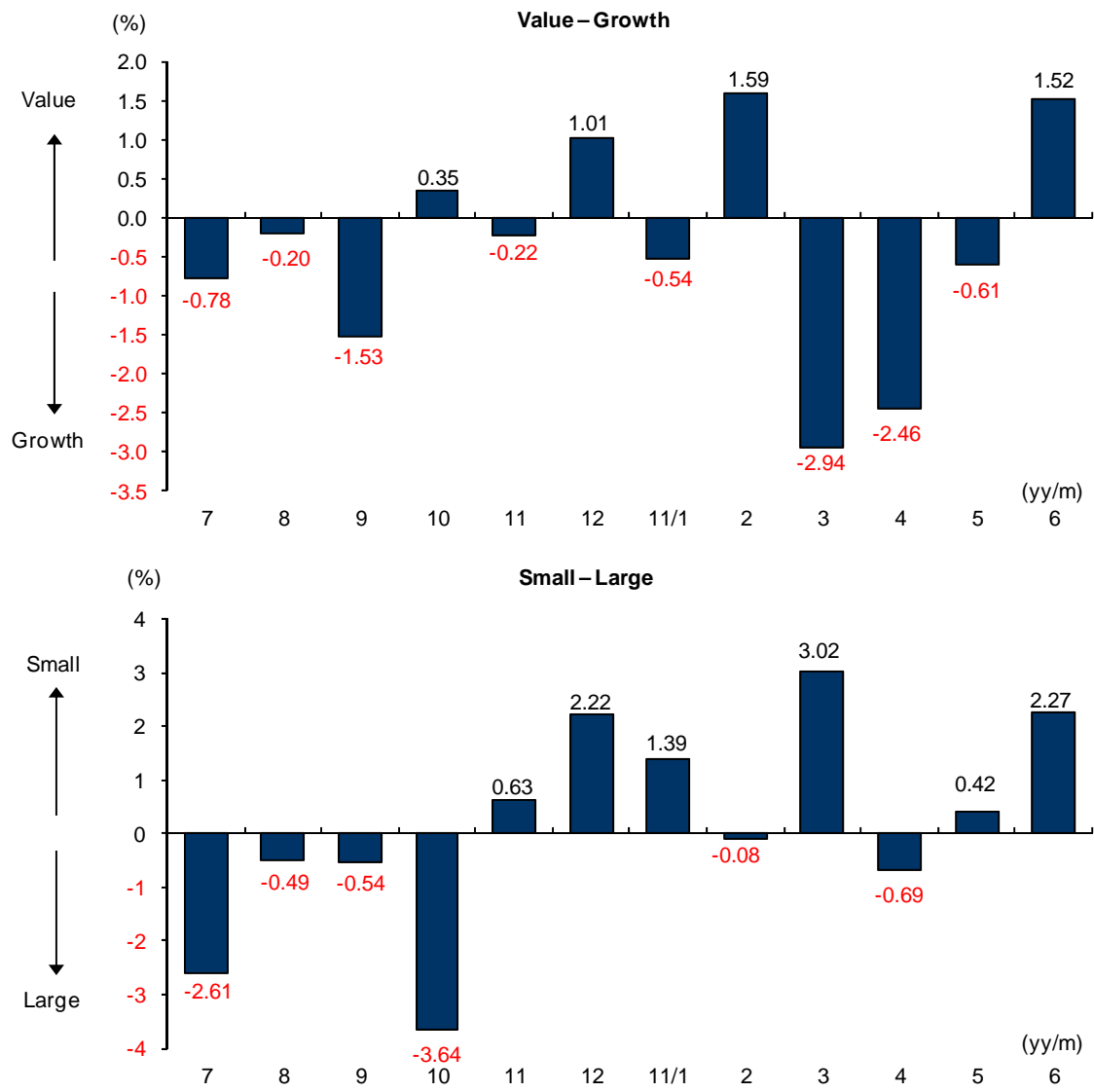
| | Index | Total Market | | Value | | Growth | | Small | | Prime | |
|----|--|--------------|----------------|--------------|----------------|--------------|----------------|--------------|----------------|--------------|----------------|
| | | ex dividends | incl dividends | ex dividends | incl dividends | ex dividends | incl dividends | ex dividends | incl dividends | ex dividends | incl dividends |
| | Overall | 1.27 | 1.34 | 2.07 | 2.10 | 0.46 | 0.57 | 3.19 | 3.25 | 1.24 | 1.31 |
| 1 | Fishery, agriculture & forestry | 5.72 | 5.72 | 5.22 | 5.22 | 5.98 | 5.98 | 5.72 | 5.72 | 5.72 | 5.72 |
| 2 | Mining | 0.13 | 0.15 | 0.15 | 0.16 | -1.26 | -1.26 | -2.27 | -2.21 | 0.13 | 0.13 |
| 3 | Construction | 1.90 | 1.92 | 1.86 | 1.87 | 2.01 | 2.03 | 4.27 | 4.30 | 1.77 | 1.78 |
| 4 | Foods | 0.37 | 0.64 | 0.66 | 0.96 | 0.12 | 0.36 | 2.06 | 2.17 | 0.34 | 0.62 |
| 5 | Textiles & apparel | -1.64 | -1.63 | 0.55 | 0.58 | -3.80 | -3.80 | 3.10 | 3.14 | -1.76 | -1.76 |
| 6 | Pulp & paper | 4.70 | 4.74 | 4.61 | 4.65 | 10.96 | 10.96 | 3.43 | 3.52 | 4.69 | 4.73 |
| 7 | Chemicals | 1.42 | 1.43 | 1.53 | 1.54 | 1.31 | 1.33 | 2.71 | 2.79 | 1.42 | 1.43 |
| 8 | Pharmaceuticals | -1.31 | -1.25 | -0.98 | -0.78 | -1.36 | -1.32 | 1.40 | 1.40 | -1.33 | -1.27 |
| 9 | Oil & coal products | -0.56 | -0.20 | -0.39 | -0.32 | -1.47 | 0.36 | -2.44 | -2.44 | -0.63 | -0.26 |
| 10 | Rubber products | 1.32 | 1.82 | 1.47 | 1.94 | 0.77 | 1.39 | 6.23 | 6.23 | 1.29 | 1.79 |
| 11 | Glass & ceramics products | -0.78 | -0.33 | 1.66 | 1.72 | -1.79 | -1.17 | 5.24 | 5.37 | -0.84 | -0.37 |
| 12 | Iron & steel | 6.25 | 6.25 | 5.41 | 5.41 | 7.54 | 7.54 | 2.97 | 2.97 | 6.28 | 6.28 |
| 13 | Nonferrous metals | 1.19 | 1.19 | 0.96 | 0.96 | 1.44 | 1.44 | -0.03 | -0.03 | 1.20 | 1.20 |
| 14 | Metal products | 3.24 | 3.30 | 4.96 | 5.04 | -0.80 | -0.80 | 4.73 | 4.93 | 3.18 | 3.25 |
| 15 | Machinery | 2.63 | 2.64 | 1.38 | 1.39 | 3.34 | 3.34 | 3.33 | 3.35 | 2.59 | 2.59 |
| 16 | Electric appliances | 0.80 | 1.04 | -0.69 | -0.66 | 1.35 | 1.66 | 1.24 | 1.35 | 0.79 | 1.03 |
| 17 | Transportation equipment | 0.59 | 0.60 | -0.39 | -0.39 | 1.58 | 1.60 | 7.04 | 7.03 | 0.53 | 0.54 |
| 18 | Precision instruments | 1.59 | 1.61 | 1.19 | 1.19 | 1.63 | 1.66 | 0.76 | 0.94 | 1.54 | 1.55 |
| 19 | Other products | -10.41 | -10.37 | -0.01 | 0.05 | -17.59 | -17.57 | -0.03 | 0.16 | -10.63 | -10.61 |
| 20 | Electric power & gas | 13.34 | 13.34 | 14.45 | 14.46 | 8.03 | 8.03 | 9.44 | 9.72 | 13.36 | 13.36 |
| 21 | Land transportation | 1.09 | 1.09 | 0.46 | 0.46 | 1.71 | 1.71 | 3.30 | 3.30 | 1.06 | 1.06 |
| 22 | Marine transportation | -0.67 | -0.67 | -0.67 | -0.67 | -0.68 | -0.68 | 3.76 | 3.76 | -0.65 | -0.65 |
| 23 | Air transportation | 5.72 | 5.72 | - | - | 5.72 | 5.72 | -1.42 | -1.42 | 5.72 | 5.72 |
| 24 | Warehousing & harbor transportation services | 3.10 | 3.10 | 3.07 | 3.07 | 3.92 | 3.92 | 0.71 | 0.71 | 3.04 | 3.04 |
| 25 | Information & communication | -0.54 | -0.52 | 0.94 | 0.94 | -2.14 | -2.09 | 2.46 | 2.51 | -0.56 | -0.54 |
| 26 | Wholesale trade | -0.43 | -0.43 | 1.31 | 1.33 | -1.83 | -1.83 | 3.32 | 3.34 | -0.55 | -0.55 |
| 27 | Retail trade | 2.91 | 2.93 | 2.56 | 2.57 | 3.43 | 3.45 | 2.84 | 2.89 | 2.95 | 2.97 |
| 28 | Banks | 3.68 | 3.68 | 3.68 | 3.68 | 3.74 | 3.74 | 5.06 | 5.06 | 3.68 | 3.68 |
| 29 | Securities & commodity futures | 0.38 | 0.38 | 0.27 | 0.27 | 3.76 | 3.76 | 6.94 | 6.94 | 0.22 | 0.22 |
| 30 | Insurance | -1.27 | -1.27 | 0.32 | 0.32 | -4.88 | -4.88 | 1.39 | 1.39 | -1.27 | -1.27 |
| 31 | Other financing business | 3.08 | 3.08 | 3.05 | 3.05 | 3.46 | 3.46 | 4.73 | 4.73 | 2.98 | 2.98 |
| 32 | Real estate | -0.12 | -0.08 | -0.26 | 0.01 | -0.10 | -0.10 | 2.46 | 2.50 | -0.13 | -0.08 |
| 33 | Services | 3.31 | 3.34 | 5.45 | 5.60 | 2.74 | 2.75 | 4.01 | 4.12 | 3.32 | 3.35 |

Note: * Returns are not annualized.

Source: Nomura

Fig. 6: Monthly performance

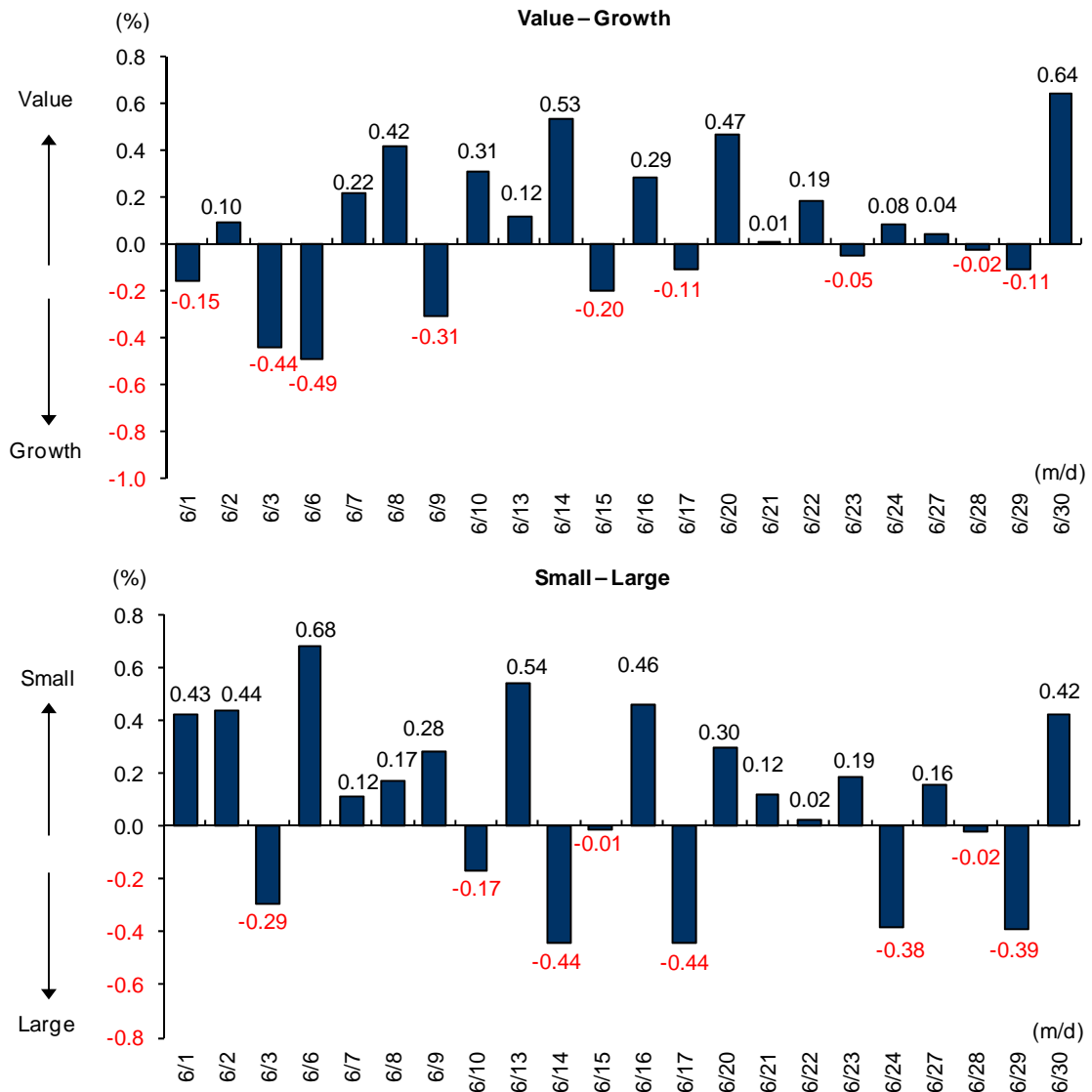
Style: total returns



Note: Value - Growth is the difference between Value and Growth returns. Small - Large is the difference between Small and Large returns. Returns are not annualized.
Source: Nomura

Fig. 7: Daily performance

Style: total returns



Note: Value – Growth is the difference between Value and Growth returns. Small – Large is the difference between Small and Large returns. Returns are not annualized.
 Source: Nomura

Fig. 8: Russell/Nomura Japan Equity Indexes

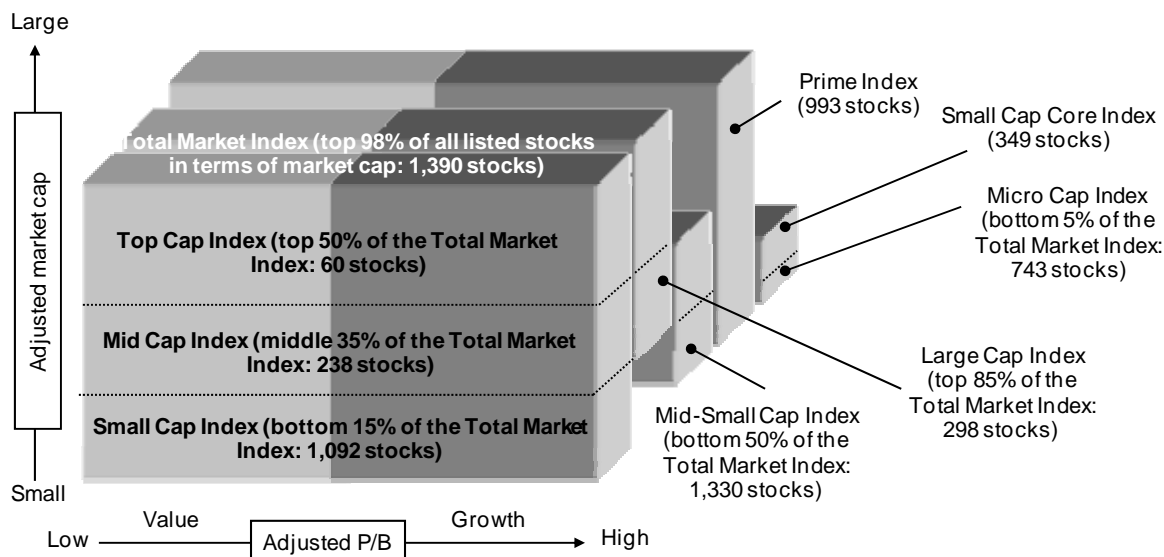
Key indicators (as of end-June 2011)

| Index | P/E x | P/B x | Dividend yield % | ROE % | Rec profit growth % |
|-------------------|----------|----------|---------------------|----------|------------------------|
| Total Market | 14.85 | 1.01 | 2.22 | 6.96 | 1.16 |
| Value | 14.82 | 0.78 | 2.32 | 5.33 | -0.85 |
| Growth | 14.89 | 1.45 | 2.11 | 10.09 | 3.57 |
| Large | 14.99 | 1.06 | 2.27 | 7.22 | 0.18 |
| Large Value | 15.18 | 0.81 | 2.40 | 5.42 | -2.84 |
| Large Growth | 14.83 | 1.44 | 2.16 | 10.06 | 3.33 |
| Top | 14.26 | 1.04 | 2.50 | 7.46 | -0.91 |
| Top Value | 14.38 | 0.80 | 2.62 | 5.67 | -2.32 |
| Top Growth | 14.15 | 1.38 | 2.40 | 10.07 | 0.48 |
| Mid | 16.22 | 1.08 | 1.93 | 6.84 | 1.92 |
| Mid Value | 16.43 | 0.82 | 2.09 | 5.07 | -3.61 |
| Mid Growth | 16.02 | 1.55 | 1.77 | 10.04 | 8.18 |
| Mid-Small | 15.50 | 0.98 | 1.93 | 6.49 | 3.36 |
| Mid-Small Value | 15.19 | 0.76 | 2.08 | 5.08 | 0.45 |
| Mid-Small Growth | 15.90 | 1.55 | 1.75 | 10.11 | 7.63 |
| Small | 14.18 | 0.82 | 1.95 | 5.92 | 6.28 |
| Small Value | 13.69 | 0.68 | 2.07 | 5.08 | 6.49 |
| Small Growth | 15.47 | 1.54 | 1.66 | 10.37 | 5.75 |
| Small Core | 14.49 | 0.87 | 1.89 | 6.17 | 8.39 |
| Small Core Value | 14.07 | 0.71 | 2.00 | 5.17 | 8.79 |
| Small Core Growth | 15.37 | 1.54 | 1.69 | 10.40 | 7.54 |
| Micro | 13.64 | 0.74 | 2.05 | 5.51 | 2.74 |
| Micro Value | 13.12 | 0.64 | 2.19 | 4.95 | 3.20 |
| Micro Growth | 15.75 | 1.56 | 1.57 | 10.29 | 0.93 |
| Prime | 14.89 | 1.02 | 2.22 | 7.00 | 1.17 |
| Prime Value | 14.90 | 0.78 | 2.33 | 5.35 | -0.90 |
| Prime Growth | 14.88 | 1.45 | 2.11 | 10.09 | 3.58 |

Note: All financial data are based on current-FY forecasts (with preference given to consolidated figures).

Source: Nomura

Fig. 9: Russell/Nomura Japan Equity Indexes



Note: No. of stocks in each index is as of 30 June 2011.
 Source: Nomura

All the indexes (Total Market, the capitalization indexes, Value, Growth, and Prime) also have indexes based on the 33 industrial sectors. Divisions based on market cap exclude the value of stable shareholdings. Value and Growth indexes are defined in terms of P/B ratios adjusted for unrealized gains/losses.

For composition rules and other information please refer to *Russell/Nomura Japan Equity Indexes rulebook*.

Fig. 10: Russell/Nomura Japan Equity Indexes performance summary

Price returns (excluding dividends), US dollar basis (as of end-June 2011)

| Index | No. of stocks | Weight (%) | Index value | Returns (%) * | | | | |
|-------------------|---------------|------------|-------------|---------------|----------|----------|-----------|-------|
| | | | | 1 month | 3 months | 6 months | 12 months | YTD |
| Total Market | 1,390 | 100.00 | 568.88 | 2.75 | 0.77 | -4.19 | 11.48 | -4.19 |
| Value | 1,075 | 50.36 | 1,209.72 | 3.57 | 0.02 | -6.06 | 8.45 | -6.06 |
| Growth | 584 | 49.64 | 239.76 | 1.94 | 1.54 | -2.22 | 14.57 | -2.22 |
| Large | 298 | 83.81 | 550.45 | 2.38 | 0.47 | -5.16 | 11.02 | -5.16 |
| Large Value | 190 | 39.07 | 1,147.84 | 3.17 | -0.35 | -7.75 | 7.16 | -7.75 |
| Large Growth | 198 | 44.74 | 250.23 | 1.70 | 1.19 | -2.78 | 14.51 | -2.78 |
| Top | 60 | 49.82 | 446.51 | 1.69 | -0.21 | -6.49 | 11.33 | -6.49 |
| Top Value | 38 | 22.65 | 1,023.58 | 2.82 | -0.35 | -9.11 | 6.85 | -9.11 |
| Top Growth | 45 | 27.17 | 212.55 | 0.76 | -0.09 | -4.17 | 15.24 | -4.17 |
| Mid | 238 | 33.99 | 763.22 | 3.42 | 1.47 | -3.17 | 10.76 | -3.17 |
| Mid Value | 152 | 16.41 | 1,232.67 | 3.66 | -0.36 | -5.81 | 7.71 | -5.81 |
| Mid Growth | 153 | 17.57 | 360.43 | 3.19 | 3.24 | -0.56 | 13.69 | -0.56 |
| Mid-Small | 1,330 | 50.18 | 739.77 | 3.83 | 1.76 | -1.80 | 11.70 | -1.80 |
| Mid-Small Value | 1,037 | 27.71 | 1,275.19 | 4.19 | 0.33 | -3.41 | 9.83 | -3.41 |
| Mid-Small Growth | 539 | 22.48 | 316.98 | 3.40 | 3.58 | 0.24 | 13.95 | 0.24 |
| Small | 1,092 | 16.19 | 676.75 | 4.71 | 2.37 | 1.18 | 13.10 | 1.18 |
| Small Value | 885 | 11.29 | 1,266.78 | 4.95 | 1.34 | 0.30 | 12.67 | 0.30 |
| Small Growth | 386 | 4.90 | 245.67 | 4.15 | 4.83 | 3.25 | 14.10 | 3.25 |
| Small Core | 349 | 10.66 | 116.61 | 4.68 | 3.31 | 1.32 | 13.15 | 1.32 |
| Small Core Value | 273 | 7.03 | 171.39 | 4.86 | 2.06 | -0.63 | 11.49 | -0.63 |
| Small Core Growth | 156 | 3.63 | 44.82 | 4.35 | 5.82 | 5.30 | 16.49 | 5.30 |
| Micro | 743 | 5.53 | 129.83 | 4.76 | 0.62 | 0.90 | 12.96 | 0.90 |
| Micro Value | 612 | 4.27 | 170.63 | 5.12 | 0.20 | 1.87 | 14.58 | 1.87 |
| Micro Growth | 230 | 1.27 | 50.34 | 3.58 | 2.10 | -2.22 | 7.82 | -2.22 |
| Prime | 993 | 98.03 | 925.97 | 2.72 | 0.78 | -4.33 | 11.47 | -4.33 |
| Prime Value | 744 | 48.81 | 1,175.23 | 3.54 | 0.03 | -6.35 | 8.24 | -6.35 |
| Prime Growth | 474 | 49.21 | 682.98 | 1.93 | 1.55 | -2.23 | 14.69 | -2.23 |

Note: * Returns are not annualized.

Source: Nomura

Fig. 11: Russell/Nomura Japan Equity Indexes performance summary

Total returns (including dividends), US dollar basis (as of end-June 2011)

| Index | No. of stocks | Weight (%) | Index value | Returns (%) * | | | | |
|-------------------|---------------|------------|-------------|---------------|----------|----------|-----------|-------|
| | | | | 1 month | 3 months | 6 months | 12 months | YTD |
| Total Market | 1,390 | 100.00 | 815.60 | 2.82 | 0.82 | -3.02 | 13.91 | -3.02 |
| Value | 1,075 | 50.36 | 1,801.03 | 3.60 | 0.02 | -4.82 | 11.01 | -4.82 |
| Growth | 584 | 49.64 | 330.97 | 2.05 | 1.65 | -1.12 | 16.87 | -1.12 |
| Large | 298 | 83.81 | 789.76 | 2.46 | 0.51 | -4.00 | 13.46 | -4.00 |
| Large Value | 190 | 39.07 | 1,707.48 | 3.20 | -0.39 | -6.54 | 9.71 | -6.54 |
| Large Growth | 198 | 44.74 | 347.00 | 1.82 | 1.30 | -1.68 | 16.84 | -1.68 |
| Top | 60 | 49.82 | 648.85 | 1.77 | -0.18 | -5.25 | 14.01 | -5.25 |
| Top Value | 38 | 22.65 | 1,528.42 | 2.85 | -0.41 | -7.82 | 9.62 | -7.82 |
| Top Growth | 45 | 27.17 | 301.95 | 0.90 | 0.01 | -3.00 | 17.84 | -3.00 |
| Mid | 238 | 33.99 | 1,079.43 | 3.47 | 1.54 | -2.12 | 12.86 | -2.12 |
| Mid Value | 152 | 16.41 | 1,821.89 | 3.68 | -0.35 | -4.71 | 9.97 | -4.71 |
| Mid Growth | 153 | 17.57 | 484.07 | 3.28 | 3.36 | 0.43 | 15.63 | 0.43 |
| Mid-Small | 1,330 | 50.18 | 1,051.20 | 3.89 | 1.84 | -0.70 | 13.88 | -0.70 |
| Mid-Small Value | 1,037 | 27.71 | 1,891.51 | 4.22 | 0.37 | -2.23 | 12.19 | -2.23 |
| Mid-Small Growth | 539 | 22.48 | 425.73 | 3.48 | 3.71 | 1.25 | 15.91 | 1.25 |
| Small | 1,092 | 16.19 | 974.02 | 4.76 | 2.48 | 2.40 | 15.45 | 2.40 |
| Small Value | 885 | 11.29 | 1,893.56 | 5.01 | 1.44 | 1.60 | 15.17 | 1.60 |
| Small Growth | 386 | 4.90 | 330.14 | 4.20 | 4.96 | 4.28 | 16.10 | 4.28 |
| Small Core | 349 | 10.66 | 136.45 | 4.73 | 3.39 | 2.50 | 15.46 | 2.50 |
| Small Core Value | 273 | 7.03 | 203.33 | 4.90 | 2.13 | 0.62 | 13.91 | 0.62 |
| Small Core Growth | 156 | 3.63 | 50.78 | 4.39 | 5.92 | 6.33 | 18.57 | 6.33 |
| Micro | 743 | 5.53 | 153.95 | 4.83 | 0.77 | 2.19 | 15.38 | 2.19 |
| Micro Value | 612 | 4.27 | 205.37 | 5.18 | 0.32 | 3.24 | 17.21 | 3.24 |
| Micro Growth | 230 | 1.27 | 56.87 | 3.66 | 2.30 | -1.22 | 9.63 | -1.22 |
| Prime | 993 | 98.03 | 1,108.38 | 2.79 | 0.83 | -3.16 | 13.89 | -3.16 |
| Prime Value | 744 | 48.81 | 1,432.07 | 3.56 | 0.02 | -5.13 | 10.79 | -5.13 |
| Prime Growth | 474 | 49.21 | 803.82 | 2.04 | 1.66 | -1.13 | 17.00 | -1.13 |

Note: * Returns are not annualized.

Source: Nomura

Data publication services

Data for the Russell/Nomura Japan Equity Indexes can be obtained via the following channels.

Index values are published in the following media:

- Bloomberg (RNJI)
- Jiji (SQ21, SQ22, SQ23, SQ24)
- QUICK (NRIJ500–503, 510–517)
- Reuters (FRCNRI01, FRCNRI02, FRCNRI03, FRCNRI04)
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- Jiji (RT14 or RNPJ/2)
- QUICK (140)
- Reuters (.JRN)
- Our website (<http://qr.nomura.co.jp/jp/frcnri/index.html>)

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- Bloomberg (RNSCC <INDEX>)
- Jiji (RT14 or RNSCC/NOMURA)
- QUICK (130)
- Reuters (.JRNSC)

More detailed data

More detailed data on index values and individual stock information can be obtained through Nomura Research Institute services Aurora, e-Aurora, and IDS.

For information, contact:

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Investment Information Systems Business Department
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e-mail: ids-sales@nri.co.jp

Rule book:

Russell/Nomura Japan Equity Indexes rulebook

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Appendix A-1

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A rating of '**Reduce**', indicates that the analyst expects the stock to underperform the Benchmark over the next 12 months.

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A '**Neutral**' stance, indicates that the analyst expects the sector to perform in line with the Benchmark during the next 12 months.

A '**Bearish**' stance, indicates that the analyst expects the sector to underperform the Benchmark during the next 12 months.

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Explanation of Nomura's equity research rating system for Asian companies under coverage ex Japan published from 30 October 2008 and in Japan from 6 January 2009

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Explanation of Nomura's equity research rating system for Asian companies under coverage ex Japan published prior to 30 October 2008

STOCKS

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A **'Buy'** recommendation indicates that upside is between 10% and 20%.

A **'Neutral'** recommendation indicates that upside or downside is less than 10%.

A **'Reduce'** recommendation indicates that downside is between 10% and 20%.

A **'Sell'** recommendation indicates that downside is more than 20%.

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Nomura Securities Co., Ltd.

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