

August 2, 2011

Performance summary—July 2011



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

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

Index	No. of stocks	Weight (%)	Index value	Returns (%) *				
				1 month	3 months	6 months	12 months	YTD
Total Market	1,388	100.00	270.87	-0.92	-1.16	-6.38	1.37	-5.20
Value	1,073	50.10	595.11	-1.42	-1.23	-8.34	-1.33	-7.44
Growth	584	49.90	110.48	-0.42	-1.10	-4.31	4.14	-2.85
Large	298	83.71	261.98	-1.04	-1.70	-7.24	0.47	-6.28
Large Value	190	38.75	562.58	-1.71	-1.91	-9.98	-3.22	-9.37
Large Growth	198	44.96	115.78	-0.46	-1.52	-4.74	3.83	-3.44
Top	60	49.82	215.47	-0.93	-2.39	-8.39	0.41	-7.40
Top Value	38	22.43	502.66	-1.89	-2.10	-11.22	-4.26	-10.77
Top Growth	45	27.40	101.07	-0.14	-2.63	-5.92	4.50	-4.43
Mid	238	33.88	357.49	-1.20	-0.67	-5.51	0.68	-4.59
Mid Value	152	16.32	601.78	-1.46	-1.64	-8.22	-1.70	-7.36
Mid Growth	153	17.56	160.71	-0.95	0.25	-2.85	3.00	-1.86
Mid-Small	1,328	50.18	349.15	-0.91	0.08	-4.30	2.37	-2.93
Mid-Small Value	1,035	27.67	627.41	-1.05	-0.51	-5.88	1.20	-4.55
Mid-Small Growth	539	22.51	141.64	-0.75	0.83	-2.29	3.82	-0.86
Small	1,090	16.29	325.47	-0.32	1.68	-1.68	5.71	0.70
Small Value	883	11.35	631.92	-0.44	1.15	-2.30	5.43	-0.21
Small Growth	386	4.95	110.64	-0.02	2.93	-0.22	6.37	2.85
Small Core	349	10.73	107.21	-0.26	1.99	-1.26	5.94	0.86
Small Core Value	273	7.06	159.47	-0.45	1.12	-2.68	4.38	-1.18
Small Core Growth	156	3.67	40.04	0.09	3.71	1.59	9.07	5.00
Micro	741	5.56	120.79	-0.41	1.09	-2.48	5.20	0.40
Micro Value	610	4.29	161.09	-0.43	1.18	-1.68	7.10	1.41
Micro Growth	230	1.28	44.65	-0.34	0.77	-5.09	-0.60	-2.88
Prime	993	98.02	761.36	-0.93	-1.19	-6.46	1.29	-5.35
Prime Value	744	48.54	978.54	-1.45	-1.28	-8.56	-1.62	-7.76
Prime Growth	474	49.47	555.04	-0.42	-1.10	-4.31	4.23	-2.86

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 35 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\$130bn in assets under management (as of 30 June 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-July 2011)

Index	No. of stocks	Weight (%)	Index value	Returns (%) *				
				1 month	3 months	6 months	12 months	YTD
Total Market	1,388	100.00	188.91	-0.93	-1.23	-7.51	-0.80	-6.36
Value	1,073	50.10	399.70	-1.43	-1.23	-9.53	-3.60	-8.64
Growth	584	49.90	80.02	-0.43	-1.22	-5.38	2.08	-3.94
Large	298	83.71	182.57	-1.05	-1.75	-8.36	-1.69	-7.42
Large Value	190	38.75	378.16	-1.71	-1.88	-11.15	-5.48	-10.55
Large Growth	198	44.96	83.48	-0.47	-1.65	-5.81	1.75	-4.54
Top	60	49.82	148.28	-0.93	-2.43	-9.57	-1.95	-8.60
Top Value	38	22.43	336.63	-1.89	-2.03	-12.47	-6.68	-12.02
Top Growth	45	27.40	71.15	-0.14	-2.75	-7.04	2.20	-5.59
Mid	238	33.88	252.71	-1.22	-0.75	-6.54	-1.20	-5.63
Mid Value	152	16.32	407.10	-1.48	-1.66	-9.28	-3.72	-8.45
Mid Growth	153	17.56	119.63	-0.98	0.12	-3.85	1.24	-2.87
Mid-Small	1,328	50.18	245.66	-0.93	0.00	-5.37	0.41	-4.03
Mid-Small Value	1,035	27.67	422.92	-1.06	-0.57	-7.01	-0.93	-5.71
Mid-Small Growth	539	22.51	105.43	-0.78	0.70	-3.28	2.04	-1.87
Small	1,090	16.29	226.10	-0.33	1.58	-2.85	3.56	-0.51
Small Value	883	11.35	422.71	-0.45	1.05	-3.55	3.14	-1.49
Small Growth	386	4.95	82.31	-0.04	2.81	-1.21	4.53	1.82
Small Core	349	10.73	91.62	-0.28	1.90	-2.40	3.82	-0.31
Small Core Value	273	7.06	134.41	-0.45	1.04	-3.90	2.16	-2.41
Small Core Growth	156	3.67	35.34	0.07	3.60	0.59	7.15	3.96
Micro	741	5.56	101.84	-0.43	0.95	-3.71	3.00	-0.88
Micro Value	610	4.29	133.81	-0.45	1.06	-2.99	4.69	0.04
Micro Growth	230	1.28	39.52	-0.36	0.59	-6.07	-2.23	-3.88
Prime	993	98.02	636.00	-0.94	-1.25	-7.59	-0.87	-6.50
Prime Value	744	48.54	802.98	-1.46	-1.27	-9.75	-3.88	-8.96
Prime Growth	474	49.47	471.54	-0.43	-1.22	-5.37	2.16	-3.95

Note: * Returns are not annualized.

Source: Nomura

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

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

Index	No. of stocks	Weight (%)	Index value	Returns (%) *				
				1 month	3 months	6 months	12 months	YTD
Total Market	1,388	100.00	270.87	-0.92	-1.16	-6.38	1.37	-5.20
Value	1,073	50.10	595.11	-1.42	-1.23	-8.34	-1.33	-7.44
Growth	584	49.90	110.48	-0.42	-1.10	-4.31	4.14	-2.85
Large	298	83.71	261.98	-1.04	-1.70	-7.24	0.47	-6.28
Large Value	190	38.75	562.58	-1.71	-1.91	-9.98	-3.22	-9.37
Large Growth	198	44.96	115.78	-0.46	-1.52	-4.74	3.83	-3.44
Top	60	49.82	215.47	-0.93	-2.39	-8.39	0.41	-7.40
Top Value	38	22.43	502.66	-1.89	-2.10	-11.22	-4.26	-10.77
Top Growth	45	27.40	101.07	-0.14	-2.63	-5.92	4.50	-4.43
Mid	238	33.88	357.49	-1.20	-0.67	-5.51	0.68	-4.59
Mid Value	152	16.32	601.78	-1.46	-1.64	-8.22	-1.70	-7.36
Mid Growth	153	17.56	160.71	-0.95	0.25	-2.85	3.00	-1.86
Mid-Small	1,328	50.18	349.15	-0.91	0.08	-4.30	2.37	-2.93
Mid-Small Value	1,035	27.67	627.41	-1.05	-0.51	-5.88	1.20	-4.55
Mid-Small Growth	539	22.51	141.64	-0.75	0.83	-2.29	3.82	-0.86
Small	1,090	16.29	325.47	-0.32	1.68	-1.68	5.71	0.70
Small Value	883	11.35	631.92	-0.44	1.15	-2.30	5.43	-0.21
Small Growth	386	4.95	110.64	-0.02	2.93	-0.22	6.37	2.85
Small Core	349	10.73	107.21	-0.26	1.99	-1.26	5.94	0.86
Small Core Value	273	7.06	159.47	-0.45	1.12	-2.68	4.38	-1.18
Small Core Growth	156	3.67	40.04	0.09	3.71	1.59	9.07	5.00
Micro	741	5.56	120.79	-0.41	1.09	-2.48	5.20	0.40
Micro Value	610	4.29	161.09	-0.43	1.18	-1.68	7.10	1.41
Micro Growth	230	1.28	44.65	-0.34	0.77	-5.09	-0.60	-2.88
Prime	993	98.02	761.36	-0.93	-1.19	-6.46	1.29	-5.35
Prime Value	744	48.54	978.54	-1.45	-1.28	-8.56	-1.62	-7.76
Prime Growth	474	49.47	555.04	-0.42	-1.10	-4.31	4.23	-2.86

Note: * Returns are not annualized.

Source: Nomura

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

Number of stocks and weighting (as of end-July 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	1,388	100.00	1,073	100.00	584	100.00	1,090	100.00	993	100.00
1	Fishery, agriculture & forestry	5	0.10	3	0.06	4	0.13	5	0.59	5	0.10
2	Mining	6	0.49	6	0.96	1	0.01	5	0.54	4	0.48
3	Construction	61	2.13	56	2.95	10	1.32	53	4.82	44	2.08
4	Foods	62	3.20	55	2.87	29	3.52	51	4.99	44	3.18
5	Textiles & apparel	24	0.90	22	0.90	8	0.90	21	1.90	19	0.89
6	Pulp & paper	11	0.35	11	0.69	1	0.01	9	0.87	8	0.34
7	Chemicals	110	6.30	87	6.01	49	6.59	84	8.15	76	6.25
8	Pharmaceuticals	38	4.47	18	1.24	26	7.71	24	2.64	29	4.52
9	Oil & coal products	8	0.98	7	1.66	2	0.29	4	0.44	6	0.99
10	Rubber products	10	0.81	10	1.27	3	0.35	8	0.81	9	0.82
11	Glass & ceramics products	22	1.26	19	0.76	9	1.77	16	1.69	16	1.25
12	Iron & steel	29	1.97	27	2.36	9	1.58	25	3.17	21	1.97
13	Nonferrous metals	20	1.43	13	1.44	9	1.43	13	1.51	18	1.45
14	Metal products	22	0.74	20	1.06	5	0.43	18	1.44	17	0.74
15	Machinery	99	5.32	78	3.79	46	6.84	79	7.15	67	5.24
16	Electric appliances	136	15.34	92	7.76	74	22.94	98	8.42	101	15.46
17	Transportation equipment	64	9.76	52	9.65	33	9.88	47	4.80	47	9.86
18	Precision instruments	21	1.50	10	0.29	15	2.71	15	1.07	16	1.50
19	Other products	35	1.60	28	1.57	14	1.63	29	2.06	24	1.59
20	Electric power & gas	18	3.05	16	5.02	7	1.07	5	0.39	16	3.10
21	Land transportation	33	3.62	21	3.61	20	3.64	17	1.87	25	3.64
22	Marine transportation	7	0.44	6	0.85	2	0.03	4	0.18	6	0.45
23	Air transportation	2	0.28	0	0.00	2	0.56	1	0.09	2	0.29
24	Warehousing & harbor transportation services	13	0.24	13	0.46	3	0.02	11	0.64	7	0.21
25	Information & communication	77	6.46	52	6.80	43	6.12	63	5.61	53	6.49
26	Wholesale trade	101	5.50	94	4.86	20	6.15	91	6.49	53	5.36
27	Retail trade	126	3.99	77	4.71	70	3.26	112	9.06	83	3.86
28	Banks	88	8.74	87	17.27	3	0.18	68	8.80	79	8.87
29	Securities & commodity futures	18	1.22	16	2.35	5	0.08	15	1.28	14	1.22
30	Insurance	6	2.44	4	3.47	4	1.41	0	0.00	6	2.49
31	Other financing business	16	0.90	15	1.70	1	0.10	13	1.86	15	0.91
32	Real estate	37	2.26	24	0.67	18	3.86	31	2.28	24	2.25
33	Services	63	2.21	34	0.94	39	3.49	55	4.39	39	2.14

Source: Nomura

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

Monthly returns* (as of end-July 2011)

(%)

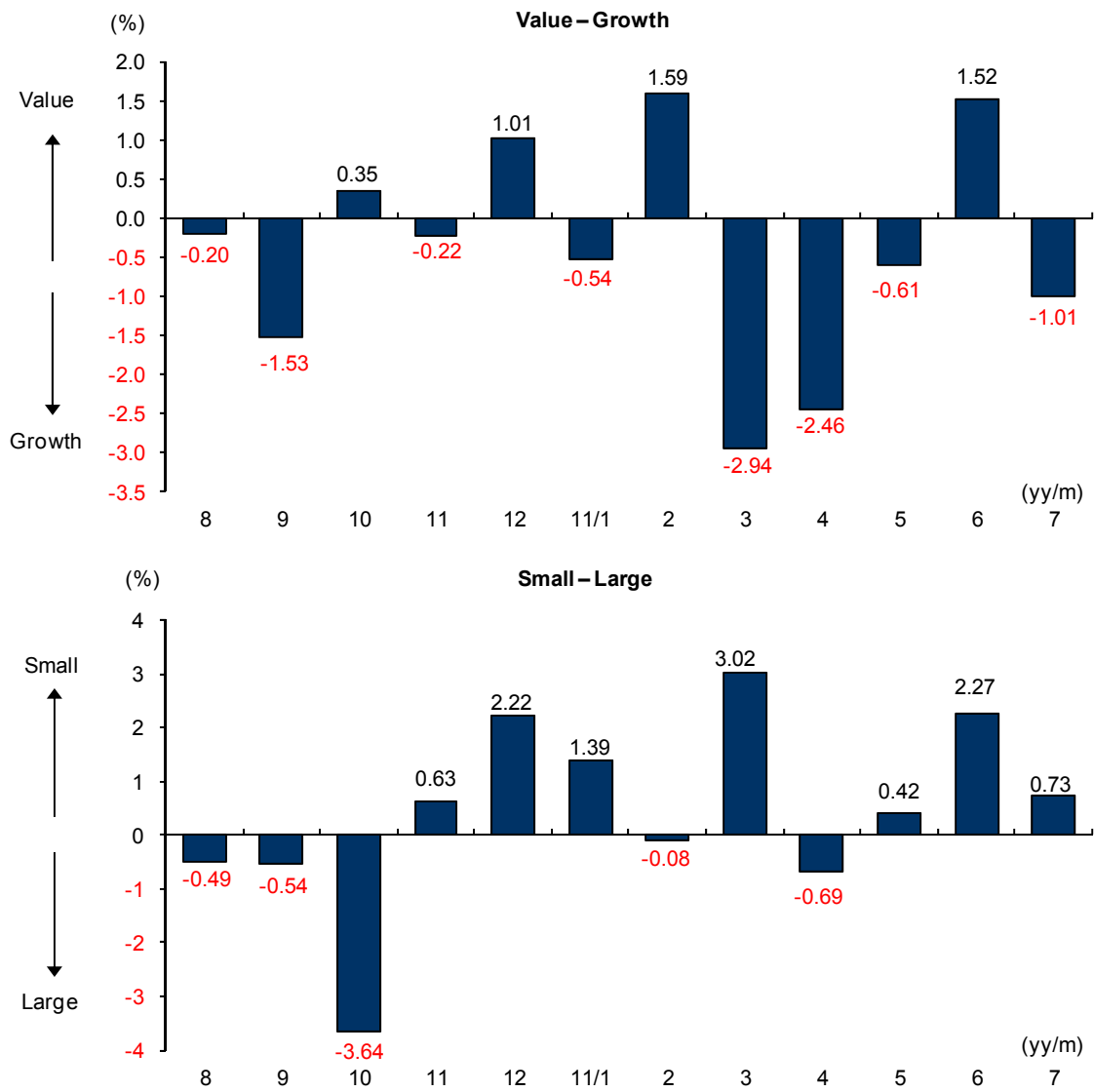
	Index	Total Market		Value		Growth		Small		Prime	
		ex dividends	incl dividends	ex div dends	incl dividends	ex dividends	incl dividends	ex dividends	incl dividends	ex dividends	incl dividends
	Overall	-0.93	-0.92	-1.43	-1.42	-0.43	-0.42	-0.33	-0.32	-0.94	-0.93
1	Fishery, agriculture & forestry	1.97	1.97	-0.58	-0.58	3.30	3.30	1.97	1.97	1.97	1.97
2	Mining	1.50	1.50	1.45	1.45	8.14	8.14	2.96	2.96	1.42	1.42
3	Construction	2.02	2.14	-0.52	-0.35	8.19	8.19	-1.62	-1.62	2.30	2.44
4	Foods	2.79	2.79	-0.19	-0.19	5.36	5.36	-0.36	-0.35	2.88	2.88
5	Textiles & apparel	0.14	0.15	-0.91	-0.89	1.21	1.21	0.08	0.11	0.12	0.13
6	Pulp & paper	-2.16	-2.16	-2.35	-2.35	11.11	11.11	-3.54	-3.54	-2.34	-2.34
7	Chemicals	-0.98	-0.97	-0.60	-0.60	-1.33	-1.31	-0.75	-0.72	-1.01	-1.00
8	Pharmaceuticals	-0.68	-0.67	1.39	1.39	-1.01	-1.00	-1.23	-1.23	-0.66	-0.65
9	Oil & coal products	2.30	2.30	3.07	3.07	-1.83	-1.83	1.60	1.60	2.33	2.33
10	Rubber products	3.47	3.47	3.47	3.47	3.47	3.47	2.92	2.92	3.49	3.49
11	Glass & ceramics products	-3.72	-3.72	-2.24	-2.24	-4.35	-4.35	-2.29	-2.29	-3.91	-3.91
12	Iron & steel	-1.99	-1.99	-2.00	-2.00	-1.98	-1.98	-2.31	-2.31	-1.91	-1.91
13	Nonferrous metals	0.74	0.74	0.20	0.20	1.28	1.28	-3.50	-3.50	0.70	0.70
14	Metal products	-3.65	-3.65	-4.09	-4.09	-2.55	-2.55	-2.12	-2.12	-3.75	-3.75
15	Machinery	-2.38	-2.38	-2.37	-2.36	-2.39	-2.39	-1.48	-1.47	-2.39	-2.39
16	Electric appliances	-2.26	-2.26	-5.66	-5.66	-1.06	-1.06	-2.40	-2.39	-2.27	-2.27
17	Transportation equipment	-2.55	-2.55	-3.32	-3.32	-1.78	-1.78	0.55	0.55	-2.59	-2.59
18	Precision instruments	0.33	0.33	-3.34	-3.34	0.74	0.74	-2.56	-2.56	0.30	0.30
19	Other products	-9.14	-9.12	-2.09	-2.09	-15.05	-15.02	-1.96	-1.86	-9.46	-9.44
20	Electric power & gas	-7.86	-7.86	-8.91	-8.91	-2.53	-2.53	-0.84	-0.84	-7.87	-7.87
21	Land transportation	3.27	3.27	3.84	3.84	2.70	2.70	1.39	1.39	3.32	3.32
22	Marine transportation	-6.45	-6.45	-6.44	-6.44	-6.73	-6.73	-8.70	-8.70	-6.44	-6.44
23	Air transportation	0.51	0.51	-	-	0.51	0.51	20.80	20.80	0.51	0.51
24	Warehousing & harbor transportation services	0.41	0.41	0.31	0.31	3.59	3.59	0.04	0.04	0.23	0.23
25	Information & communication	-0.58	-0.51	-0.32	-0.32	-0.87	-0.71	2.30	2.30	-0.61	-0.53
26	Wholesale trade	3.40	3.42	1.43	1.46	5.02	5.02	0.85	0.92	3.56	3.57
27	Retail trade	0.97	0.97	1.75	1.75	-0.14	-0.14	1.22	1.23	0.92	0.92
28	Banks	-1.01	-1.01	-1.00	-1.00	-2.79	-2.79	-0.10	-0.10	-1.00	-1.00
29	Securities & commodity futures	-4.01	-4.01	-4.16	-4.16	0.51	0.51	-1.54	-1.54	-4.08	-4.08
30	Insurance	-0.26	-0.26	0.44	0.44	-1.96	-1.96	-	-	-0.26	-0.26
31	Other financing business	4.17	4.17	3.98	3.98	7.39	7.39	2.02	2.02	4.12	4.12
32	Real estate	2.88	2.89	4.12	4.17	2.66	2.67	2.15	2.23	3.05	3.06
33	Services	0.61	0.61	0.47	0.47	0.65	0.65	0.61	0.61	0.77	0.77

Note: * Returns are not annualized.

Source: Nomura

Fig. 6: Monthly performance

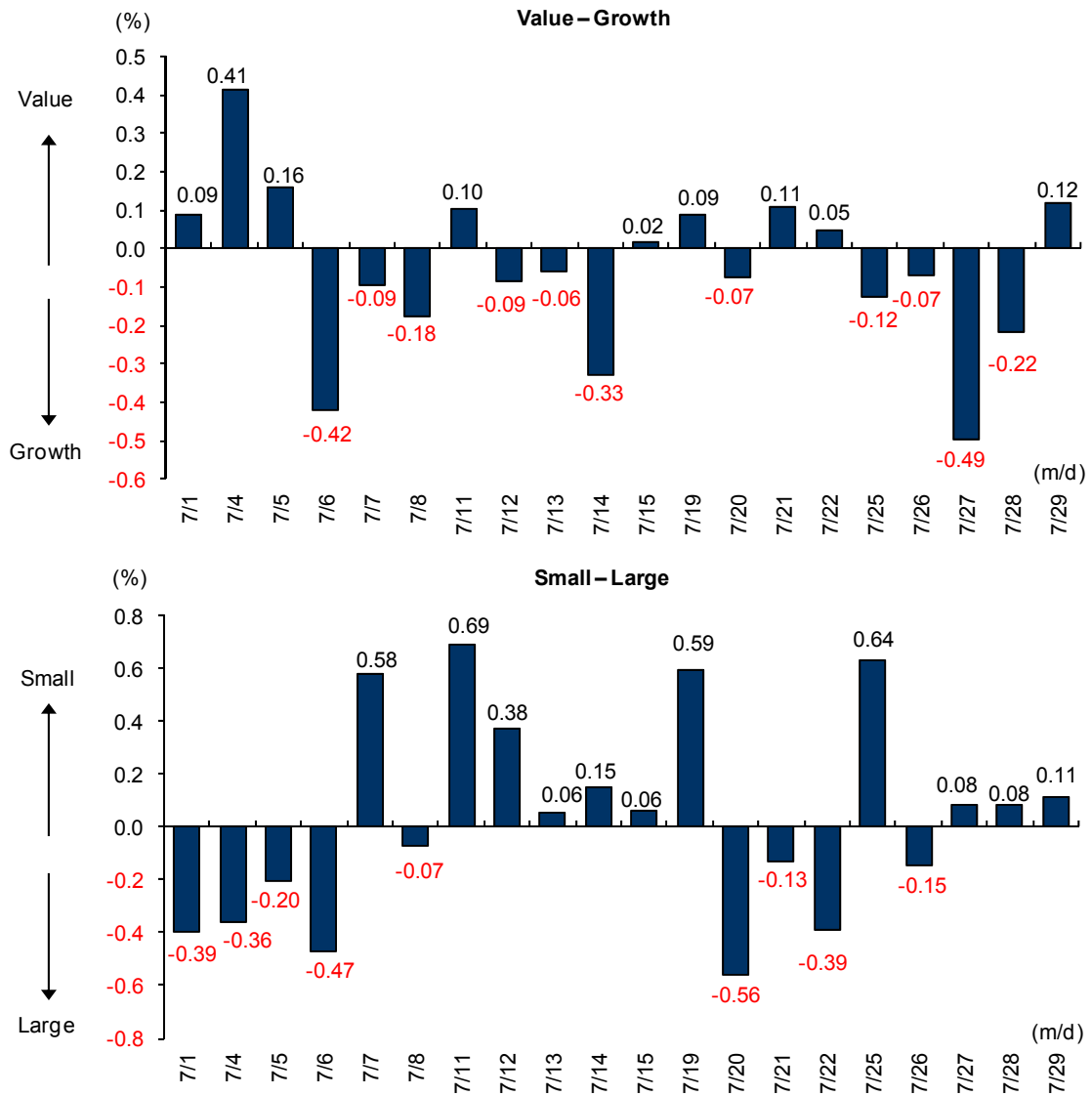
Style: total returns



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

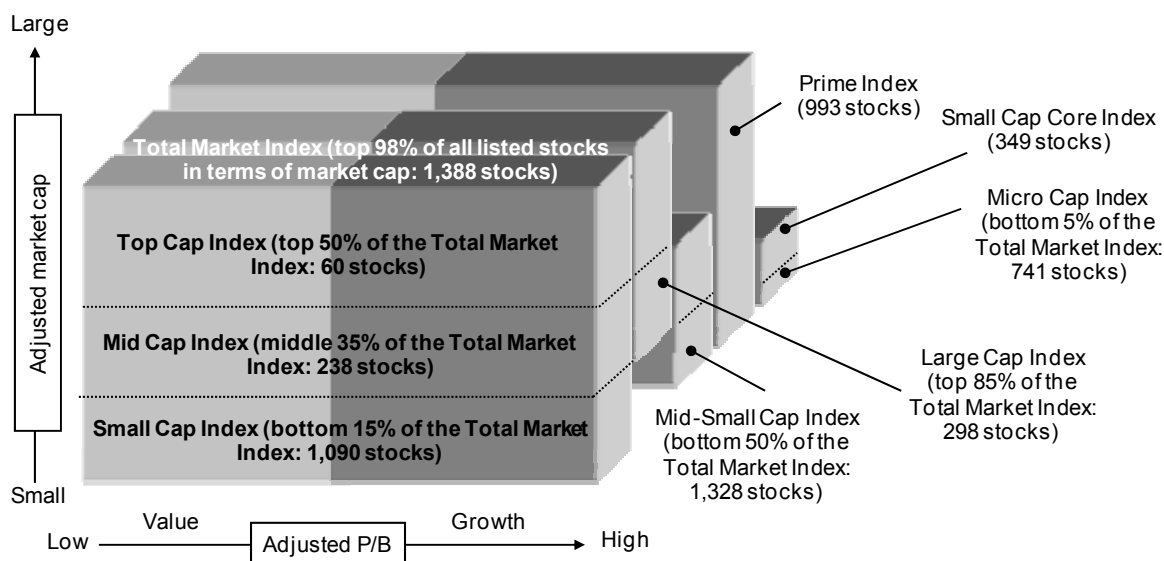
Key indicators (as of end-July 2011)

Index	P/E x	P/B x	Dividend yield %	ROE %	Rec profit growth %
Total Market	15.07	1.01	2.24	6.82	0.06
Value	15.14	0.77	2.37	5.17	-2.46
Growth	14.99	1.45	2.11	10.00	3.08
Large	15.24	1.05	2.30	7.06	-1.10
Large Value	15.64	0.80	2.46	5.20	-5.06
Large Growth	14.91	1.44	2.16	9.99	3.01
Top	14.54	1.03	2.50	7.27	-2.06
Top Value	14.82	0.79	2.67	5.42	-4.35
Top Growth	14.32	1.38	2.37	9.97	0.19
Mid	16.40	1.08	1.99	6.72	0.41
Mid Value	16.94	0.82	2.17	4.89	-6.10
Mid Growth	15.94	1.54	1.83	10.01	7.79
Mid-Small	15.63	0.98	1.98	6.40	2.30
Mid-Small Value	15.41	0.76	2.13	4.98	-0.81
Mid-Small Growth	15.91	1.54	1.80	10.04	6.85
Small	14.24	0.82	1.95	5.89	6.13
Small Value	13.65	0.68	2.08	5.08	7.09
Small Growth	15.82	1.55	1.66	10.16	3.64
Small Core	14.52	0.88	1.90	6.15	7.84
Small Core Value	13.90	0.71	2.01	5.22	9.35
Small Core Growth	15.89	1.55	1.69	10.09	4.67
Micro	13.73	0.74	2.05	5.46	3.26
Micro Value	13.25	0.64	2.19	4.88	3.86
Micro Growth	15.60	1.56	1.58	10.37	0.92
Prime	15.11	1.02	2.24	6.86	0.04
Prime Value	15.25	0.78	2.38	5.17	-2.59
Prime Growth	14.98	1.45	2.11	10.00	3.09

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 29 July 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-July 2011)

Index	No. of stocks	Weight (%)	Index value	Returns (%) *				
				1 month	3 months	6 months	12 months	YTD
Total Market	1,388	100.00	584.09	2.67	3.88	-2.20	10.42	-1.63
Value	1,073	50.10	1,235.82	2.16	3.88	-4.35	7.31	-4.03
Growth	584	49.90	247.43	3.20	3.88	0.05	13.62	0.91
Large	298	83.71	564.50	2.55	3.32	-3.11	9.43	-2.74
Large Value	190	38.75	1,169.24	1.86	3.19	-6.06	5.21	-6.03
Large Growth	198	44.96	258.12	3.15	3.43	-0.41	13.26	0.28
Top	60	49.82	458.45	2.67	2.61	-4.38	9.14	-3.99
Top Value	38	22.43	1,040.83	1.69	3.03	-7.45	3.87	-7.58
Top Growth	45	27.40	219.99	3.50	2.27	-1.71	13.76	-0.82
Mid	238	33.88	781.35	2.38	4.38	-1.18	9.97	-0.87
Mid Value	152	16.32	1,258.70	2.11	3.42	-4.08	7.17	-3.83
Mid Growth	153	17.56	369.88	2.62	5.30	1.67	12.69	2.04
Mid-Small	1,328	50.18	759.55	2.67	5.16	0.05	11.76	0.82
Mid-Small Value	1,035	27.67	1,307.63	2.54	4.57	-1.68	10.28	-0.95
Mid-Small Growth	539	22.51	325.96	2.83	5.90	2.27	13.58	3.08
Small	1,090	16.29	699.08	3.30	6.83	2.72	15.27	4.52
Small Value	883	11.35	1,306.96	3.17	6.27	1.98	14.81	3.49
Small Growth	386	4.95	254.50	3.60	8.12	4.46	16.35	6.97
Small Core	349	10.73	120.53	3.36	7.17	3.19	15.56	4.72
Small Core Value	273	7.06	176.83	3.17	6.27	1.62	13.71	2.52
Small Core Growth	156	3.67	46.49	3.71	8.96	6.36	19.27	9.21
Micro	741	5.56	133.98	3.19	6.17	1.81	14.65	4.13
Micro Value	610	4.29	176.04	3.17	6.28	2.58	16.53	5.10
Micro Growth	230	1.28	51.99	3.27	5.78	-0.68	8.83	0.97
Prime	993	98.02	950.64	2.66	3.86	-2.29	10.34	-1.78
Prime Value	744	48.54	1,200.23	2.13	3.83	-4.57	6.99	-4.36
Prime Growth	474	49.47	704.81	3.20	3.88	0.05	13.72	0.90

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-July 2011)

Index	No. of stocks	Weight (%)	Index value	Returns (%) *				
				1 month	3 months	6 months	12 months	YTD
Total Market	1,388	100.00	837.49	2.68	3.94	-1.01	12.84	-0.42
Value	1,073	50.10	1,840.03	2.17	3.87	-3.09	9.83	-2.76
Growth	584	49.90	341.60	3.21	4.02	1.18	15.92	2.06
Large	298	83.71	810.00	2.56	3.38	-1.92	11.84	-1.54
Large Value	190	38.75	1,739.43	1.87	3.16	-4.82	7.72	-4.79
Large Growth	198	44.96	357.99	3.17	3.57	0.72	15.58	1.43
Top	60	49.82	666.20	2.67	2.65	-3.13	11.76	-2.72
Top Value	38	22.43	1,554.18	1.69	2.96	-6.13	6.57	-6.26
Top Growth	45	27.40	312.51	3.50	2.41	-0.52	16.32	0.40
Mid	238	33.88	1,105.32	2.40	4.47	-0.09	12.07	0.23
Mid Value	152	16.32	1,860.65	2.13	3.45	-2.95	9.41	-2.68
Mid Growth	153	17.56	496.91	2.65	5.43	2.72	14.65	3.10
Mid-Small	1,328	50.18	1,079.52	2.69	5.26	1.19	13.95	1.97
Mid-Small Value	1,035	27.67	1,939.89	2.56	4.63	-0.48	12.64	0.27
Mid-Small Growth	539	22.51	437.92	2.86	6.04	3.32	15.56	4.14
Small	1,090	16.29	1,006.30	3.31	6.94	3.96	17.67	5.79
Small Value	883	11.35	1,953.83	3.18	6.37	3.30	17.36	4.83
Small Growth	386	4.95	342.08	3.62	8.25	5.50	18.40	8.05
Small Core	349	10.73	141.04	3.37	7.27	4.40	17.92	5.95
Small Core Value	273	7.06	209.79	3.18	6.35	2.90	16.19	3.81
Small Core Growth	156	3.67	52.68	3.73	9.07	7.41	21.41	10.30
Micro	741	5.56	158.90	3.21	6.31	3.12	17.10	5.48
Micro Value	610	4.29	211.92	3.19	6.41	3.96	19.21	6.54
Micro Growth	230	1.28	58.74	3.29	5.97	0.35	10.64	2.03
Prime	993	98.02	1,138.02	2.67	3.92	-1.10	12.75	-0.57
Prime Value	744	48.54	1,462.63	2.13	3.82	-3.32	9.51	-3.10
Prime Growth	474	49.47	829.62	3.21	4.02	1.18	16.02	2.05

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)
- Our website (<http://qr.nomura.co.jp/jp/frcnri/index.html>)

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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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Rule book:

Russell/Nomura Japan Equity Indexes rulebook

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Appendix A-1

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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.

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

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

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Transactions involving Japanese equities (including Japanese REITs and Japanese ETFs) are subject to a sales commission of up to 1.365% (tax included) of the transaction amount (or a commission of ¥2,730 (tax included) for transactions of ¥200,000 or less). When Japanese equities are purchased via OTC transactions (including offerings), only the purchase price shall be paid, with no sales commission charged. However, Nomura Securities may charge a separate fee for OTC transactions, as agreed with the customer. Japanese equities carry the risk of losses owing to price fluctuations. Japanese REITs carry the risk of losses owing to fluctuations in price and/or earnings of underlying real estate. Japanese ETFs carry the risk of losses owing to fluctuations in the underlying equity indexes or other benchmarks.

Transactions involving foreign equities are subject to a domestic sales commission of up to 0.9975% (tax included) of the transaction amount (which equals the local transaction amount plus local fees and taxes in the case of a purchase or the local transaction amount minus local fees and taxes in the case of a sale) (for transaction amounts of ¥750,000 and below, maximum domestic sales commission is ¥7,455 tax included). Local fees and taxes in foreign financial instruments markets vary by country/territory. When foreign equities are purchased via OTC transactions (including offerings), only the purchase price shall be paid, with no sales commission charged. However, Nomura Securities may charge a separate fee for OTC transactions, as agreed with the customer. Foreign equities carry the risk of losses owing to factors such as price fluctuations and foreign exchange rate fluctuations.

Margin transactions are subject to a sales commission of up to 1.365% (tax included) of the transaction amount (or a commission of ¥2,730 (tax included) for transactions of ¥200,000 or less), as well as management fees and rights handling fees. In addition, long margin transactions are subject to interest on the purchase amount, while short margin transactions are subject to fees for the lending of the shares borrowed. A margin equal to at least 30% of the transaction amount and at least ¥300,000 is required. With margin transactions, an amount up to roughly 3.3x the margin may be traded. Margin transactions therefore carry the risk of losses in excess of the margin owing to share price fluctuations. For details, please thoroughly read the written materials provided, such as listed securities documents or documents delivered before making a contract.

Transactions involving convertible bonds are subject to a sales commission of up to 1.05% (tax included) of the transaction amount (or a commission of ¥4,200 (tax included) if this would be less than ¥4,200). When convertible bonds are purchased via OTC transactions (including offerings), only the purchase price shall be paid, with no sales commission charged. However, Nomura Securities may charge a separate fee for OTC transactions, as agreed with the customer. Convertible bonds carry the risk of losses owing to factors such as interest rate fluctuations and price fluctuations in the underlying stock. In addition, convertible bonds denominated in foreign currencies also carry the risk of losses owing to factors such as foreign exchange rate fluctuations.

When bonds are purchased via public offerings, secondary distributions, or other OTC transactions with Nomura Securities, only the purchase price shall be paid, with no sales commission charged. Bonds carry the risk of losses, as prices fluctuate in line with changes in market interest rates. In addition, foreign currency-denominated bonds also carry the risk of losses owing to factors such as foreign exchange rate fluctuations.

When Japanese government bonds (JGBs) for individual investors are purchased via public offerings, only the purchase price shall be paid, with no sales commission charged. When JGBs for individual investors are sold before maturity, an amount calculated via the following formula will be subtracted from the par value of the bond plus accrued interest: for 10-year variable rate bonds, an amount equal to the two preceding coupon payments (before tax) x 0.8; for 5-year fixed rate bonds, an amount equal to the four preceding coupon payments (before tax) x 0.8.

Purchases of investment trusts (and sales of some investment trusts) are subject to a fee of up to 5.25% (tax included) of the transaction amount. Also, a direct cost that may be incurred when selling investment trusts is a fee of up to 2.0% of the unit price at the time of redemption. Indirect costs that may be incurred during the course of holding investment trusts include, for domestic investment trusts, a trust fee of up to 5.25% (tax included, annualized basis) of the net assets in trust, as well as fees based on investment performance. Other indirect costs may also be incurred. For foreign investment trusts, indirect fees may be incurred during the course of holding such as investment company compensation.

Investment trusts invest mainly in securities such as Japanese and foreign equities and bonds, whose prices fluctuate. Investment trust unit prices fluctuate owing to price fluctuations in the underlying assets and to foreign exchange rate fluctuations. As such, investment trusts carry the risk of losses. Fees and risks vary by investment trust. Maximum applicable fees are subject to change; please thoroughly read the written materials provided, such as prospectuses or documents delivered before making a contract.

An annual account maintenance fee of up to ¥1,575 (tax included) is charged for any account held with Nomura Securities containing equities or investment securities. An additional annual account maintenance fee of up to ¥3,150 (tax included) is charged for any account containing foreign securities. No account fee will be charged for other marketable securities or monies deposited. Transfers of equities to another securities company via the Japan Securities Depository Center are subject to a transfer fee of up to ¥10,500 (tax included) per issue transferred depending on volume.

Nomura Securities Co., Ltd.

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

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

Additional information available upon request

NIPIC and other Nomura Group entities manage conflicts identified through the following: their Chinese Wall, confidentiality and independence policies, maintenance of a Restricted List and a Watch List, personal account dealing rules, policies and procedures for managing conflicts of interest arising from the allocation and pricing of securities and impartial investment research and disclosure to clients via client documentation.

Disclosure information is available at the Nomura Disclosure web page:

<http://www.nomura.com/research/pages/disclosures/disclosures.aspx>