

Glossary (Equity)

13 March 2019

Equity Index Glossary

Key items	Definition
5%ルール 5% rule	This rule is meant to keep down the number of stocks with extremely small market cap in the value and growth indexes.
吸収合併 Absorption-type mergers	It is a type of merger in which one company acquires other company where the legal entity of the acquired company is extinguished. All the rights and obligations held by extinguished company are transferred to the acquiring company.
修正 PBR Adjusted P/B	The measuring standard to calculate the weight of market capitalization of stocks when it is allocated to investment style indexes. The purpose of the adjustment is to reduce the gap between the book value and market value of the balance sheet items.
臨時修正 Adjustments outside regular reconstitutions	In case the number of shares changes due to the change in capital structure, apart from periodic reconstitutions, stable shareholding ratio will be adjusted so that the number of shares included in the index remains the same. This type of reconstitutions are implemented as appropriate.
リバランスバンド Banding	The rule is meant to limit the frequent replacement of stocks for the Prime Index owing to small changes in market cap.
(入替)基準日 Base date	The date on which market data is referred for reconstitution or calculation of the indexes.(e.g. Base date of Russell/Nomura Japan Index is October 15, if the day is holiday, next working day.)
基準日 Base date	The date on which the index value is base value. (e.g. Index value of the Prime Index on December 29, 1996 (= base date) was 1,000 points (= base value).)
基準値 Base value	The index value on the base date. (e.g. Index value of the Prime Index on December 29, 1996 (= base date) was 1,000 points (= base value).)
組入ウェイトの上限 Cap on a component stock's weight	The rule is meant to restrain the imbalance of index weighting to specific stock.
資本異動 Change in capital structure	Change in a company's equity structure or change in the total number of issued shares. It includes, for example, split, merger,

	paid-in capital increase, stock transfer, etc.
構成銘柄 Component stocks	Stocks which are included in the index.
新設合併 Consolidation-type mergers	It is the type of merger used when two or more companies are merged. All the legal entities of the companies involved in the merger are extinguished. All the Rights and obligations held by the companies before the merger are transferred to the newly established company as a result of the merger.
上場廃止 Delisting	It is the removal of stocks, bonds, etc. that were included in the universe of trading in the market established by exchange from the universe of trading in the market.
配当課税考慮済指数 Dividend tax adjusted index values	The index value subtracting tax from the total return.
推定時価 Estimated market value	It is the estimated value that adjusts market value on marketable securities and unrecognized retirement benefit obligations as of the periodic reconstitutions date. It is adjusted from the reported figures on the reporting date of the earnings report.
期中除外ルール Exclusions between regular reconstitutions	This rule allows stocks to be removed early if the likelihood of removal at the next regular reconstitution is increasing owing to a sharp decline in market cap.
(安定持株比率考慮後) 浮動株調整時価総額 Free float-adjusted market cap (after adjustment to reflect the stable shareholding)	Market capitalization that takes consideration of free float shares after adjusting stable shareholdings.
Growth インデックス Growth Index	One of investment style indexes composed of high adjusted P/B stocks.
採用日 Inclusion date	The date when the stocks which have not been included in the indexes are newly included in the indexes.
組入比率 Index inclusion ratio for stock	Russell/Nomura Japan Equity Indexes: It is the percentage figure that shows the ratio in allocating a stock's market cap to value or growth index. Custom index: It is the ratio that shows the number of shares included in the index against the number of share outstanding. (It should be calculated to be equal to index inclusion weight)

組入ウェイト Index inclusion weight for stock	Percentage weight of one stock in the index.
指数時価総額 Index market cap	Market capitalization value used for calculating index values. Index market cap is calculated based on the calculation rule set for each index.
インベスタブル・インデックス Investable index	It is called Prime Index. The index consists of the top 1000 stocks in the Total Market Index by market cap excluding stable shareholdings.
投資スタイル別インデックス Investment style indexes	The index reflecting the investment style such as Value or Growth utilizing adjusted P/B as measuring standard.
大株主データ Major shareholder data	Shareholder information of listed companies published by Toyo Keizai.
ネガティブリスト Negative list	It is the rule developed by Nomura aiming to restrict the inclusion of stocks with exceptionally low liquidity.
新規上場 New listing	It means that unlisted companies will list their shares to exchange market so that unspecified number of investors are able to trade their shares.
野村コンポジット株価 Nomura composite price	Nomura composite price is the price on the exchange that is considered to show the most accurate price for that stock, based on the stock's percentage of traded days and total trading volume of the last 60 business days.
組入株数 Number of shares of the stock within the index	It is the number of shares that is, based on the index inclusion ratio, included in the index out of total outstanding shares.
指数計算用発行済株式数 Number of shares outstanding for index calculation purposes	It is the number of shares that reflects the change in capital structure in line with the timing of the change, based on the number of listed shares outstanding.
定期入替 Periodic reconstitutions	The periodic reconstitution is implemented in accordance with the index rules. If there is an exclusion of stock as a result of merger and acquisition after the periodic reconstitutions, there will be no replenishment to the index until the next periodic reconstitution.
公表開始日 Publication start date	The date on which the index is started to be published.
入替日 Reconstitution date	The date on which indexes are reconstituted. (e.g. reconstitution date of Total Market Index is November 20, if the

	day is holiday, next working day.)
除外日 Removal date	The date at which certain stocks are removed from the indexes.
スコア Score	One of an indicators to allocate the stock into index. It depends on each index rule.
スクリーニング Screening	To sort and select the stocks for an index pursuant to the rule of the index.
規模別インデックス Size-based indexes	It is the index classified based on the size of free-float adjusted market capitalization.
安定持株比率 Stable shareholding ratio	Ratio of shares not distributed in the market owing to the holdings by large shareholders.
安定持株数 Number of stable shareholdings	The number of shares that are not distributed in the market owing to the holdings by large shareholders such as cross shareholding, stable stockholders.
組入時価総額 Stock market cap for the index	It is the market capitalization value used to calculate the number of shares and weighting for the index.
全上場銘柄 All stocks listed on all markets	All stocks listed on the domestic stock exchanges (Domestic exchanges: Tokyo stock exchange first section, Tokyo stock exchange second section, Tokyo stock exchange mothers, Nagoya stock exchange, Fukuoka stock exchange, Sapporo securities exchange and Tokyo Pro Market.)
監理銘柄 (確認中) Stocks under supervision (confirmation)	It refers to the stocks under supervision that are not categorized in the stocks under supervision (examination).
監理銘柄 (審査中) Stocks under supervision (examination)	It refers to the stocks under supervision due to adverse opinion with misstatement on financial statements, auditing issue, or serious offence of listing agreement, etc.
スタイル・プロバビリティ Style probability	It is the Ratio of market capitalization apportioned to value and growth for each stock. Adjusted P/B is used to calculate the probability.
公開買付対象会社 Target companies of a tender offer	It refers to the targeted companies of a tender offer. A tender offer is a type of public takeover bid. The tender offer is a public, open offer or invitation by a prospective acquirer to all stockholders of a publicly traded corporation to tender their stock for sale at a specified price during a specified period.
基準時価総額	It is the market capitalization used for index value calculation.

The base market cap	To obviate the index value volatility caused by non-market reasons such as change in capital structure or change in stock constituents, Nomura calculates it.
東証 33 業種 TOPIX Sector Indices	The 33 sectors according to the industrial sectors defined by the Securities Identification Code Committee (SICC).
Total Market インデックス Total Market Index	One of Russell/Nomura Japan Equity Indexes. The index is composed by the stocks that are top 98% of all listed stocks in terms of free float-adjusted market cap. The number of stocks in this index is adjusted to 100 multiples.
母集団 Universe	Group of stocks from which equity index component stocks are selected.
臨時入替 Unscheduled reconstitutions	The unscheduled reconstitution is a provisional turnover by the rules. We rebalance only the stocks corresponding to the rules. The rules allow stocks to be removed early if the likelihood of removal at the next regular reconstitution is increasing, and to avoid temporary exclusions and thus maintain the consistency of the stocks included in the index.
米ドルベース指数値 US dollar-denominated index values	US dollar-based index value that yen-based index is converted by using exchange rate on reference date.
Value インデックス Value Index	One of investment style indexes constituted of low adjusted P/B stocks.