

Mirae Asset Japan High Dividend 30 Index

2024.05.16

Table of Contents

1. INDEX OVERVIEW	3
1.1. INDEX DESCRIPTION	3
1.2. INDEX CALCULATION	3
2. INDEX SELECTION RULES	3
2.1. INITIAL UNIVERSE	3
2.2. FINAL SELECTION	3
2.3. WEIGHTING	4
3. INDEX CALCULATION	4
3.1. INDEX CALCULATION METHODOLOGY	4
4. INDEX RECONSTITUTION	4
4.1. RECONSTITUTION AND REBALANCE	4
5. RISK DISCLAIMER	4
6. MARKET DISRUPTION EVENTS AND FORCE MAJEURE	4
7. DEFINITIONS USED	6

1. Index Overview

1.1. Index Description

The objective of the Mirae Asset Japan High Dividend 30 Index is to track the performance of top 30 highest dividend yielding securities within Mirae Asset Japan 500 Index.

1.2. Index Calculation

The Index will be calculated by the Index Administrator on every **Index Business Day** starting with the **Index Commencement Date** and will be published onto the vendor platforms and to the clients simultaneously. On any day when the underlying prices are not available from the sources, the last available closing price and last available **FX rates** will be used for Index Valuation for that **Index Business Day**. Subject to provisions set out under Market Disruption Events or **Force Majeure Events**, **Index Levels** may not be calculated on an **Index Business Day** and such day will be termed as a **Disrupted Day**. The initial Index Level along with the other Index details are as below -

Table 1

Index	Currency	Base Date	Base Level	Commencement Date	Administration Start Date
Mirae Asset Japan High Dividend 30 Index PR	JPY	2008-07-18	1000	2024-07-30	2024-07-30
Mirae Asset Japan High Dividend 30 Index NTR	JPY	2008-07-18	1000	2024-07-30	2024-07-30
Mirae Asset Japan High Dividend 30 Index GTR	JPY	2008-07-18	1000	2024-07-30	2024-07-30

2. Index Selection Rules

2.1. Initial Universe

The initial universe for the Mirae Asset Japan High Dividend 30 Index is Mirae Asset Japan 500 Index.

2.2. Final Selection

To create the Mirae Asset Japan High Dividend 30 Index, the Mirae Asset Japan 500 Index is further screened based on the following criteria:

- Companies should have a minimum JPY 500 billion company market cap.
- Companies should have a positive annual Free Cash Flow after reducing total dividend amount paid.
- Top 30 stocks ranked basis their annual dividend yield as on **Selection Day**.
- To reduce turnover, 20% buffer rule on dividend yield rank is applied i.e. existing securities which are part of new constituents ranked up to 36 will be selected till 30 security count is attained. After buffer check if number of

constituents are less than 30, additional securities will be added based on their dividend yield rank to achieve the count of 30 stocks.

2.3. Weighting

The Mirae Asset Japan High Dividend 30 Index constituents are weighted based on the total dividend paid by the company in their previous fiscal year as on **Selection Day** subject to individual security weight capping with 10%. Excess weights will be distributed proportionately among un-capped securities.

3. Index Calculation

3.1 Index Calculation Methodology

The Mirae Asset Japan High Dividend 30 Index will be calculated as per the standard Equity Calculation Methodology of the Index Administrator which can be referenced in the Index Documents section of the Index Administrator's webpage. All Dividend Forecasts and Corporate Actions are subject to modification. For more information about Corporate Actions, kindly follow the Corporate Action Treatment Methodology available on the Index Administrator's website.

4. Index Reconstitution

4.1 Reconstitution and Rebalance

The index follows semi-annual Reconstitution and Rebalance as of the close of the third Friday of January and July. Weights are calculated as of the last **Index Business Day** of June and December which is also a **Selection Day**. The index will become effective from the open of the next **Index Business Day** after close of third Friday of January and July. This being called **Effective Day**. Units are calculated as of the second Friday of January and July.

5. Risk Disclaimer

Index Administrator does not provide any investment advice pertaining to the index. The **Index Administrator** will thereby be exempt from any fiduciary obligation to any person(s) or entity(s) investing into this index by virtue of a product based on this index as an underlying.

6. Market Disruption Events and Force Majeure

The index is a rules-based index and does not have scope for any discretionary adjustment to the day-to-day functioning of the index except under extraordinary circumstances where the **Index Administrator** is unable to calculate the index for a reason external to the **Index Methodology**, some of which may include:

- Disruption of data provider
- **Force Majeure Events**, like calamities
- Any significant changes to the market condition forcing the re-evaluation of the Index Rationale
- Any government regulation change
- Discontinuation in data points like FX rates

In such scenarios the **Index Administrator** reserves the right to invoke a Market Disruption Event. This determination is immediately escalated to the Index Oversight Committee, which will decide the future course of the index. Any decision related to the index will be posted on the **Index Administrator's** website before action is taken. For an expected Disruption event, the **Index Administrator**, after consulting with the Index Oversight Committee, will post a consultation to this effect up to 30 days in advance, or a period rationally feasible in light of the timelines of the disruption.

7. Definitions Used

- **“Base Date”** is defined as the date which has been set for the initial value of the Index as defined in Table 1 of the Methodology document.
- **“Base Level”** is defined as the initial level of the Index selected for the Index Base Date. This is defined in Table 1 above.
- **“Business Day”** is defined as a trading day for all current and future Securities of the Index.
- **“Commencement Date”** is defined as the date when the Index goes live. Before this date the **Index Levels** generated are backtested levels.
- **“Company Level Market Capitalization”** is defined as the sum of all share class specific market capitalizations of a company with regards to the securities in the index universe.
- **“Disrupted Day”** is defined as a day(s) identified by the **Index Administrator** for the Index or one of its components having a Market Disruption Event as defined in the section above.
- **“Effective Day”** is the day, as defined in the section on Rebalancing and Reconstitution, when the latest portfolio goes live.
- **“Force Majeure Events”** is defined in the Section on Market Disruption Event, as an event which is beyond human control and can have an impact on the trading characteristics of one or more Index Constituents or one or more Exchanges on one or more **Index Business Days**.
- **“FX Rate”** used for index calculation are sourced from WM fixings of London 4 P.M.
- **“Index”** when used in conjunction with any other word is defined as the Mirae Asset Japan High Dividend 30 Index as defined in this Methodology document.
- **“Index Administrator”** is defined as Mirae Asset Global Index Private Limited.
- **“Index Business Day”** is defined as any weekday other than a Saturday and Sunday.
- **“Index Level”** is defined as the levels of the Index calculated basis the Index Calculation defined in the **Index Manual** above for any **Index Business Day**.
- **“Index Manual”** or **“Index Methodology”** is defined as this document.
- **“Index Owner”** is defined as Mirae Asset Global Index Private Limited.
- **“Scheduled Trading Days”** is defined as a day when the exchange for the security is open for trading.
- **“Selection Day”** is defined as the last Index Business Day of June and December. This is the day when new portfolio is determined.

Disclaimer

All information provided herewith is for reference purposes only. Mirae Asset Global Index Private Limited ensures the accuracy and reliability of the information presented herein to the best of its abilities. However, Mirae Asset Global Index Private Limited, its Holding/Group companies their directors, officers, employees or affiliates' makes no guarantee or representation thereof for the correctness and reliability of the information contained in this document and denounces all liability that may arise to any person for any damage arising as a result of referring to the information provided in the aforesaid document. The information is to be used only as a guidance and should not be considered as a professional or investment advice. The historical performance of the strategy is a hypothetical performance based on several assumptions like availability to trade, no liquidity issues with stocks. The hypothetical historical performance should not be considered as a tradable portfolio and does not guarantee any future performance of the strategy.

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