

## **< Disclaimer for the English Overview of the Delivery Prospectus of Listed Index Fund US Equity (S&P 500)>**

This document provides an overview of the Japanese “Summary Prospectus” (the “Delivery Prospectus”) of Listed Index Fund US Equity (S&P 500) (the “Fund”) in English. The Japanese Delivery Prospectus is the offering document. This document in English is not required by law or any regulation.

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Except as otherwise indicated herein, this material is based on the most recent Japanese version of the Delivery Prospectus. In case of any update to or modification of the Japanese version of the terms and conditions, there is no guarantee that a corresponding update or modification will be made to this English document.

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October 21, 2023

# Listed Index Fund US Equity (S&P 500)

Nickname: JoJo S&P 500 US Equity

Open-end investment trust, Overseas, Equities, ETF, Index type

This document is not a translation of the entire Delivery Prospectus, but an English overview of the Delivery Prospectus, which means that some of the information in the Delivery Prospectus has been simplified, modified, or omitted.

● This prospectus is published pursuant to the provisions of Article 13 of the Financial Instruments and Exchange Act (No. 25 of 1948).

Please read this document carefully before deciding to subscribe to units of the Fund.

● The prospectus for the Fund provided under Article 15, Paragraph 3 of the Financial Instruments and Exchange Act (hereinafter referred to as the "Prospectus Issued upon Request") can be read or downloaded from the website of the Management Company. You can also obtain a copy of the Prospectus Issued upon Request from a Distributor. If you do so, please make a personal record to that effect.

● This document includes the main contents outlined in the trust deeds. The complete text of the trust deeds is provided in the Prospectus Issued upon Request.

● For information on the NAV or Distributors of the Fund, please contact the Management Company.

**Management Company** (the party issuing investment instructions for the Fund)

**Nikko Asset Management Co., Ltd.**

Registration Number: Director of the Kanto Local Financial Bureau (Financial instruments firms) No. 368

**Website:** [www.nikkoam.com/](http://www.nikkoam.com/)

+813-6447-6653 (9 a.m.-5 p.m., excluding Saturdays, Sundays and public holidays)

**Trustee** (the party responsible for custody and management of Fund assets)

**Sumitomo Mitsui Trust Bank, Limited**

Established and managed by

**Nikko Asset Management Co., Ltd.**

- When a significant amendment is made to the content of the Fund, we will confirm the intention of investors (beneficiaries) in advance under the Act on Investment Trust and Investment Corporations (No. 198 of 1951).
- The Fund assets are classified and managed by the Trustee under the Trust Act (No. 108 of 2006).
- In connection with the invitation for subscription to Listed Index Fund US Equity (S&P 500), which is extended by way of this prospectus, the Management Company filed a securities registration statement with the Director-General of the Kanto Local Finance Bureau on October 20, 2023 pursuant to the provisions of Article 5 of the Financial Instruments and Exchange Act. The filing became effective on the next business day after the filing date.

Product Classification					Segmentation by Attribute					
Unit-Type Open-end Investment Type	Eligible Market	Eligible Investments (Source of Income)	Independent Segment	Supplemen- tary Classificati- on	Eligible Investments	Timing of Accounting Period	Geographical Areas of Investment	Investment Category	Currency Hedge	Index Followed
Open-end	Overseas	Equities	ETF	Index type	Other Assets (investment trust securities (Equities in general))	Annually	North America	Fund of Funds	No hedge	Other (S&P 500 Index)

Please refer to the Investment Trusts Association, Japan website for definitions of products classification and segmentation by attribute at <https://www.toushin.or.jp/>.

\*Currency Hedging described in segmentation by attribute indicates whether or not to hedge the currency fluctuation risk against Japanese yen.

### Management Company Details

Name: Nikko Asset Management Co., Ltd.

Date of establishment: December 1, 1959

Capital: 17,363.04 million yen

Total net asset value of investment trust assets under management: 27,048.9 billion yen  
(As of the end of July 2023)

# Objective and Characteristics of the Fund

## Objective of the Fund

This Fund seeks the net asset value per unit to track the performance of the yen-converted S&P 500 Index by mainly investing in the separately specified investment trust securities.

\*The S&P 500 Index is a float-adjusted, market capitalization-weighted index which is composed of 500 stocks selected among companies listed on U.S. financial instruments exchanges in view of their market capitalization, liquidity, and industry balance.

\*The S&P 500 Index is calculated by S&P Dow Jones Indices LLC and the component stocks are reviewed and replaced on a regular basis.

$$\text{S\&P 500 Index} = \frac{\text{Market capitalization at the time of calculation}}{\text{Market capitalization on the base date}} \times 10$$

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Listed Index Fund US Equity (S&P 500) (hereinafter "The Fund") is not supported, guaranteed, distributed, or promoted by S&P and its affiliated companies (hereinafter "S&P"). S&P makes no representation, condition, or warranty, express or implied, to the owners of the Fund or any member of the public regarding the advisability of investing in securities generally or in the Fund particularly or the ability of the S&P 500 Index to track general stock market performance. The relationship of S&P and Nikko Asset Management is only in respect of the licensing of registered trademarks of S&P and S&P 500 Index. S&P does not take the needs of Nikko Asset Management or the owners of the Fund into consideration in determining, composing or calculating S&P 500 Index. S&P is not responsible for or has participated in the determination of the timing of, prices at, or amount of the Fund to be issued or in the determination or calculation of the equation by which the Fund is to be converted into cash. S&P assumes no obligation regarding, nor does it take any responsibility for management, marketing, or trading of this Fund whatsoever.

S&P does not make any guarantee of the accuracy or completeness of the calculation or basic data of the S&P 500 Index. S&P takes no responsibility for any error, lack, or fault included in the S&P 500 Index. S&P makes no explicit or implicit guarantee whatsoever of the results arising from use of the S&P 500 Index or data incorporated therein on Nikko Asset Management Co., Ltd., owners of the Fund, or any other persons or organizations. S&P does not make any guarantee, explicit or implicit, of merchantability or suitability of the S&P 500 Index or the data contained therein. Without limiting any of the foregoing, S&P expressly disclaim any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

## Characteristics of the Fund

- While the Fund is a contractual-type investment trust, it is structured differently from ordinary investment trusts with respect to the following points:

### Units are listed on Tokyo Stock Exchange and can be traded at any time during trading hours.

- Units may be traded in blocks of 10 units (as of the date when the securities registration statement was filed).
- Brokers determine brokerage commissions.
- The method of trading is generally the same as that for stocks.

\*Please contact your broker for further information.

- This Fund of Funds invests on the securities held for investment trust.

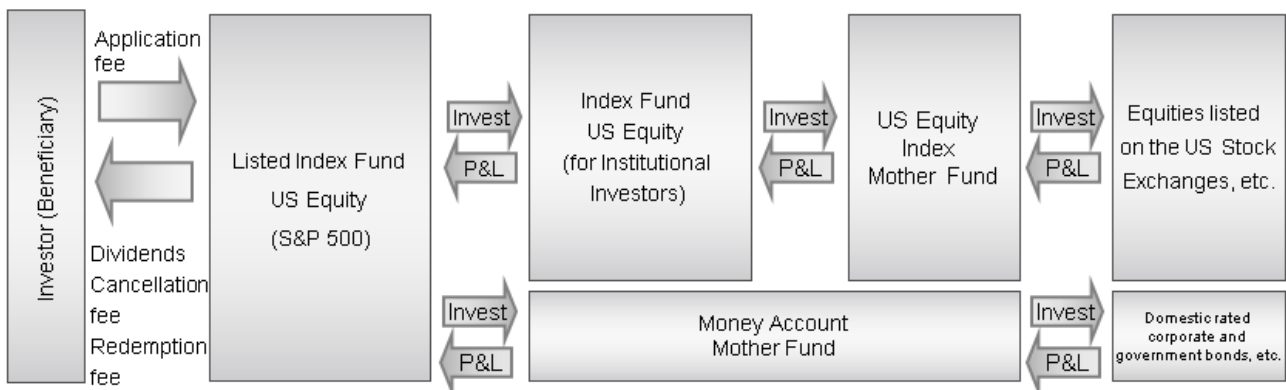
#### Index Fund US Equity (for Institutional Investors):

The Fund seeks the net asset value per unit to track the performance of the yen-converted S&P500 Index by mainly investing in the "US Equity Index Mother Fund".

#### Money Account Mother Fund

The Fund aims to ensure stable returns by investing in public and corporate bonds.

### Fund Structure



### Major Investment Restrictions

- The Fund will not invest in any securities other than securities held for investment trust, short-term corporate bonds, etc., commercial paper and designated money trust.
- There is no restriction as to the investment ratio for assets denominated in foreign currencies.

### Distribution Policy

- As a general rule, the full amount of dividends and other income arising from the trust assets is distributed after deduction of expenses.

\*There is no guarantee on the payment or the amount of dividend.

# Investment Risks

<https://en.nikkoam.com/etf/1547-us-equity>

# Past Performance

Please refer to "Net Asset Value and Performance" on our website below for the past performance.

<https://en.nikkoam.com/etf/1547-us-equity>

# Procedures, Fees, and Other Items

## ■ Subscription Memorandum

<b>Subscription Units</b>	Units to be determined by the distributors starting at no less than 2,000 *Please contact the distributor for information on subscription units.
<b>Subscription Price</b>	The NAV as of the next business day on which the subscription is accepted
<b>Subscription Method</b>	Please make the payment by the day designated by the distributor.
<b>Redemption Units</b>	Units of 2,000 or more *Units to be determined by the distributor *A beneficiary may ask a Distributor to buyback his or her Units in cases where the total number of Units owned is less than the minimum-trading unit for the Units established by the financial instruments exchanges. Please contact the distributors for details.
<b>Redemption Price</b>	The NAV as of the next business day on which the redemption is accepted.
<b>Redemption Proceeds</b>	As a rule, the payment will be made from the fifth business day after and including the day on which a request for redemption is made.
<b>Business Hours for Subscription and Redemption</b>	As a rule, applications for subscriptions and redemptions that are completed by 3 p.m. on the days Distributors are open for business are deemed to have been accepted on that day. It must be pursuant to the procedures established by the Distributor.
<b>Subscription Period</b>	From October 21, 2023 to April 19, 2024 *The subscription period can be renewed by filing another securities registration statement prior to the expiration date shown above.
<b>Non-acceptance Days for Subscription</b>	Even on the days where the distributor is open for business, applications for subscription will not be accepted on the following days. Please contact the distributors for details. 1) When the application day for subscription is two business days prior to the accounting date. (For a period of two business days, beginning three business days prior to the accounting date when the accounting date falls on non-business day.) 2) When the application day for subscription is non-business day for the New York Stock Exchange and banks in New York. 3) In addition to the days referred to 1) and 2), any time the Management Company determines that unavoidable circumstances have developed that may prevent it from investing in accordance with the basic policies set forth in the trust deeds.
<b>Non-acceptance Days for Redemption</b>	Even on the days where the distributor is open for business, applications for redemptions will not be accepted on the following days. Please contact the distributors for details. 1) When the application day for redemption is for a period of two business days, beginning three business days prior to the accounting date. (For a period of three business days, beginning four business days prior to the accounting date when the accounting date falls on non-business day.) 2) When the application day for redemption is non-business day for the New York Stock Exchange and banks in New York. 3) In addition to the days referred to 1) and 2), any time the Management Company determines that unavoidable circumstances have developed that may prevent it from investing in accordance with the basic policies set forth in the trust deeds.
<b>Redemption Restrictions</b>	Based on the size of the Fund or the product characteristics, restrictions may be placed on the timing and amount of large number of units for redemption to avoid



	adverse effects on the fund's management.
<b>Subscription or Cancellation of Subscription, Redemption Applications</b>	The Management Company may suspend acceptance of applications for subscription or requests for redemptions, or cancel applications for subscriptions or requests for a redemption that have already been accepted in the event that the Fund is unable to invest in target investment trust securities, exchanges of the target investment trust securities are no longer possible, trading on a financial instruments exchange is suspended, trading of foreign exchange is suspended, settlement functions are halted, or any unavoidable circumstances arise, it determines that there is a possibility that investments in accordance with the basic investment policies set forth in the trust deeds will be hindered, or circumstances beyond their control develops.
<b>Trust Term</b>	Unlimited (launch date: October 22, 2010)
<b>Early Termination</b>	<p>Early termination may be carried out in any of the following cases:</p> <ul style="list-style-type: none"> <li>▪ If the Units are delisted from all the financial instruments exchanges on which they have been listed.</li> <li>▪ If the S&amp;P 500 Index is discontinued.</li> <li>▪ If any amendment to the trust deeds deemed necessary by the Management Company or Trustee because of a change in the calculation method or similar of the S&amp;P 500 Index is not accepted by a written resolution.</li> </ul> <p>Early termination is possible in any of the following cases:</p> <ul style="list-style-type: none"> <li>▪ If the total net assets fall below JPY 500 million;</li> <li>▪ If early termination is deemed advantageous for beneficiaries; or</li> <li>▪ If any unavoidable circumstances arise.</li> </ul>
<b>Closing of Account</b>	January 20 of each year
<b>Income Distribution</b>	<p>Dividends are paid once a year in accordance with the following income distribution policy:</p> <p>* In general, the Trustee will pay to beneficiaries their income distribution by wire transfer on the day specified by the Management Company but within 40 days of the end of each calculation period in the bank account designated in advance by the beneficiary. When a beneficiary has signed a separate agreement with his or her distributor in connection with the treatment of income distribution, payment will be made pursuant to the provisions of such agreement.</p>
<b>Maximum Amount of Trust Money</b>	1 trillion yen
<b>Public Notification</b>	<p>Public notices are posted on the website of the Trustee.  URL: <a href="http://www.nikkoam.com/">http://www.nikkoam.com/</a></p> <p>*In the event that a public notification cannot be posted online due to unavoidable circumstances, this will be published in the <i>Nikkei</i>.</p>
<b>Investment Reports</b>	As defined in the Act on Investment Trust and Investment Corporations, investment reports are not prepared and published.
<b>Tax Treatment</b>	<p>For tax purposes, the Fund is treated as an exchange-traded fund (ETF).</p> <ul style="list-style-type: none"> <li>▪ Publicly-offered Equity Investment Trusts can be held in Nippon Individual Savings Account.</li> <li>▪ "Installment-type NISA" is applicable depending on distributor. Please contact your distributor for details.</li> </ul> <p>* From January 1, 2024, publicly offered equity investment trusts will be eligible for the NISA if they meet certain requirements under the tax law. The Fund will be eligible for the "Growth Quota (Specific Tax Exemption Management Account)" and the "Installment-type Quota (Specific Accumulated Investment Account)" under NISA, but the handling may differ depending on the distributor. Please contact your distributor for details. The above information is as of end August 2023</p>

and is subject to change in case of revision of tax laws and regulations.

- The dividends received reduction will not apply.
- As a general rule, the system excluding dividends from gross revenue will not apply.

There is additional information on this page that does not appear on the original Japanese Delivery Prospectus.

## ■Fund Expenses and Taxes

### Fund Expenses

Expenses to be borne directly by investors														
Subscription Fee	<p><b>Independently set by Distributors</b></p> <p>*Please contact your Distributor for further information.</p> <p>*Subscription Fee is compensation for explanation and information providing about the Fund or investment environment, and is also including expense of clerical processing of the subscription.</p>													
Redemption Fee	<p><b>Independently set by Distributors</b></p> <p>*Please contact your Distributor for further information.</p> <p>*Exchange Fee is compensation for clerical processing of the exchange.</p>													
Amount to be retained in Trust Assets	<b>None</b>													
Costs paid indirectly by the customer for the trust assets (paid from the fund)														
TER (Total Expense Ratio)	<p>0.2340% (TER includes Trust Fee, management fee and other costs below)</p> <p>※This represents the actual TER for the period of January 21, 2022 -January 20, 2023</p>													
Investment Management Expenses (Trust fee)	<p><b>No more than 0.066%(0.06% excluding taxes) per annum of the daily total NAV of the Fund</b></p> <ul style="list-style-type: none"> <li>The investment management fee is daily recorded and paid out of the trust assets at the end of each calculation period or at the time of termination of the Trust.</li> </ul> <p><b>&lt;Distribution of Investment Management Expenses(annual rate)&gt;</b> When above is 0.06 % as of the date of filing of the securities registration statement:</p> <table border="1"> <thead> <tr> <th colspan="3">Investment Management Expenses(Trust fee) =NAV of investment period X Trust fee rate</th> </tr> <tr> <th>Total</th> <th>Management Company</th> <th>Trustee</th> </tr> </thead> <tbody> <tr> <td>0.06%</td> <td>0.03%</td> <td>0.03%</td> </tr> </tbody> </table> <table border="1"> <tbody> <tr> <td>Management Company</td> <td>Compensation for investment management</td> </tr> <tr> <td>Trustee</td> <td>Compensation for administration of assets under management and execution of orders from Management Company</td> </tr> </tbody> </table> <p>*Figures are excluding tax. Consumption tax will be added.</p>	Investment Management Expenses(Trust fee) =NAV of investment period X Trust fee rate			Total	Management Company	Trustee	0.06%	0.03%	0.03%	Management Company	Compensation for investment management	Trustee	Compensation for administration of assets under management and execution of orders from Management Company
Investment Management Expenses(Trust fee) =NAV of investment period X Trust fee rate														
Total	Management Company	Trustee												
0.06%	0.03%	0.03%												
Management Company	Compensation for investment management													
Trustee	Compensation for administration of assets under management and execution of orders from Management Company													
Target Investment Trust	Approximately 0.099% *(0.09% excluding tax) per annum of the total NAV													
Expenses borne by the investors	<p><b>Approximately 0.165%(0.15% excluding taxes) per annum of the total NAV</b></p> <p>※ The actual annual rate of trust fees paid by beneficiaries varies depending on the percentage of target investment trust securities, changes to such investment trust securities and other factors.</p>													

Other Expenses and Fees	Expenses (Expenses for preparation of prospectuses and other expenses)	<p><b><u>No more than 0.1% per annum of the daily total NAV of the Fund</u></b></p> <p>Expenses for preparation and distribution of prospectuses, auditing fee, expenses for listing of the Fund, as well as royalties for the S&amp;P 500 are paid out of the trust assets at the times specified by the Management Company.</p> <p>* Auditing fee is an expense paid to audit firm for auditing of the Fund.</p>
	Brokerage commissions and other fees	<p>Brokerage commissions on securities in the portfolio, expenses for custody of assets in foreign countries, interest on borrowings, interest on advances, and other fees are paid out of the trust assets each time they are incurred.</p> <p>* The figures for items such as the rate and maximum amount cannot be provided in advance as they fluctuate in line with investment performance and other factors.</p>

The total amount of expenses of the Fund to be borne by investors varies according to holding length and investment status, and thus cannot be shown.

## Tax Treatment

Tax treatment for individual investors

### 1) Taxation upon sale of Units

- Gains on sale (capital gains) are deemed to be income from transfer and thus have to be filed to declare for separate taxation at 20.315%. When a beneficiary has chosen a designated account with tax withholding (an account with tax withholding at the taxpayer's position), tax will be withheld at sources at 20.315%. (As a rule, tax filing is not necessary.)

### 2) Taxation upon receipt of income distributions

- Income distributions are regarded as dividend income, and tax is withheld at source at 20.315%. (As a general rule, tax filing is not necessary.) You can also file a tax return, and choose either separated taxation, based on declaration, or consolidated taxation (under which the dividends received deduction is available).

### 3) Tax on Redemption and Termination Fee

- Gains on termination and redemption (capital gains) are deemed to be income from transfer and thus have to be filed to declare for separate taxation at 20.315%. When a beneficiary has chosen a designated account with tax withholding (an account with tax withholding at the taxpayer's position), tax will be withheld at sources at 20.315%. (As a rule, tax filing is not necessary.)
- By filing a tax return, you can offset losses upon sale (capital losses) against capital gains from listed stocks, dividends etc. from listed stocks, and interest income from public and corporate bonds and such like (as long as separated taxation has been chosen upon declaration). In addition, gains on sale (capital gains), income distributions, and interest income from public and corporate bonds etc. (if separated taxation has been chosen upon declaration) can be offset against capital losses from listed stocks and such like.
- When investing through a Nippon Individual Savings Account (NISA) and a Nippon Individual Savings Account for junior (Junior NISA), income gains and capital gains from the investments in Publicly-offered Equity Investment Trusts will be tax-free for a given period if the investments have been newly purchased within a certain amount every year. Investors need to meet certain conditions, such as having opened a tax-free account at a Distributor. In addition, dividend income and income from transfer which arose from the other account cannot be offset against losses from a NISA account. For further details, please contact a Distributor.
- Income gains and capital gains from Publicly-offered Equity Investment Trust will be tax free for 20 years if the investment is purchased by periodic and continuous method within 400,000 yen a year based on contract with distributor (installment-type NISA). Investors have to choose one NISA account year by year, either the current NISA accounts or the installment type, and cannot hold both in same year.
- From January 1, 2024, dividend income and transfer income from newly purchased publicly offered equity investment trusts are exempt from taxation for an unlimited period up to a certain amount each year. The tax exemption is available only to those who meet certain conditions, such as opening a tax-exempt account with a distributor, and who purchase products that meet the requirements of the tax law. For details, please contact the distributor.
- In cases of being applied to the foreign tax deduction, tax on distributions may differ from the aforementioned descriptions.
- The aforementioned descriptions do not apply to Japanese corporations.
- Above tax rates are as of the date when the securities registration statement was filed, so there

may change in the event that tax laws are revised. We recommend that investors consult a tax or similar specialist for details of tax treatment.

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