

## **< Disclaimer for the English Overview of the Delivery Prospectus of Listed Index Fund International Bond (FTSE WGBI) Monthly Dividend Payment Type >**

This document provides an overview of the Japanese “Summary Prospectus” (the “Delivery Prospectus”) of Listed Index Fund International Bond (FTSE WGBI) Monthly Dividend Payment Type (the “Fund”) in English. The Japanese Delivery Prospectus is the offering document. This document in English is not required by law or any regulation.

While every effort has been made to ensure the accuracy or completeness of the content of this document, Nikko Asset Management Co., Ltd. cannot guarantee the accuracy or completeness as differences of interpretation may arise between the English and Japanese languages. In the event of any inconsistency between this document in English and the Japanese version, the Japanese version shall prevail, except to the extent prohibited by the applicable law of any jurisdiction where the units of the Fund are sold. In addition, 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.

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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April 11, 2024

# Listed Index Fund International Bond (FTSE WGBI) Monthly Dividend Payment Type

## Nickname: JoJo International Bond

Open-end Investment Trust, Overseas, Bonds, 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)

**The Nomura Trust and Banking Co., Ltd.**

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 International Bond (FTSE WGBI) Monthly Dividend Payment Type, 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 April 10, 2024 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/<br>Open-end<br>Investment<br>Trust | Eligible<br>Market | Eligible<br>Investments<br>(Source of<br>Income) | Independent<br>Segment | Supplementary<br>Classification | Eligible<br>Investments   | Timing of<br>Accounting<br>Period | Geographical<br>Areas of<br>Investment | Investment<br>Category | Currency<br>Hedging | Index<br>Followed   |
| Open-end                                      | Overseas           | Bonds  | ETF                    | Index type                      | Other Assets<br>(Investment<br>Trust<br>Securities(Bonds, Public<br>Bonds)) | 12 times<br>yearly<br>(Monthly)   | Global (ex-<br>Japan)                  | Fund of<br>Funds       | No hedge            | Other<br>(FTSE<br>World<br>Government Bond<br>Index<br>(ex-<br>Japan,<br>no<br>hedge,<br>yen-<br>based) |

Please refer to The Investment Trusts Association, Japan website for definitions of product 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: 28,894.6 billion yen  
(As of the end of January 2024)

# Objective and Characteristics of the Fund

## Objective of the Fund

The Fund seeks the net asset value per unit to track the performance of the FTSE Nonyen World Government Bond Index (ex-Japan, no hedge, yen based) by mainly investing in the separately stipulated investment trust securities.

\*The FTSE WGBI is a bond index (ex-Japan) operated by FTSE Fixed Income LLC and calculated to be an index of the total return of government bonds of major countries excluding Japan weighted by the market capitalization of each respective market.

$$\text{FTSE World Government Bond Index} = \frac{\text{Aggregate market value at the time of calculation}}{\text{Aggregate market value at base point in time}} \times 100$$

Copyrights to the "FTSE Nonyen World Government Bond Index"

The Listed Index Fund International Bond (FTSE WGBI) Monthly Dividend Payment Type (collectively, the "Fund") has been developed solely by Nikko Asset Management Co., Ltd. The "Fund" is/are not in any way connected to or sponsored, endorsed, sold or promoted by the London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). FTSE Russell is a trading name of certain of the LSE Group companies.

All rights in the FTSE Nonyen World Government Bond Index (the "Index") vest in the relevant LSE Group company which owns the Index. "FTSE®", "FTSE Russell®", is/are a trade mark(s) of the relevant LSE Group company and is/are used by any other LSE Group company under license.

The Index is calculated by or on behalf of FTSE Fixed Income LLC or its affiliate, agent or partner. The LSE Group does not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the "Fund". The LSE Group makes no claim, prediction, warranty or representation either as to the results to be obtained from the "Fund" or the suitability of the Index for the purpose to which it is being put by Nikko Asset Management Co., Ltd.

## 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 trading 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 in securities held for investment trust.

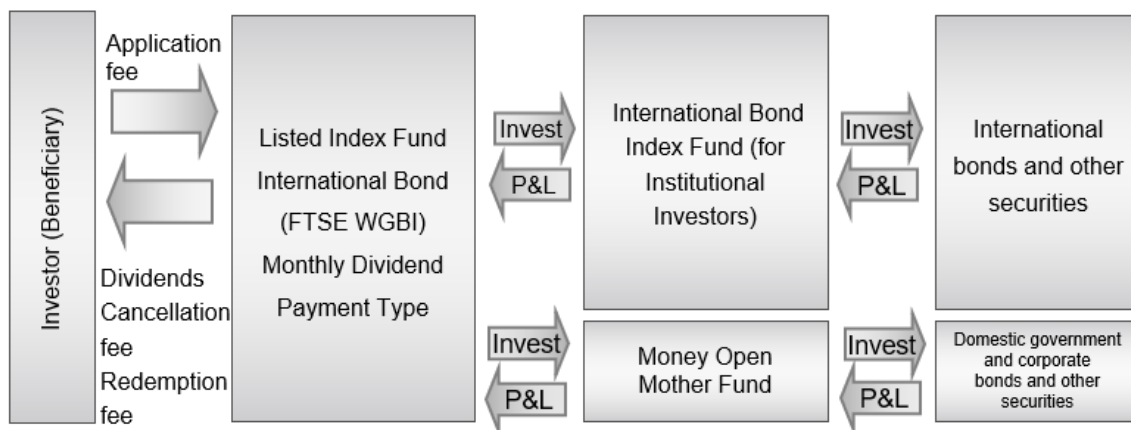
#### **International Bond Index Fund (for Institutional Investors)**

The fund seeks the net asset value per unit to track the performance of the FTSE Nonyen World Government Bond Index by mainly investing in global government bonds.

#### **Money Open Mother Fund**

This fund seeks to achieve stable returns through stable management by investing in public and corporate bonds.

#### Fund Structure



#### **Investment Restrictions**

- This fund will not invest in in any portfolio, stocks and bonds other than securities held for investment trust, short-term corporate bonds, commercial paper and designated money in trust.
- There is no restriction on 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

Please refer to "Matters to Consider" on our website below for the related risk.

<https://en.nikkoam.com/etf/1677-international-bond>

## Past Performance

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

<https://en.nikkoam.com/etf/1677-international-bond>

# Procedures, Fees, and Other Items

## ■ Subscription Memorandum

|   |   |
|---|---|
| <b>Subscription Units</b>                             | Units to be determined by the distributors starting at no less than 200<br>*Please contact the distributor.   |
| <b>Subscription Price</b>                             | The NAV as of the next business day on which the subscription is accepted.  |
| <b>Subscription Method</b>                            | To be paid by the day indicated by the distributor.   |
| <b>Redemption Units</b>                               | Units of 200 or more<br>* Units to be determined by the distributor.<br>*A beneficiary may ask a Distributor to buyback his or her Units where the total number of Units owned is less than the minimum-trading unit for the Units established by the stock exchange. Please contact the distributors for details.  |
| <b>Redemption Price</b>                               | The NAV on the business day after the redemption is accepted after deducting the trust asset reserves.  |
| <b>Redemption Proceeds</b>                            | As a rule, payment will be made from the eighth business day after and including the day on which a request for a 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 April 11, 2024 to October 10, 2024.<br>* The subscription period can be renewed by filing another securities registration statement before the expiration date shown above.  |
| <b>Non-acceptance Days for Subscriptions</b>          | On the days Distributors are open for business, applications for subscriptions will still not be accepted on the days below. Please contact the distributors for details.<br>1) When the application day for subscriptions falls on 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.)<br>2) Days where the British or New York stock exchanges or London or New York banks are closed.<br>3) In addition to the days referred to in 1) and 2) above, any time the Management Company determines that unavoidable circumstances may prevent it from making investment in accordance with the basic policies set forth in the trust deed. |

|  |   |
|--|---|
| <b>Non-acceptance Days for Redemption</b>                                  | <p>On the days Distributors are open for business, applications for redemptions will still not be accepted on the days below. Please contact the distributors for details.</p> <p>1) For a period of five business days, beginning six business days prior to the accounting date. (For a period of six business days, beginning seven business days prior to the accounting date when the accounting date falls on non-business day.)</p> <p>2) Days where the British or New York stock exchanges or London or New York banks are closed.</p> <p>3) In addition to the days referred to in 1) and 2) above, any time the Management Company determines that unavoidable circumstances may prevent it from making investment in accordance with the basic policies set forth in the trust deed.</p>  |
| <b>Restrictions on Redemption</b>  | <p>Based on the size or product qualities of the fund, restrictions may be placed on the timing or volume of large redemption units to avoid adverse effects on the fund's management.</p>  |
| <b>Suspension or Cancellation of Subscription, Redemption Applications</b> | <p>The Management Company may suspend acceptance of applications for subscription or requests for redemptions, or cancel applications for subscription 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 stock exchange is suspended, settlement functions are halted, it determines that there is a possibility that investments in accordance with the basic investment policies set forth in the trust deed will be hindered, or circumstances beyond their control develops.</p>  |
| <b>Trust Term</b>  | <p>Unlimited (launch date: September 25, 2009)</p>  |
| <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 FTSE WGBI (ex-Japan, no hedge, yen based) is discontinued.</li> <li>• If any amendment to the trust deed deemed necessary by the Management Company or Trustee because of a change in the calculation method or similar of the FTSE WGBI (ex-Japan, no hedge, yen based) 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 net assets of the Fund fall below 500,000,000 yen;</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>  | <p>The 10<sup>th</sup> of each month</p>  |
| <b>Income Distribution</b>   | <p>Dividends are paid twelve times a year in accordance with the following income distribution policy:</p> <p>In principle, the full amount of dividends and other incomes received in the trust assets will be distributed after deducting expenses.</p> <p>* In general, the Trustee will pay to each beneficiary 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. Where a beneficiary has signed a separate agreement with his or her broker 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> | Equivalent to 5 trillion yen   |
| <b>Public Notification</b>           | <p>Notifications are posted on the Management Company website.<br/> URL: <a href="http://www.nikkoam.com/">www.nikkoam.com/</a></p> <p>* In the event that the notification cannot be posted online due to unavoidable circumstances, this will be published in <i>The 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 are eligible for the Nippon Individual Savings Account (NISA) if they meet certain requirements under the tax law.</li> <li>• The Fund is not eligible for the NISA.</li> <li>• The dividends received deduction will not apply.</li> <li>• The system excluding dividends from gross revenue will not apply.</li> </ul> |

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                      | <b><u>Independently set by Distributors</u></b><br>* Please contact your Distributor for further information.<br>* 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. |
| Redemption Fee                        | <b><u>Independently set by Distributors</u></b><br>* Please contact your Distributor for further information.<br>* Exchange Fee is compensation for clerical processing of the exchange.  |
| Amount to be Retained in Trust Assets | <b><u>An amount calculated by multiplying NAV at the time of a redemption by 0.1 % (per unit)</u></b>   |

#### Costs paid indirectly by the customer for the trust assets (paid from the fund)

| TER (Total Expense Ratio)                  | 0.4133% (TER includes Trust Fee, management fee and other costs below)<br>※ This represents the actual TER for the period of January 11, 2023 - January 10, 2024. |  |         |            |   |  |  |       |                    |         |                       |       |       |       |                         |       |       |                    |  |         |  |
|--|---|--|---------|------------|---|--|--|-------|--------------------|---------|-----------------------|-------|-------|-------|-------------------------|-------|-------|--------------------|--|---------|--|
| Investment Management Expenses (Trust fee) | The Fund  | <p><b>No more than 0.165%(0.15% 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>&lt;Distribution of Investment Management Expenses(annual rate)&gt;</p> <p>When above is 0.15%, as of the date of filing of the securities registration statement:</p> <table border="1"> <thead> <tr> <th rowspan="2">Net Assets</th> <th colspan="3">Investment Management Expenses(Trust fee)<br/>=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>¥10.0 billion or less</td> <td rowspan="2">0.15%</td> <td>0.12%</td> <td>0.03%</td> </tr> <tr> <td>More than ¥10.0 billion</td> <td>0.13%</td> <td>0.02%</td> </tr> </tbody> </table> <table border="1"> <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> </table> <p>*Figures are excluding tax. Consumption tax will be added.</p> |         | Net Assets | Investment Management Expenses(Trust fee)<br>=NAV of investment period X Trust fee rate |  |  | Total | Management Company | Trustee | ¥10.0 billion or less | 0.15% | 0.12% | 0.03% | More than ¥10.0 billion | 0.13% | 0.02% | Management Company | Compensation for investment management | Trustee | Compensation for administration of assets under management and execution of orders from Management Company |
| Net Assets                                 | Investment Management Expenses(Trust fee)<br>=NAV of investment period X Trust fee rate   |  |         |            |   |  |  |       |                    |         |                       |       |       |       |                         |       |       |                    |  |         |  |
|  | Total   | Management Company   | Trustee |            |   |  |  |       |                    |         |                       |       |       |       |                         |       |       |                    |  |         |  |
| ¥10.0 billion or less                      | 0.15%   | 0.12%  | 0.03%   |            |   |  |  |       |                    |         |                       |       |       |       |                         |       |       |                    |  |         |  |
| More than ¥10.0 billion                    |   | 0.13%  | 0.02%   |            |   |  |  |       |                    |         |                       |       |       |       |                         |       |       |                    |  |         |  |
| Management Company                         | Compensation for investment management  |  |         |            |   |  |  |       |                    |         |                       |       |       |       |                         |       |       |                    |  |         |  |
| Trustee                                    | Compensation for administration of assets under management and execution of orders from Management Company  |  |         |            |   |  |  |       |                    |         |                       |       |       |       |                         |       |       |                    |  |         |  |

|                         |  |  |
|-------------------------|--|--|
|                         | Target Investment Trust Securities                                   | Approximately 0.11 % (0.1% excluding taxes) per annum of net assets.   |
|                         | Actual Cost  | <b><u>Approximately 0.275% (0.25% excluding taxes) per Annum of net assets.</u></b><br>※Subject to change based on changes in the constituent issues or weighting of the target investment trust securities.   |
| Other Expenses and Fees | Expenses (Expenses for preparation of prospectus and other expenses) | <b><u>No more than 0.15% per annum of the daily total NAV of the Fund</u></b><br>Expenses for the preparation and distribution of prospectuses, auditing fee, expenses for listing of the Fund, as well as royalties for the FTSE WGBI (ex-Japan, no hedge, yen based) are paid out of the trust assets at the times specified by the Management Company.<br>* Auditing fee is an expense paid to audit firm for auditing of the Fund  |
|                         | Brokerage commissions and other fees                                 | Brokerage commissions on securities in the portfolio, expenses for custody of assets in foreign countries, interest on borrowings, interest on advances, lending fee (in case security lending is conducted, the amount obtained by multiplying a lending fee on securities lent by a figure which is profit for Trust Assets, not exceeding 0.55* (0.5 excluding taxes) (0.5 excluding taxes as of the date of the filing of the securities registration statement), and other fees are paid out of the trust assets each time they are incurred.<br>* 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. |

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 option), tax will be withheld at source at 20.315%. (As a general 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) Taxation upon cancellation or termination

- Gains upon cancellation or termination (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 option), tax will be withheld at source at 20.315%. (As a general 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.
- 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 those 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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