

## Russell/Nomura Japan Equity Indexes

EQUITY: INDEX SERVICES DEPARTMENT

### FY26 handbook

Research Analysts

[Japan index products](#)

Index Services Department - NFRC

[idx\\_mgr@nfrco.jp](mailto:idx_mgr@nfrco.jp)

### Russell/Nomura Japan Equity Indexes have the following characteristics

- They are share price indexes that are weighted by free float-adjusted market cap and cover the top 98% of all stocks listed on all markets in terms of free float-adjusted market cap, thereby offering broad market coverage
  - Stocks are chosen from the entire Japanese stock market
  - Because the indexes take into consideration the stable shareholding ratio, they reflect the stocks that are actually available for investment
  - There are style indexes for large and small companies and for value and growth stocks
  - The Prime Index consists of the top 1,000 stocks in the Total Market Index by free float-adjusted market cap
  - Stocks are selected quantitatively based on clearly defined criteria
  - Each index is reconstituted once a year
-

## Table of Contents

---

1. Introduction .....	3
2. Russell/Nomura Japan Equity Indexes .....	4
3. Russell/Nomura Japan Equity Indexes: Composition .....	5
3.1 Number of stocks and market capitalization .....	5
3.2 Number of stocks as of date of regular reconstitution .....	6
3.3 Sector allocation.....	7
3.4 Top 10 stocks by market capitalization .....	8
4. Performance Analysis.....	9
4.1 Annual returns.....	9
4.2 Performance.....	10
4.3 Relative performance of style indexes .....	11
4.4 Risk-return characteristics of individual indexes .....	12
4.5 Impact of dividends .....	12
5. Index Investability .....	13
5.1 Turnover ratios as of regular reconstitutions .....	13
5.2 Estimated number of days' impact in the case of regular reconstitutions .....	14
5.3 Estimating number of days of impact and minimum unit of investment when a fund is established ...	15
6. Data Publication Services .....	16
Disclaimer .....	17

---

# 1. Introduction

The Russell/Nomura Japan Equity Indexes are Japanese equity indexes developed jointly by Nomura Fiduciary Research & Consulting Co., Ltd. (“NFRC”) and FTSE Russell (at the time of development, “Frank Russell Company”).

NFRC is the benchmark administrator. The Indexes are calculated by Nomura Research Institute, Ltd. (“NRI”) and distributed by NRI and by or on behalf of FTSE Russell or its affiliate, agent, or partner.

NFRC is responsible for the daily calculation, production, and operation of the Russell/Nomura Japan Equity indexes and will:

- maintain records of the index weightings of all constituents;
- make changes to the constituents and index inclusion ratio for stocks in accordance with the index rules;
- carry out the periodic index reviews of the index series together with FTSE Russell and apply the changes resulting from the reviews following the rules; and
- publish changes to the constituent weightings resulting from their ongoing maintenance and the periodic reviews

Russell/Nomura Japan Equity Indexes should be useful in:

- Determining investment strategies (strategic asset allocation)
- Determining manager structures
- Devising asset management benchmarks
- Supporting portfolio management activities
- Evaluating the performance of various investment styles
- Managing risk

The main characteristics of the Russell/Nomura Japan Equity Indexes are as follows:

- They are share price indexes that are weighted by free float-adjusted market cap and cover the top 98% of all stocks listed on all markets in terms of cumulative free float-adjusted market cap, thereby offering broad market coverage
- Stocks are chosen from the entire Japanese stock market<sup>1</sup>
- Because the indexes take into consideration the stable shareholding ratio, they reflect the stocks that are actually available for investment
- There are style indexes for large and small companies and for value and growth stocks
- The Prime Index consists of the top 1,000 stocks in the Total Market Index by free float-adjusted market cap
- Stocks are selected quantitatively based on clearly defined criteria
- Each index is reconstituted once a year

Complete details of rules for the Russell/Nomura Japan Equity Index can be found in the Russell/Nomura Japan Equity Index Rulebook.

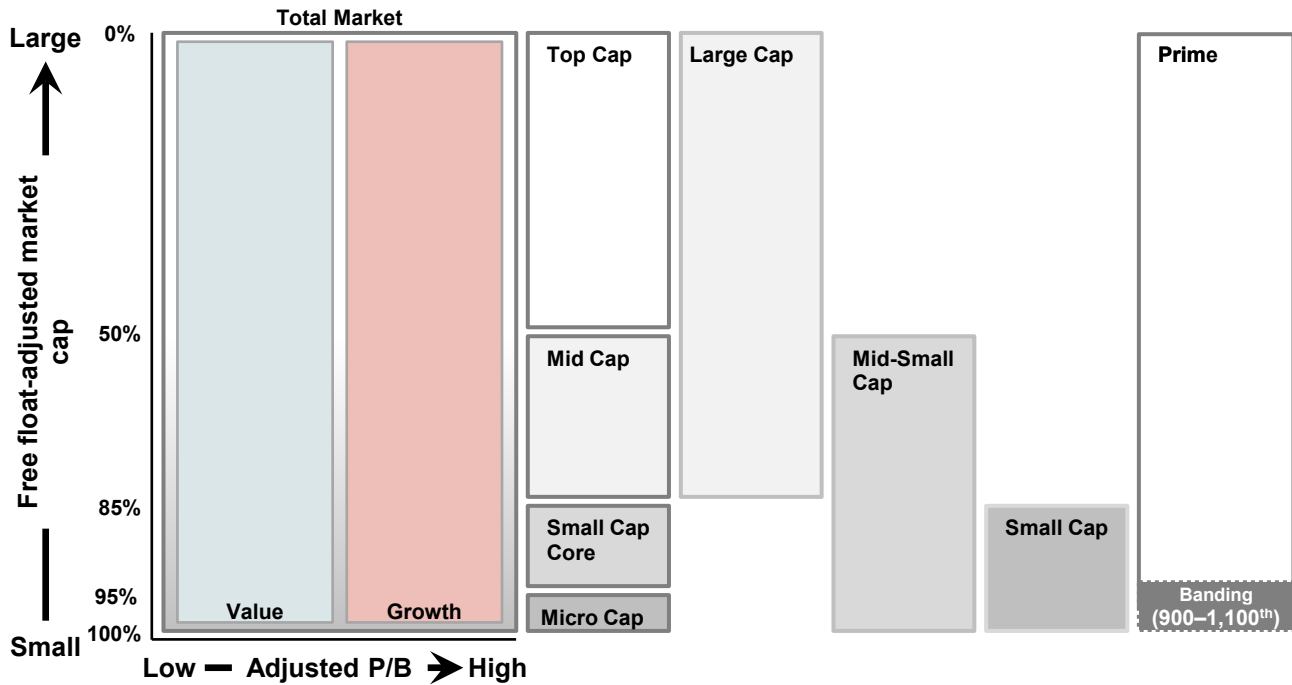
---

<sup>1</sup>Tokyo Stock Exchange (Prime Market, Standard Market, Growth Market, TOKYO PRO Market), Nagoya Stock Exchange, Sapporo Securities Exchange, and Fukuoka Stock Exchange

## 2. Russell/Nomura Japan Equity Indexes

The Russell/Nomura Japan Equity Indexes cover the top 98% of stocks listed on all markets in terms of free float-adjusted market cap. Size-based and investment style indexes are also published as subindexes. Stocks are classified into the size-based indexes on the basis of their free float-adjusted market cap, and between value and growth investment style indexes on the basis of their adjusted Price Book-value Ratios.

Fig. 1: Russell/Nomura Japan Equity Indexes



Source: NFRC

- The Russell/Nomura Total Market Index contains the top 98% of all stocks listed on Japanese stock exchanges in terms of free float-adjusted market cap
- The Russell/Nomura Prime Index contains the top 1,000 stocks in the Total Market Index in terms of free float-adjusted market cap, taking into account “banding” and the “negative list”
- Index compositions are based on the cumulative free float-adjusted market cap of the top-ranking constituent stocks in the Russell/Nomura Total Market Index in terms of free float-adjusted market cap

The Russell/Nomura Large Cap Index contains the top 85%

The Russell/Nomura Small Cap Index contains the bottom 15%

The Russell/Nomura Top Cap Index contains the top 50%

The Russell/Nomura Mid-Small Cap Index contains the bottom 50%

The Russell/Nomura Micro Cap Index contains the bottom 5%

- The Russell/Nomura Small Cap Core Index comprises stocks in the Small Cap Index, excluding the Micro Cap Index
- The Russell/Nomura Mid Cap Index contains the stocks in the Mid-Small Cap Index excluding those in the Small Cap Index

### 3. Russell/Nomura Japan Equity Indexes: Composition

#### 3.1 Number of stocks and market capitalization

Fig. 2: Russell/Nomura Total Market Index and the total market

	Number of stocks		Market cap (¥100mn)		
	R/N	Total market	R/N (free float-adjusted)	R/N (not free float-adjusted)	Total market (not free float-adjusted)
Tokyo Stock Exchange	1,298	3,931	8,070,995	11,084,451	11,483,469
Others	2	102	952	2,756	11,478
<b>Total</b>	<b>1,300</b>	<b>4,033</b>	<b>8,071,947</b>	<b>11,087,207</b>	<b>11,494,947</b>

Note: Market cap data as of 19 Nov 2025. The Russell/Nomura Total Market Index (R/N) is as of the Nov 2025 regular reconstitution. Common stocks listed on the entire Japanese stock market (excluding foreign stocks) are selected, and for stocks listed on multiple markets, the data from the primary market is used for aggregation.

Source: NFRC

Fig. 3: Number of stocks in each index and % of total market capitalization

Index	Number of stocks	% of total market cap	Free-float adjusted market cap (¥100mn)	
			Largest	Smallest
Total Market	1,300	100.0%	260,362	137
Value	1,026	49.6%	242,625	11
Growth	613	50.4%	260,362	15
Large	250	85.0%	260,362	3,642
Large Value	178	39.6%	242,625	439
Large Growth	143	45.4%	260,362	331
Top	40	48.4%	260,362	39,246
Top Value	22	16.6%	242,625	3,252
Top Growth	33	31.7%	260,362	2,821
Mid	210	36.6%	47,605	3,642
Mid Value	156	22.9%	43,492	439
Mid Growth	110	13.7%	47,605	331
Mid-Small	1,260	51.6%	47,605	137
Mid-Small Value	1,004	33.0%	43,492	11
Mid-Small Growth	580	18.6%	47,605	15
Small	1,050	15.0%	6,523	137
Small Value	848	10.0%	5,191	11
Small Growth	470	5.0%	6,523	15
Small Core	350	10.4%	6,523	948
Small Core Value	272	6.8%	5,191	76
Small Core Growth	183	3.6%	6,523	73
Micro	700	4.7%	1,356	137
Micro Value	576	3.3%	1,245	11
Micro Growth	287	1.4%	1,121	15
Prime	1,000	98.8%	260,362	137
Prime Value	782	48.7%	242,625	27
Prime Growth	495	50.0%	260,362	24

Note: Based on constituent stocks as of regular reconstitutions in Nov 2025. Market cap data as of 19 Nov 2025. Number of stocks for Value and Growth indexes is the number of stocks for which all or part of the market capitalization is allocated to the Value or Growth indexes. Market cap of stocks in Value and Growth indexes is the market capitalization for these stocks that is allocated to the Value or Growth indexes.

Source: NFRC

### 3.2 Number of stocks as of date of regular reconstitution

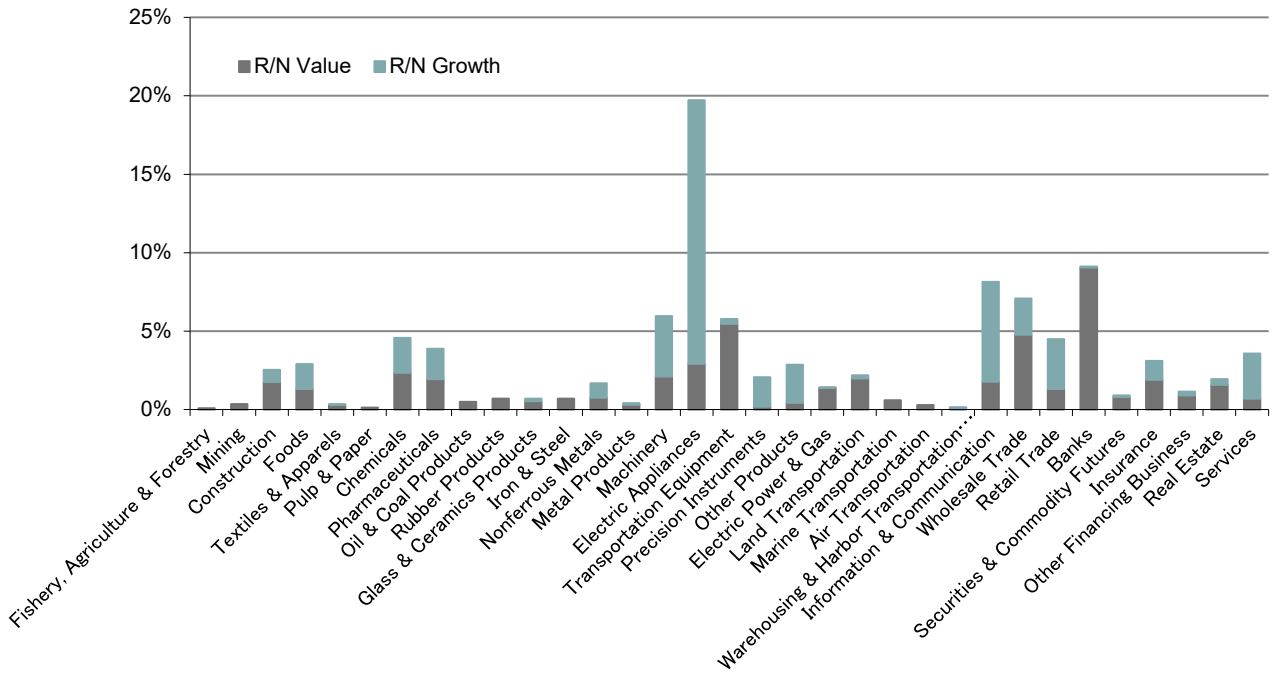
Fig. 4: Number of constituent stocks

Date (yyyy/mm)	Total			Large	Small	Prime
		Value	Growth			
1981/01	1,091	656	713	400	691	—
1982/01	1,091	708	642	400	691	—
1983/01	1,091	766	592	400	691	—
1984/01	1,091	738	630	400	691	—
1985/01	1,104	706	672	400	704	—
1986/01	1,142	733	762	400	742	—
1987/01	1,142	833	672	400	742	—
1988/01	1,199	860	765	400	799	—
1989/01	1,267	877	778	400	867	—
1990/01	1,381	827	972	500	881	—
1991/01	1,561	920	1,118	500	1,061	—
1992/01	1,585	1,017	1,070	500	1,085	—
1993/01	1,586	1,092	954	500	1,086	—
1994/01	1,586	1,118	940	500	1,086	—
1995/01	1,749	1,111	1,090	500	1,249	—
1996/01	1,754	1,191	1,006	500	1,254	—
1997/01	1,854	1,251	1,082	500	1,354	—
1998/01	1,854	1,575	701	500	1,354	1,000
1999/01	1,854	1,584	616	500	1,354	1,000
2000/01	1,854	1,551	656	500	1,354	1,000
2001/01	1,854	1,544	642	500	1,354	1,000
2002/02	1,853	1,573	578	300	1,553	1,000
2002/12	1,500	1,225	527	300	1,200	1,000
2003/12	1,600	1,233	677	350	1,250	1,000
2004/12	1,700	1,231	796	400	1,300	1,000
2005/12	1,799	1,218	915	400	1,399	1,000
2006/12	1,700	1,241	766	350	1,350	1,000
2007/12	1,500	1,164	668	300	1,200	1,000
2008/12	1,400	1,111	519	300	1,100	1,000
2009/12	1,500	1,139	669	350	1,150	1,000
2010/12	1,400	1,081	589	300	1,100	1,000
2011/12	1,400	1,044	719	350	1,050	1,000
2012/12	1,500	1,159	712	350	1,150	1,000
2013/12	1,400	1,043	686	300	1,100	1,000
2014/12	1,500	1,103	806	350	1,150	1,000
2015/12	1,400	1,000	760	350	1,050	1,000
2016/11	1,500	1,104	801	350	1,150	1,000
2017/11	1,600	1,132	919	350	1,250	1,000
2018/11	1,600	1,108	877	350	1,250	1,000
2019/11	1,600	1,141	812	350	1,250	1,000
2020/11	1,600	1,228	813	350	1,250	1,000
2021/11	1,500	1,113	746	300	1,200	1,000
2022/11	1,500	1,103	776	300	1,200	1,000
2023/11	1,400	1,017	728	300	1,100	1,000
2024/11	1,300	996	658	250	1,050	1,000
2025/11	1,300	1,026	613	250	1,050	1,000

Note: As of regular reconstitution date each year  
Source: NFRC

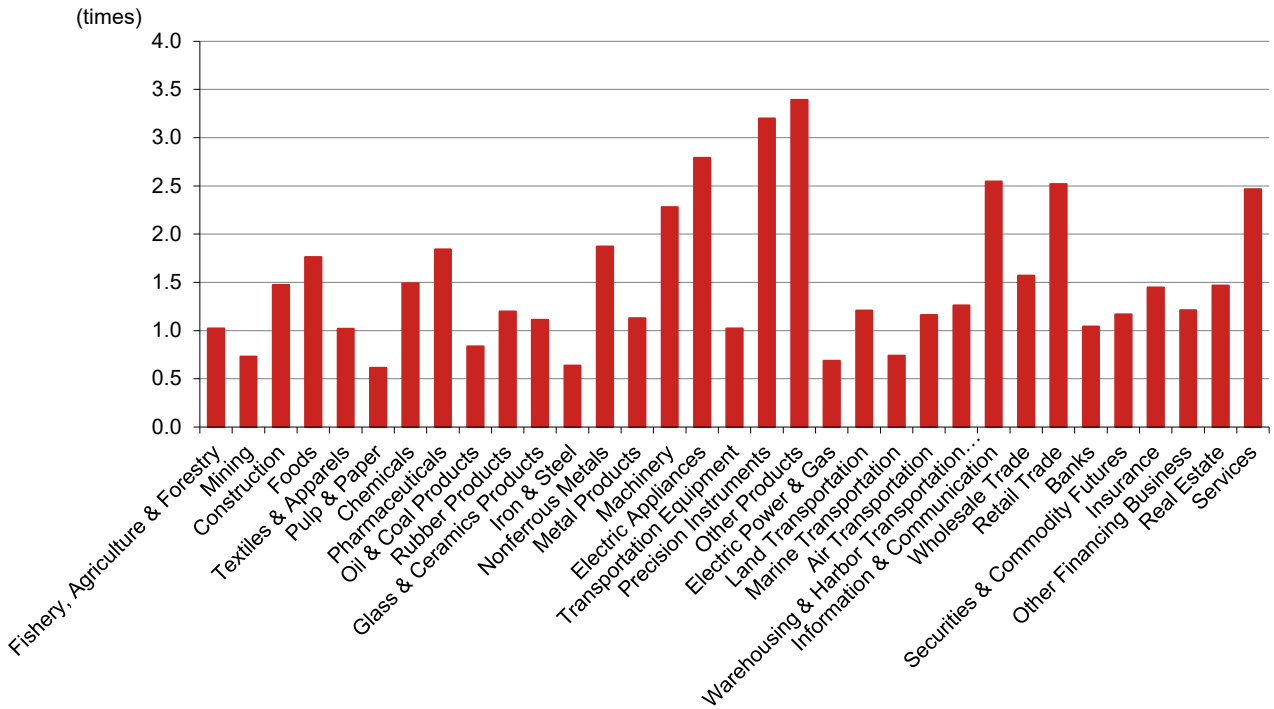
### 3.3 Sector allocation

Fig. 5: Sector allocation Value and Growth Indexes Composition Ratios



Note: Figures are based on constituent stocks of Russell/Nomura Total Market Index on the Nov 2025 regular reconstitution. As of 19 Nov 2025  
Source: NFRG

Fig. 6: Average adjusted P/B ratio by sector for the Russell/Nomura Total Market Index



Note: Figures are based on constituent stocks of Russell/Nomura Total Market Index on the Nov 2025 regular reconstitution. As of 15 Oct 2025, the date of determination for the regular reconstitution. Average adjusted P/B =  $\sum (\text{stock price} \times \text{number of shares included}) / \sum (\text{Adjusted BPS} \times \text{number of shares included})$   
Source: NFRG

### 3.4 Top 10 stocks by market capitalization adjusted for stable shareholding ratio

Fig. 7: Top 10 stocks by weighting in each index

Top			Top Value			Top Growth		
1	6758	Sony Group	8306	Mitsubishi UFJ Financial Group	6758	Sony Group		
2	8306	Mitsubishi UFJ Financial Group	7203	Toyota Motor	6501	Hitachi		
3	6501	Hitachi	8316	Sumitomo Mitsui Financial Group	9984	SoftBank Group		
4	7203	Toyota Motor	8411	Mizuho Financial Group	6857	Advantest		
5	9984	SoftBank Group	8031	Mitsui & Co	7974	Nintendo		
6	8316	Sumitomo Mitsui Financial Group	8058	Mitsubishi Corp	8035	Tokyo Electron		
7	6857	Advantest	9432	NTT	7011	Mitsubishi Heavy Industries		
8	7974	Nintendo	4502	Takeda Pharmaceutical	6098	Recruit Holdings		
9	8035	Tokyo Electron	7267	Honda Motor	6861	Keyence		
10	8058	Mitsubishi Corp	8053	Sumitomo	8001	Itochu		
Mid			Mid Value			Mid Growth		
1	8267	Aeon	8591	Orix	8267	Aeon		
2	8591	Orix	8801	Mitsui Fudosan	5803	Fujikura		
3	5803	Fujikura	8750	Daiichi Life Group	285A	Kioxia Holdings		
4	8801	Mitsui Fudosan	8725	MS&AD Insurance Group Holdings	4661	Oriental Land		
5	8750	Daiichi Life Group	5108	Bridgestone	2802	Ajinomoto		
6	8725	MS&AD Insurance Group Holdings	8630	Sompo Holdings	4543	Terumo		
7	5802	Sumitomo Electric Industries	6752	Panasonic Holdings	4452	Kao		
8	285A	Kioxia Holdings	4901	Fujifilm Holdings	7013	IHI		
9	5108	Bridgestone	6902	Denso	6988	Nitto Denko		
10	8630	Sompo Holdings	5802	Sumitomo Electric Industries	7832	Bandai Namco Holdings		
Small Core			Small Core Value			Small Core Growth		
1	6269	Modec	2282	NH Foods	6269	Modec		
2	2282	NH Foods	1808	Haseko	4186	Tokyo Ohka Kogyo		
3	1808	Haseko	7459	Medipal Holdings	3038	Kobe Bussan		
4	4186	Tokyo Ohka Kogyo	4676	Fuji Media Holdings	7003	Mitsui E&S		
5	3288	Open House Group	9007	Odakyu Electric Railway	4980	Dexerials		
6	3038	Kobe Bussan	8227	Shimamura	2501	Sapporo Holdings		
7	2897	Nissin Foods Holdings	5105	Toyo Tire	4716	Oracle Japan		
8	7003	Mitsui E&S	9001	Tobu Railway	8056	Biprogy		
9	4536	Santen Pharmaceutical	9401	TBS Holdings	1942	Kandenko		
10	7459	Medipal Holdings	9023	Tokyo Metro	3769	GMO Payment Gateway		
Micro			Micro Value			Micro Growth		
1	1949	Sumitomo Densetsu	7389	Aichi Financial Group	1949	Sumitomo Densetsu		
2	1885	Toa	8522	The Bank of Nagoya	3186	Nextage		
3	7389	Aichi Financial Group	4547	Kissei Pharmaceutical	9436	Okinawa Cellular Telephone		
4	6013	Takuma	8616	Tokai Tokyo Financial Holdings	6315	Towa		
5	8522	The Bank of Nagoya	9948	Arcs	9418	U-Next Holdings		
6	4547	Kissei Pharmaceutical	5703	Nippon Light Metal Holdings	7740	Tamron		
7	8616	Tokai Tokyo Financial Holdings	2270	Megmilk Snow Brand	7564	Workman		
8	9948	Arcs	8386	The Hyakujushi Bank	4483	JMDC		
9	5703	Nippon Light Metal Holdings	7864	Fuji Seal International	6727	Wacom		
10	2270	Megmilk Snow Brand	5232	Sumitomo Osaka Cement	4966	C Uyemura		
Prime			Prime Value			Prime Growth		
1	6758	Sony Group	8306	Mitsubishi UFJ Financial Group	6758	Sony Group		
2	8306	Mitsubishi UFJ Financial Group	7203	Toyota Motor	6501	Hitachi		
3	6501	Hitachi	8316	Sumitomo Mitsui Financial Group	9984	SoftBank Group		
4	7203	Toyota Motor	8411	Mizuho Financial Group	6857	Advantest		
5	9984	SoftBank Group	8031	Mitsui & Co	7974	Nintendo		
6	8316	Sumitomo Mitsui Financial Group	8058	Mitsubishi Corp	8035	Tokyo Electron		
7	6857	Advantest	9432	NTT	7011	Mitsubishi Heavy Industries		
8	7974	Nintendo	4502	Takeda Pharmaceutical	6098	Recruit Holdings		
9	8035	Tokyo Electron	7267	Honda Motor	6861	Keyence		
10	8058	Mitsubishi Corp	8053	Sumitomo	8001	Itochu		

Note: As of 19 Nov 2025, the date of determination for the regular reconstitution  
Source: NFRG

## 4. Performance Analysis

### 4.1 Annual returns

Fig. 8: Annual returns on individual indexes

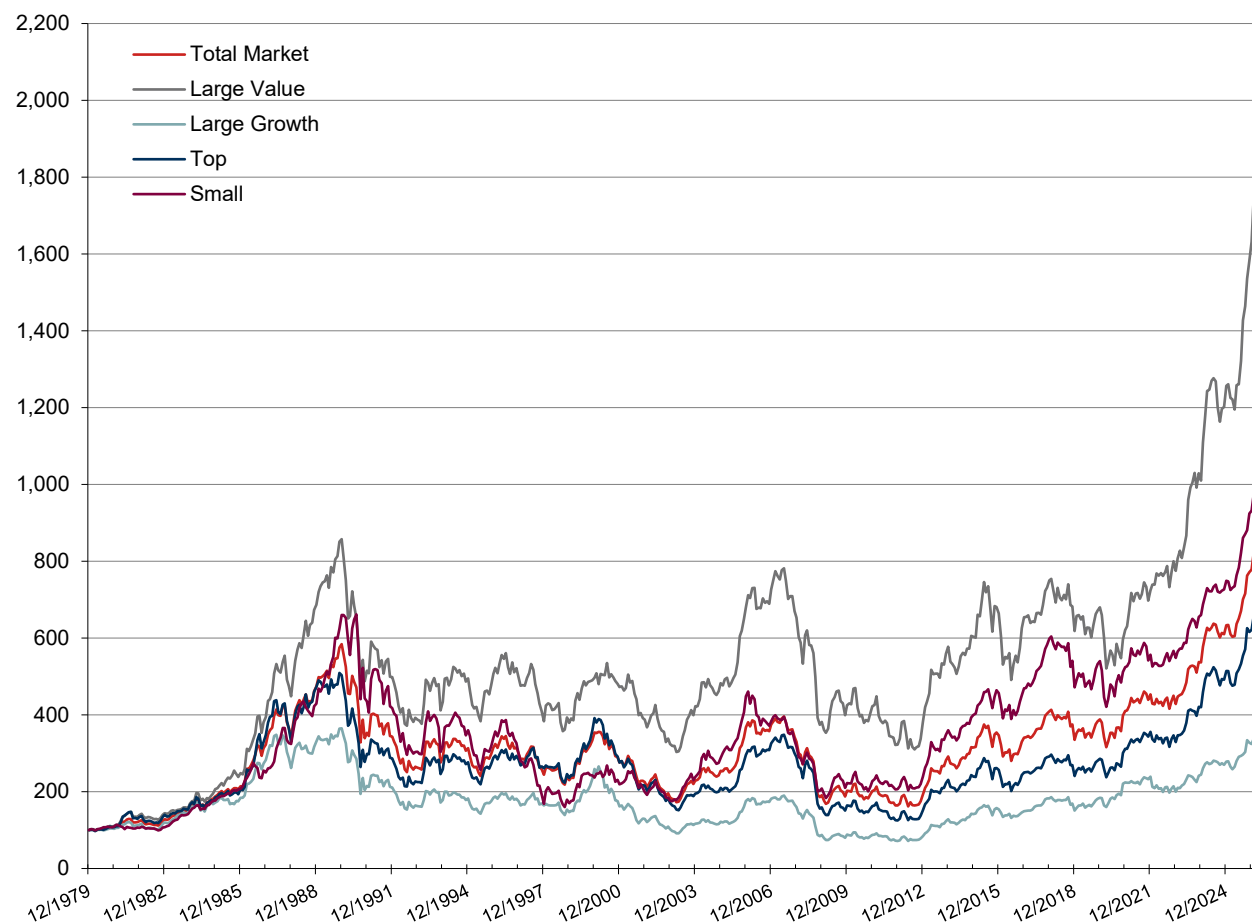
Index	Excluding dividends					Including dividends				
	1 yr	2 yrs	5 yrs	10 yrs	Jan 2001–	1 yr	2 yrs	5 yrs	10 yrs	Jan 2001–
Total Market	32.77%	13.10%	12.55%	10.22%	4.31%	35.84%	15.82%	15.28%	12.81%	6.32%
Value	41.83%	18.57%	18.72%	11.92%	5.79%	45.96%	22.22%	22.46%	15.28%	8.20%
Growth	23.67%	7.54%	6.71%	8.42%	2.71%	25.70%	9.36%	8.51%	10.25%	4.33%
Large	32.98%	12.81%	12.80%	10.45%	4.00%	35.96%	15.45%	15.51%	13.04%	6.01%
Large Value	42.37%	18.25%	19.36%	12.19%	5.29%	46.44%	21.86%	23.14%	15.63%	7.72%
Large Growth	24.59%	7.85%	7.19%	8.79%	2.77%	26.60%	9.63%	8.98%	10.63%	4.41%
Top	31.64%	11.11%	13.31%	11.04%	3.31%	34.48%	13.61%	15.91%	13.71%	5.40%
Top Value	48.40%	20.07%	22.43%	14.10%	4.94%	52.71%	23.78%	26.21%	17.71%	7.47%
Top Growth	22.41%	5.78%	7.20%	9.14%	2.25%	24.37%	7.53%	9.00%	11.09%	4.01%
Mid	34.03%	15.11%	12.01%	9.58%	5.01%	37.19%	17.96%	14.87%	12.06%	6.90%
Mid Value	36.59%	16.59%	15.97%	9.85%	5.63%	40.43%	20.10%	19.76%	13.05%	7.91%
Mid Growth	29.45%	12.60%	7.51%	8.44%	3.64%	31.55%	14.49%	9.29%	10.12%	5.10%
Mid-Small	33.35%	15.01%	11.68%	9.34%	5.33%	36.64%	17.96%	14.55%	11.84%	7.25%
Mid-Small Value	37.70%	17.72%	15.91%	10.15%	6.39%	41.69%	21.32%	19.62%	13.29%	8.67%
Mid-Small Growth	25.72%	10.46%	6.20%	7.62%	3.28%	27.86%	12.40%	7.99%	9.32%	4.73%
Small	31.66%	14.80%	10.90%	8.80%	6.04%	35.24%	17.97%	13.81%	11.33%	8.05%
Small Value	39.69%	20.05%	15.83%	10.63%	7.62%	44.00%	23.86%	19.40%	13.66%	9.91%
Small Growth	16.14%	4.95%	2.71%	5.25%	2.38%	18.39%	7.01%	4.52%	6.96%	3.84%
Small Core	31.30%	15.26%	10.88%	8.68%	5.76%	34.70%	18.30%	13.69%	11.17%	7.72%
Small Core Value	39.69%	20.03%	15.81%	10.59%	7.34%	43.82%	23.70%	19.29%	13.57%	9.58%
Small Core Growth	16.19%	6.66%	3.50%	5.36%	2.45%	18.35%	8.69%	5.30%	7.10%	3.93%
Micro	32.48%	14.01%	10.96%	9.06%	6.53%	36.47%	17.45%	14.07%	11.69%	8.62%
Micro Value	39.65%	20.15%	15.93%	10.76%	8.06%	44.35%	24.24%	19.67%	13.88%	10.45%
Micro Growth	16.22%	1.10%	0.70%	4.86%	2.11%	18.70%	3.22%	2.52%	6.52%	3.51%
Prime	32.83%	13.13%	12.57%	10.25%	4.26%	35.89%	15.83%	15.31%	12.83%	6.27%
Prime Value	41.98%	18.60%	18.80%	11.95%	5.71%	46.09%	22.24%	22.54%	15.32%	8.11%
Prime Growth	23.74%	7.62%	6.77%	8.47%	2.73%	25.76%	9.43%	8.57%	10.30%	4.35%

Note: As of end-Mar 2026. The annualized geometric average return (yen-based)

Source: NFRC

## 4.2 Performance

**Fig. 9: Index performance**



Note: Shows monthly index values (yen basis, excluding dividends) in Dec 1979–Mar 2026, rebased so that end-Dec 1979 = 100.  
Source: NFRC

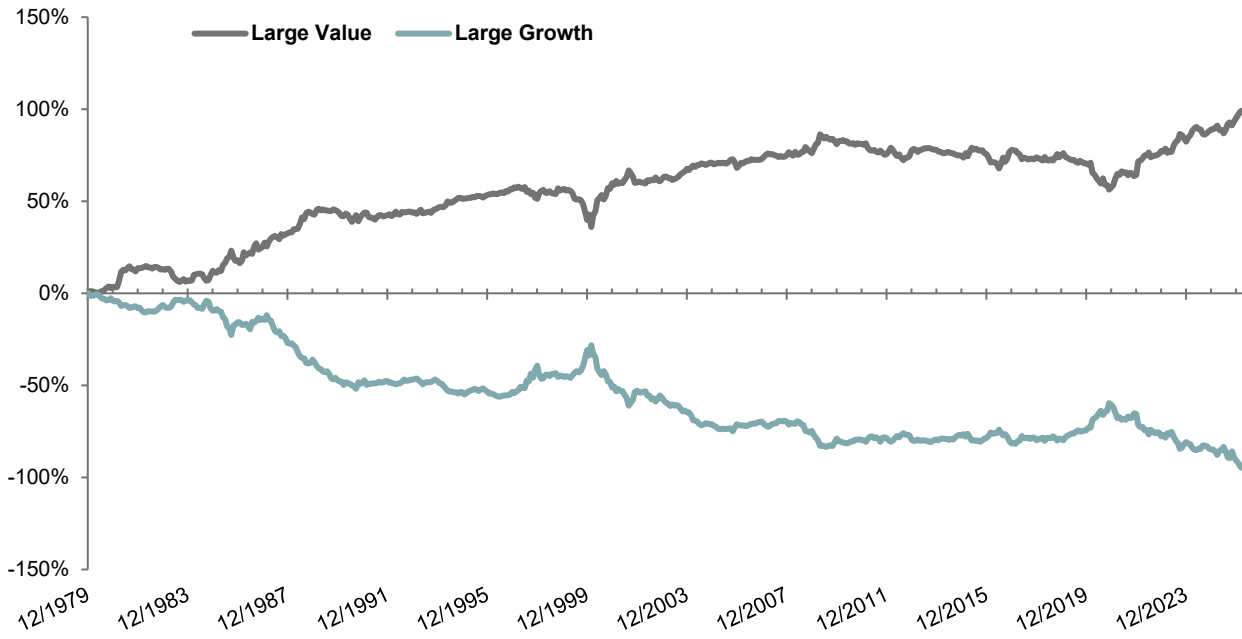
**Fig. 10: Average returns and standard deviation**

	Average return	Standard deviation	Average return/Standard deviation
Total Market	6.04%	17.44%	0.35
Large Value	7.92%	18.57%	0.43
Large Growth	4.22%	18.30%	0.23
Top	5.76%	18.87%	0.31
Small	6.59%	18.33%	0.36

Note: Based on monthly returns (yen basis, excluding dividends) in Jan 1980–Mar 2026. Average return and standard deviation are annualized.  
Source: NFRC

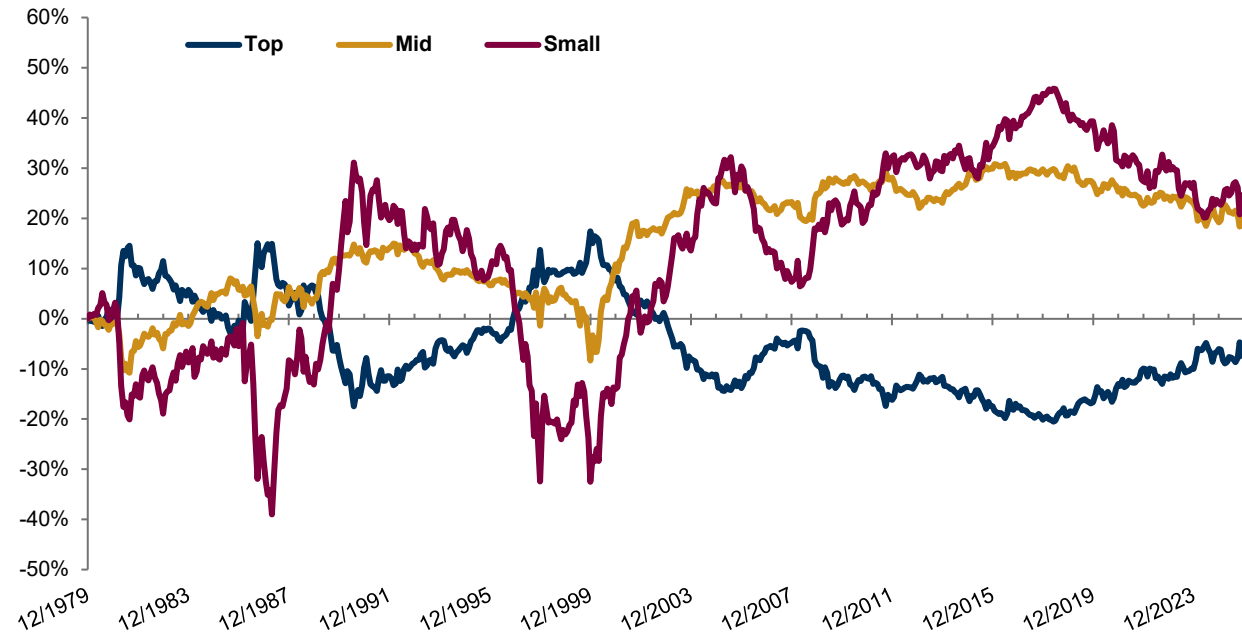
### 4.3 Relative performance of style indexes

Fig. 11: Cumulative excess returns on Large Value and Large Growth indexes



Note: Shows cumulative excess monthly returns (including dividends) on each index versus the Russell/Nomura Total Market Index, Jan 1980–Mar 2026.  
Source: NFRC

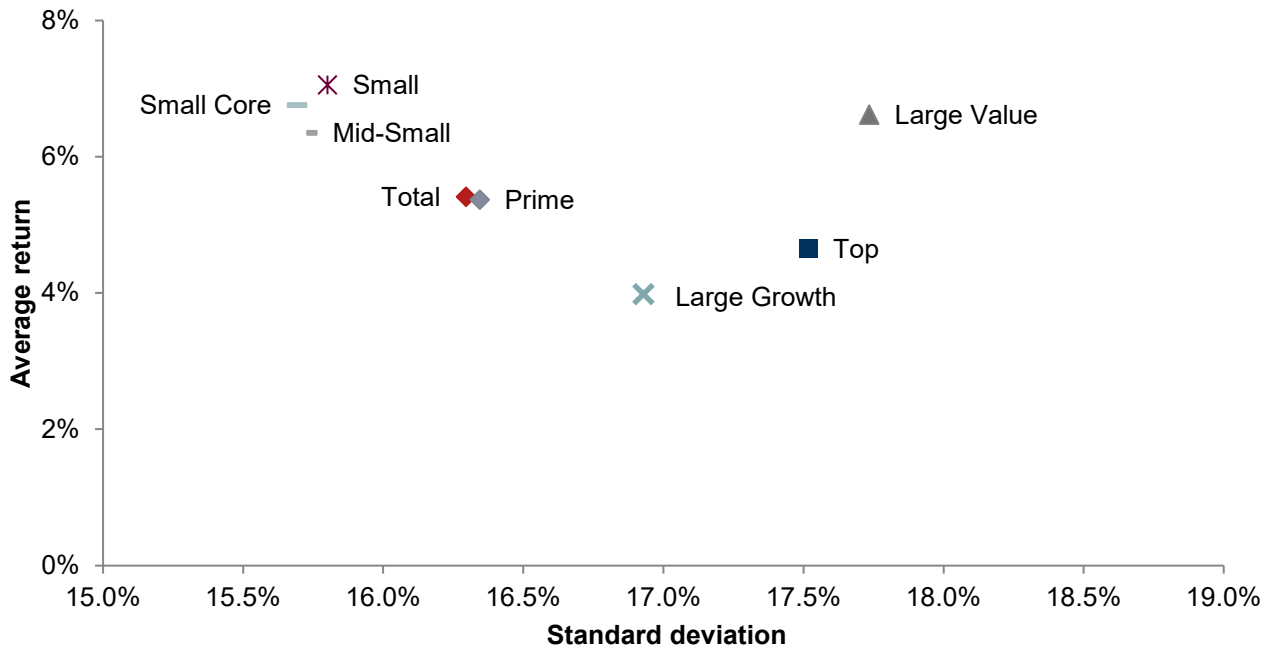
Fig. 12: Cumulative excess returns on size-based indexes



Note: Shows cumulative excess monthly returns (including dividends) on each index versus the Russell/Nomura Total Market Index, Jan 1980–Mar 2026.  
Source: NFRC

#### 4.4 Risk-return characteristics of individual indexes

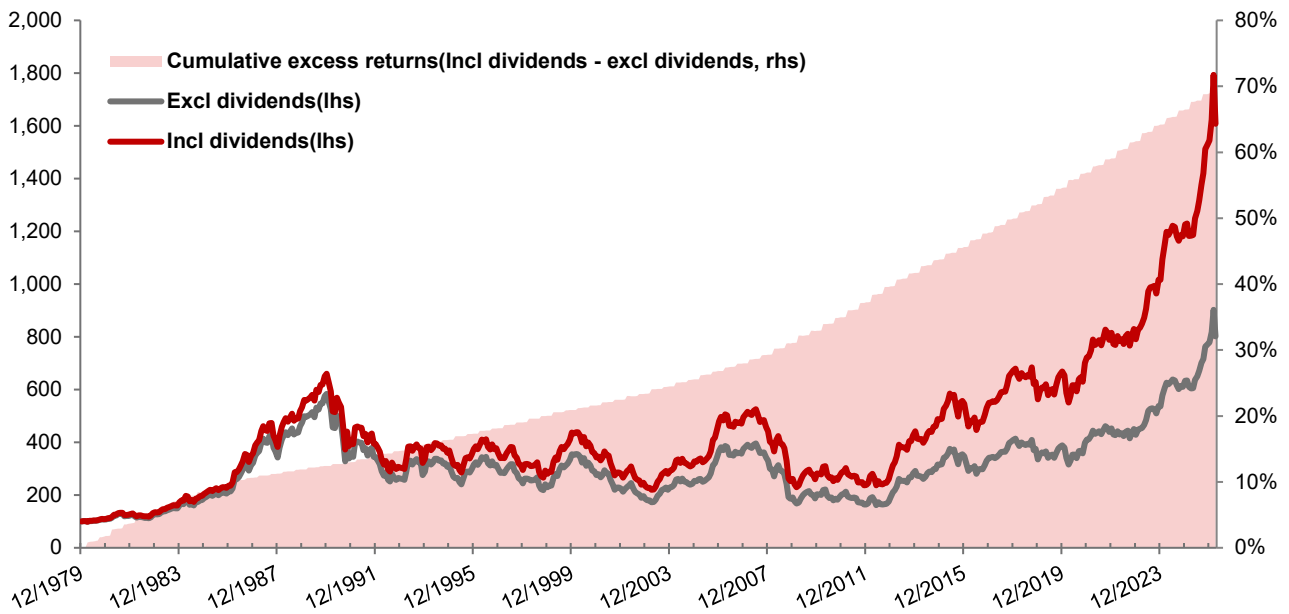
Fig. 13: Average return and standard deviation of individual indexes



Note: Shows average returns and standard deviation on annualized basis, calculated from monthly returns (excluding dividends) in Jan 2001–Mar 2026. Source: NFRC

#### 4.5 Impact of dividends

Fig. 14: Impact of dividends on performance of Russell/Nomura Total Market Index



Note: Shows monthly values of Russell/Nomura Total Market Index in Dec 1979–Mar 2026, rebased so that end-Dec 1979 = 100. Cumulative excess returns are the sum of index returns (including dividends) in excess of index returns (excluding dividends). Source: NFRC

## 5. Index Investability

### 5.1 Turnover ratios as of regular reconstitutions

Fig. 15: Turnover ratios at time of regular reconstitutions

Date (yyyy/mm)	Total		Large	Small	Prime	
	Value	Growth				
1981/01	2.4%	11.2%	12.9%	3.5%	13.1%	—
1982/01	2.1%	15.7%	17.8%	3.1%	12.1%	—
1983/01	2.1%	15.2%	15.1%	3.1%	13.5%	—
1984/01	2.6%	14.2%	15.6%	4.3%	16.2%	—
1985/01	2.9%	16.3%	19.1%	4.1%	17.5%	—
1986/01	3.7%	15.6%	16.7%	4.8%	16.2%	—
1987/01	2.3%	17.5%	17.7%	3.3%	18.4%	—
1988/01	3.5%	12.4%	16.9%	5.1%	16.8%	—
1989/01	3.7%	17.1%	22.1%	4.9%	15.8%	—
1990/01	3.0%	15.9%	18.2%	7.2%	27.3%	—
1991/01	3.4%	19.0%	20.8%	4.6%	20.9%	—
1992/01	1.9%	13.1%	13.5%	3.1%	13.6%	—
1993/01	1.9%	12.0%	12.8%	3.2%	13.3%	—
1994/01	1.5%	11.7%	12.2%	2.6%	12.0%	—
1995/01	3.3%	13.6%	17.0%	4.0%	15.4%	—
1996/01	2.2%	13.1%	13.6%	2.5%	9.8%	—
1997/01	2.2%	18.0%	19.2%	2.3%	10.7%	—
1998/01	1.4%	18.4%	14.8%	2.5%	16.6%	1.4%
1999/01	3.1%	12.9%	14.2%	4.1%	12.3%	3.0%
2000/01	3.4%	31.3%	25.5%	5.4%	31.8%	3.5%
2001/01	2.8%	18.6%	21.3%	3.8%	18.3%	2.7%
2002/02	2.5%	16.7%	16.2%	7.6%	43.0%	2.4%
2002/12	3.3%	15.5%	13.5%	4.7%	15.8%	2.2%
2003/12	2.5%	19.6%	20.7%	4.6%	20.2%	2.1%
2004/12	3.5%	17.5%	20.9%	4.9%	18.9%	3.4%
2005/12	3.2%	21.0%	22.8%	3.8%	15.8%	3.1%
2006/12	2.5%	18.6%	17.6%	3.1%	16.4%	2.5%
2007/12	1.8%	20.5%	20.8%	3.5%	18.8%	1.7%
2008/12	1.6%	29.3%	31.7%	3.8%	17.6%	1.7%
2009/12	1.6%	26.8%	26.5%	4.2%	21.6%	1.5%
2010/12	1.8%	14.5%	14.6%	3.1%	15.8%	1.8%
2011/12	1.6%	16.2%	15.7%	4.6%	20.6%	1.5%
2012/12	1.9%	13.2%	11.7%	2.7%	11.9%	1.7%
2013/12	1.6%	16.1%	16.5%	3.2%	20.1%	1.7%
2014/12	1.7%	11.9%	11.7%	3.9%	19.0%	1.5%
2015/12	1.7%	13.1%	13.3%	2.7%	12.2%	1.7%
2016/11	1.3%	14.6%	13.9%	2.3%	12.9%	1.1%
2017/11	1.6%	9.2%	9.7%	2.2%	9.9%	1.5%
2018/11	1.8%	12.5%	12.2%	2.8%	10.9%	1.8%
2019/11	2.0%	11.8%	10.8%	2.7%	9.1%	2.0%
2020/11	2.1%	16.8%	16.9%	3.1%	12.4%	2.2%
2021/11	1.7%	11.0%	11.7%	3.6%	18.4%	1.7%
2022/11	1.3%	10.9%	11.0%	2.2%	9.7%	1.3%
2023/11	1.6%	10.6%	10.3%	2.3%	10.1%	1.6%
2024/11	1.4%	12.4%	12.1%	3.2%	17.6%	1.4%
2025/11	2.0%	11.5%	13.4%	3.0%	10.6%	1.9%
Average	2.3%	15.8%	16.4%	3.7%	16.4%	2.0%

Note: Turnover ratio is  $[\Sigma | \text{market cap weighting before reconstitution} - \text{market cap weighting after reconstitution} | / 2]$ , based on share price on business day before regular reconstitution. The figures thus show one-way turnover for an index fund constructed using the full replication approach. A change in all of the constituent stocks would give a turnover ratio of 100%.

Source: NFRC

## 5.2 Estimated number of days' impact in the case of regular reconstitutions

Fig. 16 shows the estimated number of days' impact in the case of regular reconstitutions for passive funds that track each index using the full replication approach. The higher the turnover ratio on the date of the regular reconstitution, and the greater the number of stocks with low liquidity that are added, the greater the number of days' impact.

**Fig. 16: No. of days' impact in case of regular reconstitutions**

Index	Number of days of impact Maximum	Turnover ratio (one-way)	Index market cap (¥trn)	Number of stocks				
				Before	After	Change	OUT	IN
Total Market	1	1.9%	807	1,278	1,300	22	57	81
Value	2	12.0%	404	982	1,026	44	63	109
Growth	1	13.5%	403	648	613	-35	129	96
Large	1	2.9%	686	251	250	-1	19	18
Large Value	1	13.8%	323	178	178	0	23	23
Large Growth	1	13.8%	363	157	143	-14	34	20
Top	1	9.9%	389	51	40	-11	12	1
Top Value	1	28.6%	137	33	22	-11	12	1
Top Growth	1	15.5%	253	40	33	-7	10	3
Mid	1	18.3%	297	200	210	10	20	30
Mid Value	1	23.4%	187	145	156	11	21	32
Mid Growth	1	24.3%	110	117	110	-7	31	24
Mid-Small	2	11.6%	418	1,227	1,260	33	58	93
Mid-Small Value	2	17.4%	268	949	1,004	55	61	118
Mid-Small Growth	1	20.7%	150	608	580	-28	126	100
Small	4	10.8%	121	1,027	1,050	23	73	98
Small Value	6	16.4%	81	804	848	44	66	112
Small Growth	3	24.5%	40	491	470	-21	109	90
Small Core	1	17.7%	84	344	350	6	49	56
Small Core Value	2	21.8%	55	258	272	14	38	53
Small Core Growth	2	30.3%	29	177	183	6	41	48
Micro	11	17.9%	37	683	700	17	91	109
Micro Value	16	21.0%	26	546	576	30	71	102
Micro Growth	8	32.0%	10	314	287	-27	96	70
Prime	1	1.8%	797	983	1,000	17	14	33
Prime Value	1	12.0%	397	745	782	37	33	72
Prime Growth	1	13.3%	400	518	495	-23	81	60

Note: Based on constituent stocks as of regular reconstitution in Nov 2025. Market cap data as of 19 Nov 2025. We estimated the number of days' impact (maximum) for each index as the number of days required for a scheduled reconstitution of a ¥100bn passive fund that tracks the index using the full replication approach, based on  $[\max(\frac{\text{market cap before reconstitution} - \text{market cap after reconstitution}}{\text{average daily trading value}})]$ . Average daily trading value is the average over the past year to 15 Oct 2025, the date of determination for the regular reconstitution of the Russell/Nomura Japan Equity Indexes. Turnover ratio is  $[\frac{\text{market cap weighting before reconstitution} - \text{market cap weighting after reconstitution}}{2}]$ .

Source: NFRIC

### 5.3 Estimating number of days of impact and minimum unit of investment when a fund is established

Fig. 17 shows the minimum unit of investment and number of days of impact when passive funds are established that track indices using the full replication approach.

The minimum unit of investment is calculated as shown below. Our calculation assumes at least 50% of shares in a stock trading unit are included, as we round up for incomplete trading units.

$$\text{Minimum unit of investment} = \max_{i=1\dots n} \left\{ \frac{\text{trading unit } i \times 50\% \times \text{transaction price } i}{\text{index weighting } i} \right\}$$

Here, the notation "n" represents the number of stocks in the index and the notation "i" indicates the i<sup>th</sup> stock in the index.

As the minimum unit of investment is calculated by dividing the minimum investment amount for each constituent stock by its weighting, the smaller the minimum investment amount for the constituent stock, or the larger its weighting, the smaller the minimum unit of investment will be. The method for calculating the number of impact days is the same as in 5.2.

**Fig. 17: Number of days of impact and minimum unit of investment when a fund is established**

Index	Number of days' impact (Maximum)	Minimum unit of investment (¥100mn)	Index market cap (¥trn)	Number of stocks
Total Market	1	280	807	1,300
Value	2	350	404	1,026
Growth	1	719	403	613
Large	1	17	686	250
Large Value	1	44	323	178
Large Growth	1	18	363	143
Top	1	2	389	40
Top Value	1	1	137	22
Top Growth	1	1	253	33
Mid	1	7	297	210
Mid Value	1	25	187	156
Mid Growth	1	5	110	110
Mid-Small	2	145	418	1,260
Mid-Small Value	2	232	268	1,004
Mid-Small Growth	2	268	150	580
Small	4	42	121	1,050
Small Value	6	70	81	848
Small Growth	7	71	40	470
Small Core	1	5	84	350
Small Core Value	2	19	55	272
Small Core Growth	2	10	29	183
Micro	12	13	37	700
Micro Value	16	23	26	576
Micro Growth	23	19	10	287
Prime	1	206	797	1,000
Prime Value	1	205	397	782
Prime Growth	1	714	400	495

Note: Based on constituent stocks as of regular reconstitution in Nov 2025. Market cap data as of 19 Nov 2025. We estimated the number of days' impact (maximum) for each index as the number of days required for an establishment of a ¥100bn passive fund that tracks the index using the full replication approach, based on [max (market cap / average daily trading value)]. Average daily trading value is the average over the past year to 15 Oct 2025, the date of determination for the regular reconstitution of the Russell/Nomura Japan Equity Indexes.

## 6. Data Publication Services

Data for the Russell/Nomura Japan Equity Indexes can be obtained via the following channels.<sup>2</sup>

---

Index values are published in the following media:

- Bloomberg (RNJI)
- Jiji (RNSI/12400, RNSIIDV/12400)
- QUICK (NRIJ500–503, 510–517)
- LSEG (FRCNRI01, FRCNRI02, FRCNRI03, FRCNRI04, .JRNP, .JRNS)
- Website (<https://www.nfrc.co.jp/SMI/en/frcnri/index.html>)

---

### More detailed data

More detailed data on index values and individual stock information can be obtained through Nomura Research Institute services e-Aurora and IDS.

For information, contact:

Nomura Research Institute Investment  
Information Systems Business Department  
E-mail: [ids-sales@nri.co.jp](mailto:ids-sales@nri.co.jp)

---

### Other reports

Russell/Nomura Japan Equity Indexes rulebook

Russell/Nomura Japan Equity Indexes - Performance summary (monthly reports)

---

---

<sup>2</sup> Published data are all for reference only.

# Disclaimer

The intellectual property rights and any other rights in Russell/Nomura Japan Index belong to Nomura Fiduciary Research & Consulting Co., Ltd. ("NFRC") and FTSE Russell.

NFRC and FTSE Russell do not guarantee accuracy, completeness, reliability, usefulness, marketability, merchantability and fitness of the Index, and do not account for business activities or services that any index user and/or its affiliates undertakes with the use of the Index.

Publication of the index could be delayed or canceled if a computer malfunction, natural disaster, or other unavoidable event affects the index calculation process. Please read "About The Index License" before using the indexes, regardless of the channel through which indexes/data is acquired (NFRC website, services via information vendors, etc).

"About The Index License"

<https://www.nfrc.co.jp/SMI/en/indexlicense.html>

- This material has been prepared by Nomura Fiduciary Research & Consulting Co., Ltd. (NFRC) for information purposes only.
- All opinions and/or predictions contained in this material are based on the determination of NFRC at the time this material was prepared and are subject to change without notice. We do not provide any guarantee or assurance that opinions contained in this material relating to future predictions will actually take place. Some part of the content of this material is based on various information available to NFRC which NFRC determined to be reliable. However, NFRC does not guarantee the accuracy of such information, and there is a possibility that such information was summarized and imperfect. The past investment performance is not indicative of the future results.
- This material is not intended as an investment solicitation or an investment advice in connection with any particular security transaction.
- If a customer invests in an investment product that uses a market benchmark developed and provided by NFRC, a portion of the fees for the use of such benchmark may be directly or indirectly attributed to NFRC. For details, please visit the following website. Securities Market Benchmarks  
<https://www.nfrc.co.jp/SMI/en/>
- This material may only be used by the customer to whom it was distributed. This material is the copyrighted work of NFRC and you may not copy, transmit or redistribute this material, in whole or in part, without the prior written consent of NFRC.

Nomura Fiduciary Research & Consulting Co., Ltd.

Registration Number: Director-General of the Kanto Local Financial Bureau (Finance & Commerce)

Registration No.451

Membership: Investment Management Association of Japan No. 011-00961