

Calculation of Russell/Nomura Japan Indexes in relation to the scheduled spin-off by KOSHIDAKA HOLDINGS Co., LTD. (2157)

Feb. 13, 2020

In relation to the corporate spin-off scheduled by KOSHIDAKA HOLDINGS Co., LTD. (2157; hereinafter “Koshidaka HD”), Russell/Nomura Japan Indexes will be calculated as follows.

1. The outline of the spin-off

Koshidaka HD will separate its wholly owned subsidiary Curves HOLDINGS Co., LTD. (7085; hereinafter “Curves HD”) by means of stock distribution spin-off. There will be no capital relationship between Koshidaka HD and Curves HD once the spin-off is conducted.

The stock of Curves HD, the spun-off company, will be listed on Tokyo Stock Exchange.

Allotment Ratio	1:1 (1 share of Curves HD for 1 share of Koshidaka HD)
Ex-rights Date	Feb. 27, 2020 (Thu)
Record Date	Feb. 29, 2020 (Sat) * substantively, Feb. 28 (Fri)
Effective Date	Mar. 1, 2020 (Sun)
Listing Date (Curves HD)	Mar. 2, 2020 (Mon)

2. Calculation of Russell/Nomura Japan Indexes in relation to the spin-off

Curves HD (7085) will be added to Russell/Nomura Japan Indexes from March 2, 2020. Value/Growth probability, Size and the Stable Shareholding Ratio of Curves HD will be the same as those of Koshidaka HD as of March 2, 2020.¹

Koshidaka HD will continue to be a constituent of Russell/Nomura Japan Indexes. Please note that its Stable Shareholding Ratio will be temporarily changed only for February 27 and 28. Following formula is applied to calculate the temporary Stable Shareholding Ratio.^{2 3}

Stable Shareholding Ratio of Koshidaka HD for Feb. 27 and 28

$$= \left[1 - \frac{(\text{Total Market Cap included in the Index})_t}{(\text{No. of shares outstanding})_t \times \{(\text{Stock Price})_t - (\text{Public Offering Price of Curves HD})\}} \right] \times 100$$

Where:

Time t is at the market close of Feb 20, 2020.

The value is rounded off to 4 decimal places.

¹ Once details are confirmed, the addition of Curves HD will be announced on following URL.
<http://qr.nomuraholdings.com/QR/FRCNRI/constituents.html>

² Once the Stable Shareholding Ratio is confirmed, it will become available in the following URL.
http://qr.nomuraholdings.com/QR/FRCNRI/revision_SSR2020_e.csv

³ Depending on the stock price of Koshidaka HD and the public offering price of Curves HD, the temporary Stable Shareholding Ratio of Koshidaka HD may become negative (i.e. less than zero).

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