

2510

NEXT FUNDS

Japan Bond NOMURA-BPI Exchange Traded Fund

(Open-ended Investment Trust, Domestic, Bonds, ETF, Index Type)

NOMURA

NEXT FUNDS

Monthly Report

as of Sep-30-2026

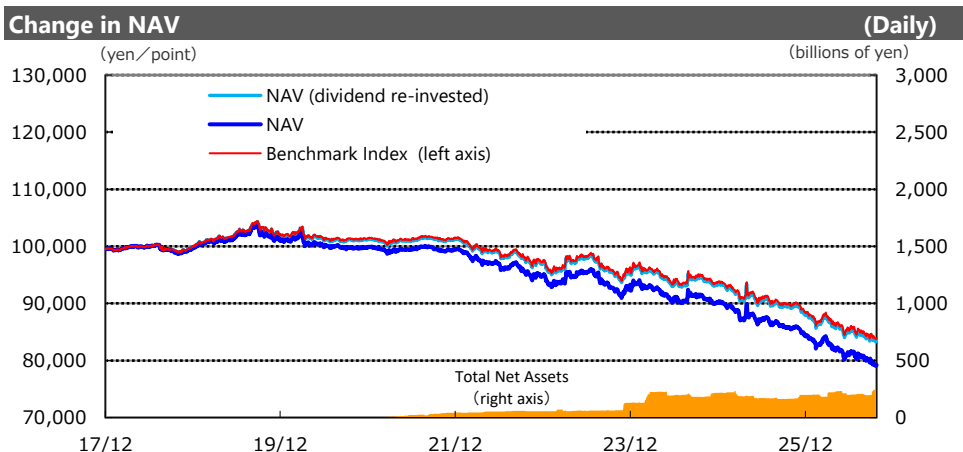
Objective of the Fund

The Fund aims at investment performance tracking the NOMURA-BPI (NOMURA-Bond Performance Index)(the benchmark Index).

NOMURA-BPI

NOMURA-BPI is the investment yield index published by Nomura Fiduciary Research & Consulting Co., Ltd., describing the trends of the whole market of publicly offered bonds bearing interest issued in Japan, and calculated based on the performance of the bond portfolio composed in accordance with certain inclusion criteria.

Performance History



Return	1 month	3 months	6 months	1 year	3 years	Since Incep.
NAV (dividend re-invested)	-0.4%	-1.9%	-3.0%	-6.8%	-12.4%	-16.1%
Benchmark Index	-0.5%	-1.9%	-3.0%	-6.7%	-12.2%	-15.7%

(Since Inception 12/7/2017)

• Value of the benchmark index is converted based on the NAV of the inception date.

• NAV and NAV(dividend re-invested) in above chart refer to NAV per 100 units.

• The price movement and return rate of the NAV (dividend re-invested) is calculated based on the Fund value after deduction of the management fee, and based on the assumption that the dividends before taxes are re-invested. Therefore, the actual performance of the Fund will vary depending upon the tax status of the investor. Also, expenses and taxes when liquidating the Fund are not considered.

• For each calculation period of the return rate, last business day of the month is used.

Fund Composition

Allocation by assets	(% of NAV)
JGBs	83.9%
Municipals	5.8%
Government guaranteed bonds	1.4%
Bank debentures	0.3%
Corporate bonds	6.5%
Yen-denom.foreign bonds	0.2%
MBS	1.0%
ABS	0.0%
Other bonds	-
Other assets	0.7%
Total (※)	100.0%

Portfolio Characteristics	
Average Current Yield	1.2%
Average Yield to Maturity	2.7%
Average Duration	7.6 years

• The above portfolio characteristics are calculated as the weighted averages of the individual characteristics (current yield, yield to maturity, and duration) of the bonds and other assets held by the fund (including cash and cash equivalents), weighted by their respective portfolio allocations.

• Duration: An indicator of the extent to which a bond's price changes when interest rates change by a given percentage.

Top 10 Holdings	(% of NAV)
JAPAN GOVERNMENT TWO YEAR BOND	2.6%
JAPAN GOVERNMENT TEN YEAR BOND	1.9%
JAPAN GOVERNMENT TEN YEAR BOND	1.6%
JAPAN GOVERNMENT FIVE YEAR BOND	1.5%
JAPAN GOVERNMENT FIVE YEAR BOND	1.5%
JAPAN GOVERNMENT TEN YEAR BOND	1.4%
JAPAN GOVERNMENT TEN YEAR BOND	1.3%
JAPAN GOVERNMENT FIVE YEAR BOND	1.3%
JAPAN GOVERNMENT FIVE YEAR BOND	1.2%
JAPAN GOVERNMENT TEN YEAR BOND	1.2%
Total	15.5%

※ If there are any futures positions, it does not count into the "Total". • % of NAV is calculated based on the mother fund in which this fund invests and the bonds held by this fund.
• Total of Asset Allocation may exceed 100% because of a discrepancy in the timing of accounting between additional subscriptions and underlying investments of the fund.

Please read the "Notifications" on the following page when utilizing this material.

Fund Profile

Inception Date :	Dec-7-2017
Listing Date :	Dec-11-2017
Stock Exchange :	TOKYO
Trust Term :	Unspecified
Board Lot :	10 units
Fiscal year end :	Mar-7,Sep-7
Bloomberg :	2510 JP <Equity>
ISIN :	JP3048610004
SEDOL :	BF2WR74 JP
PCF :	Available

Total Net Assets

¥243.5 bil.

NAV per 100 Units

¥79,199

Dividend(before Tax, per 100 units)

Sep-2026	¥430
Mar-2026	¥370
Sep-2025	¥370
Mar-2025	¥330
Sep-2024	¥340
Since Inception	¥4,850

• The dividend amount paid does not suggest or guarantee the future level of dividends.

• As a general rule, the full amount of dividends and other income* arising from the trust assets are distributed after deduction of expenses. However, the amount of dividends that are payable may in some circumstances amount to zero. Even if any profits are realized from the sale and purchase of individual securities, no dividends shall be paid.

* "Full amount of dividends and other income" includes interest income and other proceeds.

Asset Allocation

Bonds	99.3%
Other Assets	0.7%
(Index Futures)	-)

Number of Holdings :

1,888

■ Investment Risks

The NAV per unit of the Fund is subject to fluctuations in the prices of the securities in which the Fund invests. All profits and losses arising from the fund management are attributable to the investor.

The investor's principal is therefore not guaranteed. Investors may suffer losses due to a decline in the NAV per unit and investors could therefore experience a potential loss of principal. Factors causing the NAV per unit of the Fund to fluctuate include "bond price fluctuation risk", and other risk factors that are not limited to the aforementioned. Because of the risk characteristics, investment trusts including ETFs are fundamentally different from deposits and savings.

* For further details, please refer to the "Investment Risk" section in the prospectus.

■ Commissions and Fees Related to the Fund

Direct Expenses

(Expenses borne directly when dealing through the stock exchange)

Trading Fee:

Trading of the Fund incurs brokerage commission fees set by a first financial instruments business provider (securities firm) that handles the transaction.

(Expenses borne directly for creation or exchange of units)

Creation Fee: Set independently by the distributing company

Other expenses:

Subscription Price uses the amount of the NAV multiplied by a percentage no more than 100.02% (100.02% as of May 27, 2026). Therefore, in the event of subscription, the amount calculated by multiplying the NAV by a percentage no more than 0.02% (0.02% as of May 27, 2026), and from this amount determining the per unit amount, which in turn will be multiplied by the number of subscription units, shall be paid.

Redemption Fee (Amount to be Retained in Trust Assets):

In the event of liquidation, the amount calculated by multiplying the NAV by a percentage no more than 0.02% (0.02% as of May 27, 2026), and from this amount determining the per unit amount, which in turn will be multiplied by the number of liquidation units, shall be paid.

Redemption Fee: Set independently by the distributing company

*Trading fee, creation fee, and redemption fee above vary depending on the setting of the distributing companies, so details of rates and upper limits cannot be provided ahead of time.

Indirect Expenses Paid out of Trust Assets

Management Fee:

Total amount of the management fee is the sum of the following two items: (i) The amount calculated by multiplying the daily total net assets of the Fund by the Annual Trust Fee Rate, no more than 0.077% per annum (0.07% per annum, exclusive of taxes) (0.077% per annum (0.07% per annum, exclusive of taxes) as of May 27, 2026), (ii) When the Fund lends securities, the amount calculated by subtracting expenses for operations associated with such lending (if delegating to a third party) from an amount within 44% (40% exclusive of taxes) of the lending fee, which accrues on a daily basis.

Other Fees and Commissions:

Annual fees for use of trademarks pertaining to the Benchmark Index (as of May 27, 2026).

0.011% (0.01% exclusive of taxes) per year of the Fund's total net asset value.

Expenses pertaining to listing of the Fund (as of May 27, 2026)

• Additional listing fee: 0.00825% (0.0075% exclusive of taxes) of the amount of increase in value of the Fund's total net asset value at the time of the additional listing as compared with the larger of i) the total net asset value at the time of the initial listing; or ii) the largest of the total net asset values at the end of each year from the year of the initial listing up to the year immediately prior to the fee payment year.

• Annual listing fee: Maximum of 0.00825% (0.0075% exclusive of taxes) of the total net assets at year-end.

Brokerage Commission on Transactions in Portfolio Securities, Costs Paid to Auditors for Fund Audits, and Tax Related to the Fund, etc.

*These expenses and fees above are paid out of the trust assets when they are incurred.

(These expenses and fees vary according to management and other conditions, so details of rates and upper limits cannot be provided ahead of time.)

* Total fees and other expenses will vary according to how long an investor holds the Fund, so they cannot be estimated ahead of time. For further details, please refer to the "Fund Expenses and Taxes" section of the delivery prospectus.

■ About the copyright of the NOMURA-BPI

The intellectual property rights and any other rights in NOMURA-BPI belong to Nomura Fiduciary Research & Consulting Co., Ltd. Nomura Fiduciary Research & Consulting Co., Ltd. does not guarantee accuracy, completeness, reliability, usefulness, marketability, merchantability, and fitness of the Benchmark Index and does not account for investment performance of the Fund with the use of the Benchmark Index.

Management Company : Nomura Asset Management Co., Ltd.

(The party who instructs the management of the Fund)

Trustee : The Nomura Trust and Banking Co., Ltd.

(The party who acts as a custodian and administrator)

Notifications

The Fund invests in securities for which prices may fluctuate (in the case of foreign assets, the Fund may also involve foreign exchange risk), therefore the NAV may fluctuate. The investor's principal is therefore not guaranteed. All profits and losses arising from the management of the fund are attributable to the investor. Furthermore, all statements, figures, graphs, and other information included in this report are as of the date of this report and the contents of this report are not intended in any way to indicate or guarantee future investment results. This report was prepared by Nomura Asset Management Co., Ltd. for information purposes only. Investors wishing to subscribe to the creation of the Fund units, should please make sure that they have read and understood the contents of the prospectus and make an appropriate decision based on their own circumstances.