

Nomura Index Modification – USD Libor Interest Rate Swaps – Modification Notification

26 July 2022

Following a period of consultation conducted by Nomura International plc (“NIP”) as index administrator of the Nomura Indices set out below to replace index components that reference USD Libor linked Interest Rate Swaps with SOFR linked Overnight Index Swaps (the “Index Modification”), NIP as the index administrator will implement the Index Modification as of 1 Aug 2022. The change in underlying index positions from LIBOR linked Interest Swaps to Overnight Index Swaps will take effect starting from 1 August 2022

For further details please contact indexstructuring@nomura.com and/or refer to Nomura Index Modification – Stakeholder Consultation notifications on NIP’s QIS website dated 28 January 2022

Directly Affected Indices

| Bloomberg Ticker | Index name |
|-------------------------|---|
| NMFRUIB Index | Nomura US Investment Grade Beta Gross of Charges ER Index |
| NMFRUIBN Index | Nomura US Investment Grade Beta Net of Charges ER Index |
| NMFRUIBT Index | Nomura US Investment Grade Beta Gross of Charges TR Index |
| NMFRUIBM Index | Nomura US Investment Grade Beta Net of Charges TR Index |
| NMFRUGB Index | Nomura US Government Related Beta Gross of Charges ER Index |
| NMFRUGBN Index | Nomura US Government Related Beta Net of Charges ER Index |
| NMFRUGBT Index | Nomura US Government Related Beta Gross of Charges TR Index |
| NMFRUGBM Index | Nomura US Government Related Beta Net of Charges TR Index |
| NMFRUAB Index | Nomura US Aggregate Beta Gross of Charges ER Index |
| NMFRUABN Index | Nomura US Aggregate Beta Net of Charges ER Index |
| NMFRUABT Index | Nomura US Aggregate Beta Gross of Charges TR Index |
| NMFRUABM Index | Nomura US Aggregate Beta Net of Charges TR Index |
| NMFRUHB Index | Nomura US High Yield Beta Gross of Charges ER Index |
| NMFRUHV Index | Nomura US High Yield with iVRP Net of Charges Index |
| NMFRUHBN Index | Nomura US High Yield Beta Net of Charges ER Index |
| NMFRUHBT Index | Nomura US High Yield Beta Gross of Charges TR Index |
| NMFRUHBM Index | Nomura US High Yield Beta Net of Charges TR Index |

Indirectly Affected Indices

| Bloomberg Ticker | Index name |
|------------------|---|
| NMFRGHTE Index | Nomura Global High Yield with Trend Net of Charges Index in EUR |

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- Uncovered call writing: The risk of selling an uncovered call is unlimited and may result in losses significantly greater than the premium received.
- Uncovered put writing: The risk of selling an uncovered put is significant and may result in losses significantly greater than the premium received.
- Call or put vertical spread purchasing (same expiration month for both options): The basic risk of effecting a long spread transaction is limited to the premium paid when the position is established.
- Call or put vertical spread writing (same expiration month for both options): The basic risk of effecting a short spread transaction is limited to the difference between the strike prices less the amount received in premiums.
- Call or put calendar spread purchasing (different expiration months & short must expire prior to the long): The basic risk of effecting a long calendar spread transaction is limited to the premium paid when the position is established.

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