

234A

Global X MSCI Japan Cash Flow Kings ETF

As of 9/30/2024



FUND OBJECTIVE

The Global X MSCI Japan Cash Flow Kings ETF seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of the MSCI Japan IMI High Free Cash Flow Yield 50 Select Index.

KEY FEATURES



Free Cash Flow

Free cash flow is calculated by subtracting capital expenditures from operating cash flow. A company with plenty of free cash flow is likely to be in a strong position for investment in growth, shareholder return policies, and debt repayment.



Access to Value Stocks

Free cash flow yield is defined as a company's free cash flow per share divided by its share price.

A company with a high free cash flow yield and plenty of free cash flow is likely to have a value-priced share.



ETF Efficiency

In a single trade, the Global X MSCI Japan Cash Flow Kings ETF delivers access to various Japanese companies with high free cash flow yield.

FUND DETAILS

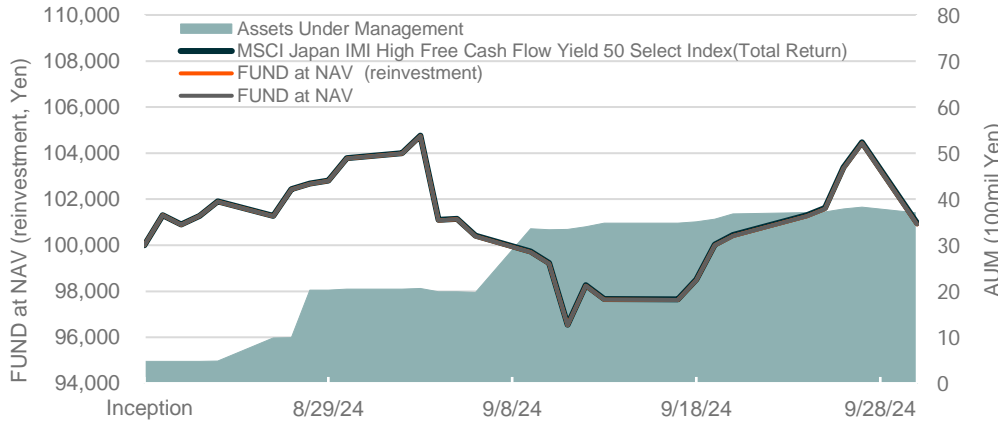
| | |
|-------------------------|--|
| Inception Date | 8/20/24 |
| Underlying Index | MSCI Japan IMI High Free Cash Flow Yield 50 Select Index |
| Number of Holdings | 50 |
| Assets Under Management | ¥ 36.98(100mil) |
| NAV (per 100 units) | ¥ 100.908 |
| Management Fee | 0.3025%per annum (0.275% before tax) |
| Distribution Frequency | Semi-Annually |
| Closing date | 2/24,8/24 |

TRADING DETAILS

| | |
|-----------------------|----------------------|
| Securities code | 234A |
| ISIN | JP3050500002 |
| Exchange | Tokyo Stock Exchange |
| Bloomberg INAV Ticker | 234AJPIV |
| Index Ticker | GL757759 |

ASSETS UNDER MANAGEMENT / FUND PERFORMANCE CHART

(8/20/2024~9/30/2024)



PREVIOUS 12-PERIODS DISTRIBUTIONS

per 100 units, before taxes (Yen)

| | |
|---|----------|
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| | |
| Total Distribution Since Inception | 0 |

PERFORMANCE

| | One Month | Year to Date | One Year | Three Year | Since Inception |
|---|-----------|--------------|----------|------------|-----------------|
| FUND at NAV | -2.75 % | ----- | ----- | ----- | +0.91 % |
| FUND at NAV (reinvestment) | -2.75 % | ----- | ----- | ----- | +0.91 % |
| MSCI Japan IMI High Free Cash Flow Yield 50 Select Index (Total Return) | -2.71 % | ----- | ----- | ----- | +0.96 % |

TOP 10 HOLDINGS

| | | % of AUM | |
|------------------------------|-------|------------------------------|-------|
| | | Total : 45.70% | |
| KDDI CORP | 5.60% | RAKUTEN GROUP INC | 4.38% |
| ENEOS HOLDINGS INC | 5.08% | TOYOTA TSUSHO CORP | 4.30% |
| MITSUI OSK LINES LTD | 5.02% | INPEX CORP | 4.23% |
| NIPPON STEEL CORP | 4.93% | MITSUBISHI CHEMICAL GROUP CO | 3.93% |
| KANSAI ELECTRIC POWER CO INC | 4.42% | TOKYO GAS CO LTD | 3.80% |

Fund performance assumes that dividends (before taxes) are reinvested in the fund. NAV value is calculated after deducting trust fees. In the graph, the value of (MSCI Japan IMI High Free Cash Flow Yield 50 Select Index) is modified to match the fund NAV at the time of inception. The performance data quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than their original cost. High short term performance of the fund is unusual and investors should not expect such performance to be repeated.

GLOBAL X

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Sanno Park Tower 21F, 2-11-1, Nagatacho, Chiyoda-ku, Tokyo



INDUSTRY BREAKDOWN

% of AUM



| | |
|-------------------------------|--------|
| ● Electric Power & Gas | 13.90% |
| ● Oil & Coal Products | 9.54% |
| ● Transportation Equipment | 8.86% |
| ● Wholesale Trade | 8.70% |
| ● Services | 5.90% |
| ● Iron & Steel | 5.82% |
| ● Information & Communication | 5.60% |
| ● Machinery | 5.30% |
| ● Marine Transportation | 5.02% |
| ● Others* | 31.37% |

*Others include cash and cash equivalents.

Concept & Key Points

1. Invests in 50 high FCF yield stocks, focusing on free cash flow yield

2. Focus on companies with potential for future growth and shareholder returns

3. Stable performance relative to TOPIX & other similar indices

4. Reconstitution and rebalancing twice a year (May & November)

Index construction process

Universe: MSCI Japan IMI Index

The MSCI Japan IMI index is an index of large, medium and small cap stocks listed in Japan, covering approximately 99% of the Japanese equity market.

Screening

After selecting the top 500 stocks by free float -adjusted market cap, screening is conducted as follows:

- Remove stocks with annualized average daily trading value for the past 3 months under 126Bil JPY*¹
 - Remove stocks that are negative in FCF yield
 - Remove Financial and Real Estate sectors*²

*1 Average daily trading value of about approx. 500mil JPY.

*2 Financial sector excluded because the definition of cash flow differs from that of other industries and comparison is difficult. Real Estate sector includes REITs and is therefore also excluded.

Portfolio Candidates

Selection of portfolio constituents

Top 50 stocks in FCF yield

- Stocks ranked top 30 in FCF yields added by priority.
- Then, current constituents ranked 31st through 70th are added until the total number of stocks reaches 50 (buffer rule applied).
- If the total number of securities is below 50 after above, additional stocks shall be added from the remaining stocks in the eligible universe in order of FCF yield until the total number of constituents reaches 50.

Portfolio
50 constituents

Weighting determined by free float -adjusted market capitalization

- 5% cap per constituent
- Sector active weight relevant to MSCI Japan IMI Index within $\pm 20\%$

Reconstitution and rebalancing: twice a year (May and November)

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Investment Risks

The Fund will invest in financial instruments whose prices fluctuate and as a result the NAV per unit of the Fund will also fluctuate. Therefore the invested amount will not be guaranteed and a loss of principal may be caused. All the gains and losses accrued to the trust assets will be attributable to the investors. Investment trusts are not deposits.

Major factors to cause fluctuation of NAV per unit:

Price Volatility risks / Credit risks (Stock Price Volatility), Other risks

The performance of the NAV may not completely match that of the index. The factors to cause fluctuation of NAV per unit are not limited to those mentioned above. Please read "Investment Risks" in the fund's Prospectus describing in detail.

Fee Structure

<Fees directly charged to customers>

Subscription commission: Determined by the Distributor. (Subscription Commission is a consideration for explanation of products, provision of product information and investment information, and execution of application at the time of the subscription of the Fund)

Redemption Fee: Nil

Exchange commission: Determined by the Distributor.

(Exchange Commission is a consideration for administrative procedures for exchange of units of the Fund.)

<Fees indirectly charged during holding period>

Management Fee (Trust Fee):

Trust fee is calculated daily as sum of 1 and 2 as shown below during the holding period.

1. The amount obtained by multiplying the total net assets of the trust assets by the ratio up to 0.3025% per annum (0.275% before tax).

2. The amount obtained by multiplying lending charges due to lending of securities held in the trust assets by up to 55% (50% before tax).

Other Expenses and Brokerage Commissions

Fund Listing Expenses and Annual Fees for Use of Trademarks of the Index with tax levied on them can be borne by the unitholders, and can be paid from the trust assets.

Commissions associated with securities transactions (including brokerage commissions on trade of securities, fees for future transactions and option transactions) and auditing fees shall be charged to the trust assets.

※As expenses for brokerage commissions on trade of securities, etc. shall vary depending on circumstances, specific rate of fees or the maximum amounts thereof cannot be disclosed in advance.

※Please see further details described under "Expenses and Taxes of the Fund" in the Prospectus.

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