Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

September 2, 2024

TRANSLATION

Company:	Macnica Holdings, Inc. 3132; TSE Prime Market
Representative:	Kazumasa Hara, Representative Director and President
Contact:	Makoto Okawara Director
Phone:	+81 45 470 8980

Selected as Constituent of JPX Prime 150 Index and JPX-Nikkei Index 400

Macnica Holdings, Inc. (the "Company") is pleased to announce its selection as a constituent of the JPX Prime 150 Index, a stock price index calculated by JPX Market Innovation & Research, Inc. and the JPX-Nikkei Index 400, a stock price index calculated jointly by JPX Market Innovation & Research, Inc. and Nikkei Inc.

1. Overview of the JPX Prime 150 Index

The JPX Prime 150 Index, announced by JPX Market Innovation & Research, Inc. on August 23, 2024, is a stock price index composed of stocks selected to represent 'Japanese companies that are estimated to create value' from among the top-ranked stocks listed on TSE Prime Market by market capitalization based on two measures of value creation: 'return on capital,' which is based on financial results, and 'market valuation,' which is based on future information and non-financial information.

From the stocks listed on the TSE Prime Market, 150 companies are selected based on two criteria: 'return on capital' refers to the 'equity spread'*1, which is the difference between ROE (return on equity) and cost of equity, as an indicator, whereas 'market valuation' refers to the 'PBR'*2, which is the stock price divided by BPS (Book-Value per Share), as an indicator.

For more information on the JPX Prime 150 Index, please visit:
https://www.jpx.co.jp/english/markets/indices/jpx-prime150/index.html

(Notes)
1: When ROE exceeds the cost of equity, which is the return expected by investors, the equity spread becomes positive, indicating value creation.
2: PBR is calculated by dividing the share price by the net assets per share, showing how many times the share price is valued compared to the net assets per share. When the share price exceeds the BPS, or Book-value Per Share, the PBR exceeds 1x, indicating value creation.

2. Overview of the JPX-Nikkei Index 400

The JPX-Nikkei Index 400 is a stock price index composed of companies with 'high appeal for investors,' which meet requirements of global investment standards, such as efficient use of capital and investor-focused management perspectives. The index aims to promote the appeal of Japanese corporations domestically and abroad, while encouraging continued improvement of corporate value, thereby aiming to revitalize the Japanese stock market.

For more information on the JPX-Nikkei Index 400, please visit:
https://www.jpx.co.jp/english/markets/indices/jpx-nikkei400/

3. Date of Regular Stock Reconfiguration: August 30, 2024

We remain committed to enhancing corporate value and meeting investor expectations.