

Selection as Composition Stock of “JPX-Nikkei Mid and Small Cap Index”

Asahi Holdings, Inc. is pleased to announce that our stock has been selected as a constituent of “JPX-Nikkei Mid and Small Cap Index” jointly calculated by Tokyo Stock Exchange, Inc. and Nikkei Inc., applied on August 30, 2019. To meet your expectations, we will make further efforts to enhance corporate value. We would appreciate your continuous support.

About JPX-Nikkei Mid and Small Cap Index

The index targets mid and small cap equities is jointly calculated by Tokyo Stock Exchange, Inc. and Nikkei Inc. under the concept of “highly attractive companies for investors.” Companies that focus on capital efficiency and investor-oriented management were selected.

Eligible constituents	Common stocks whose main market is the TSE 1st Section, 2nd Section, Mothers, or JASDAQ market
Number of constituents	200 stocks
Selection Criteria	<ol style="list-style-type: none">1. Screening: The issue under 10 billion yen of the market capitalization on the base date and under 15 billion yen of trading value for the one year period prior to the base date shall be removed.2. Scoring: 3-year average ROE, 3-year cumulative operating profit, Appointment of Independent Outside Directors, Adoption of IFRS and Disclosure of English Earnings Information, etc.