

BBSC Europe Equity Market Neutral Index

Version 1.0

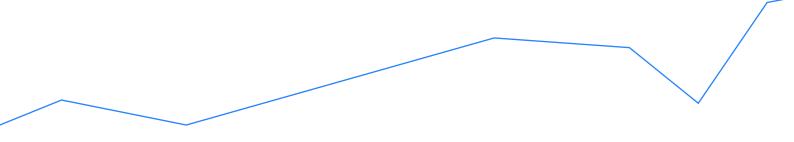
17 April 2019



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Introduction

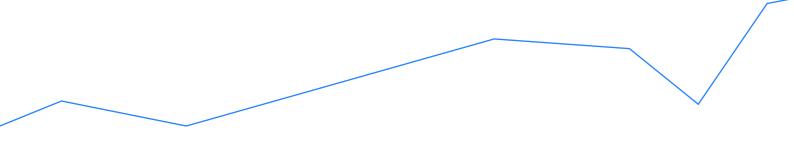


## INTRODUCTION

This document (the "Guideline") is to be used as a guideline with regard to the composition, calculation and maintenance of the Index. Any changes made to the Guideline are initiated by the Committee specified in Section 1.6. The Index is calculated and published by Solactive AG. The name "Solactive" is trademarked.

It contains the underlying principles and rules regarding the structure and operation of the BBSC Europe Equity Market Neutral Index (the "Index"). Solactive AG shall make every effort to implement the applicable regulations. Solactive AG does not offer any explicit or tacit guarantee or assurance, neither pertaining to the results from the use of the Index nor the Index value at any certain point in time nor in any other respect. The Index is merely calculated and published by Solactive AG and it strives to the best of its ability to ensure the correctness of the calculation. There is no obligation for Solactive AG – irrespective of possible obligations to issuers – to advise third parties, including investors and/or financial intermediaries, of any errors in the Index. The publication of the Index by Solactive AG does not constitute a recommendation for capital investment and does not contain any assurance or opinion of Solactive AG regarding a possible investment in a financial instrument based on this Index.

Index Specifications





## **1 INDEX SPECIFICATIONS**

- > The BBSC Europe Equity Market Neutral Index (the "Index") is an Index of StarCapital AG and is administered, calculated and distributed by Solactive AG.
- > The Index intends to track the price movements of a portfolio of European stocks selected according to particular characteristics (each referred to as an "Equity Risk Premium Factor"), in accordance with the methodology further described below. The Index is rebalanced at most on a monthly basis and will comprise of an equal weighted long and short leg. Each leg is composed of constituent stocks. The Index is market-neutral, currency-neutral and sector-neutral.
- > The index is calculated as a Long/Short structure, with 100% investment into both long and short index legs. The long index leg is calculated in a net total return version, while the short leg in a gross total return one.
- > The Index is published in EUR.

### 1.1 SHORT NAME AND ISIN

The Index is distributed under the below identifiers:

Index Name	RIC	Туре	Ticker	WKN	ISIN
BBSC Europe Market Neutral Index	.BBEEMN	NTR	BBEEMN	SLA7WY	DE000SLA7WY2
BBSC Europe Market Neutral Index Long	.BBEEMNL	NTR		SLA7X1	DE000SLA7X17
BBSC Europe Market Neutral Index Short	.BBEEMNS	TR		SLA7X2	DE000SLA7X25

### 1.2 INITIAL VALUE

The Index is based on 100 at the close of trading on the start date, 30th of December, 2010.

#### 1.3 DISTRIBUTION

The Index is published via the price marketing services of Boerse Stuttgart GmbH and is distributed to all affiliated vendors. Each vendor decides on an individual basis as to whether it will distribute/display the Index via its information systems.

#### 1.4 PRICES AND CALCUATION FREQUENCY

The price of the Index is calculated on each Business Day based on the prices on the respective Exchanges on which the Index Components are listed. The most recent prices of all Index Components are used. Prices

of Index Components not listed in the Index Currency are translated using spot foreign exchange rates quoted by Reuters. Should there be no current price available on Reuters, the most recent price or the Trading Price on Reuters for the preceding Trading Day is used in the calculation. The daily index closing value is calculated using Reuters/WMCO closing spot rates as at 4pm London time.

The Index is calculated every Business Day from 9:00 a.m. to 10:50 p.m., CET. In the event that data cannot be provided to Reuters or to the pricing services of Boerse Stuttgart GmbH, the Index cannot be distributed.

#### 1.5 WEIGHTING

On each Adjustment Day, the new Index Components are weighted as described in Section 2.1.

#### 1.6 OVERSIGHT

A Committee composed of staff from Solactive AG (the "Committee" or the "Index Committee") is responsible for decisions regarding any amendments to the rules of the index.

Changes to the Guideline are submit to the Committee for approval.

#### **1.7 PUBLICATION**

All specifications and information relevant for calculating the Index are made available on the <u>http://www.solactive.com</u> web page and sub-pages.

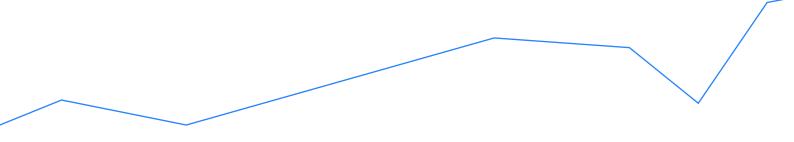
### 1.8 HISTORICAL DATA

Historical data will be maintained from the launch of the Index on 17<sup>th</sup> of April, 2019.

### 1.9 LICENSING

Licenses to use the Index as the underlying value for derivative instruments are issued to stock exchanges, banks, financial services providers and investment houses by StarCapital AG.

Composition of the Index



## 2 COMPOSITION OF THE INDEX

#### 2.1 SELECTION OF THE INDEX COMPONENTS

The initial composition of the Index as well as any ongoing adjustment are based on the following nondiscretionary rules.

On the Selection Days, Solactive AG defines the Index Universe as outlined below.

To be eligible for the Index Universe, in respect of a Selection Day, each security must fulfill all of the following criteria:

- 1. Member of the Solactive Europe Total Market 675 Index
- 2. Traded in EUR
- 3. Full Company Market Capitalization above EUR 1.5 billion
- 4. Should not be included on the list of securities banned for short-selling as provided by StarCapital.

The selection of the Index Components proceeds as follows:

- 1. Assign each stock to one Sector-portfolio. The sector list is provided in Appendix 1.
- 2. Within each Sector and Equity Risk Premium Factor, each stock is assigned a rank based on the value of the respective factor.
- 3. Within each Sector and Equity Risk Premium Factor, the ranks are normalized such as to spread between 0 and 1.
  - a. In case a stock does not have available data for a given factor, the median of the other stocks in the respective Sector is used.
  - b. In case one Sector does not have any available data for a given factor, then each stock from that Sector will get a normalized rank of 0.5 for the respective factor.
- 4. Across each Sector, for each stock, each of the normalized ranks will be aggregated using the factor weights described below in Appendix 2. This will represent the Aggregated Equity Risk Premium Score.
- 5. To determine the Final Equity Risk Premium Score, each stock will be assigned a positive or negative premium of +/-0.02 in addition to the Aggregated Equity Risk Premium Score.
  - a. The premium depends on whether a stock was in the long or short portfolio on the immediately preceding selection day. If a stock was in the long portfolio, then the premium will amount to 0.02, if it was in the short portfolio, then it will be -0.02 and otherwise 0.



- 6. Based on the Final Equity Risk Premium Score, the 5 stocks with the largest values within each sector will be selected to the long index, and the 5 stocks with the lowest values within the same sector will enter the short index.
  - a. If there are less than 10 stocks in a respective sector, then the number of long and short securities selected will be reduced to 4,3,2,1 or 0 stocks in each of the long and short indices.

Each security will be assigned an equal weight of 1/70. If we have less than 70 securities in the index on a certain rebalancing day, then we will have less than 100% in the long and short portfolios respectively.

#### 2.2 ORDINARY ADJUSTMENT

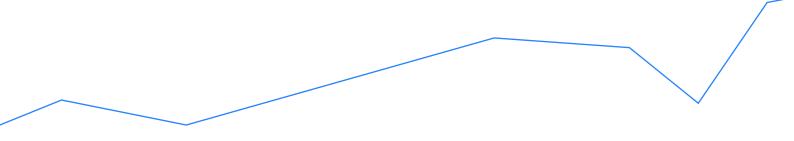
The composition of the Index is adjusted monthly. The composition of the Index is reviewed on the Selection Day and necessary changes are announced.

The first adjustment will be made in May based on the Trading Prices of the Index Components on the Adjustment Day.

#### 2.3 EXTRAORDINARY ADJUSTMENT

An extraordinary adjustment, if applicable, is triggered and applied in compliance with the rules set forth in the <u>Solactive Guideline for Extraordinary Corporate Actions</u>.

Calculation of the Index



## 3 CALCULATION OF THE INDEX

#### 3.1 INDEX FORMULA

The Index Value of each of the Long, Short and Long/Short indices on a Business Day at the relevant time is calculated in accordance with the following formula:

$$IndexLong_{t} = \sum_{i=1}^{n} x_{i,t} * p_{i,t}$$
$$IndexShort_{t} = \sum_{i=1}^{n} x_{i,t} * p_{i,t}$$
$$IndexLS_{t} = IndexLS_{T} * \left(1 + \frac{IndexLong_{t}}{IndexLong_{T}} - \frac{IndexShort_{t}}{IndexShort_{T}}\right)$$

With:

 $x_{i,t}$  = Number of Shares of the Long or Short Index Component *i* on Trading Day *t* 

 $p_{i,t}$  = Price of Index Component *i* on Trading Day *t* in Index Currency

T = Latest Adjustment Day preceding Trading Day t

#### 3.2 ACCURACY

- > The value of the Index will be rounded to 2 decimal places.
- > The Number of Shares of the Index Components will be rounded to six decimal places.

#### 3.3 ADJUSTMENTS

Indices need to be adjusted for systematic changes in prices once these become effective. This requires the new Number of Index Shares of the affected Index Component.

Following the Committee's decision, the Index is adjusted for distributions, capital increases and stock splits.

This procedure ensures that the first ex quote can be properly reflected in the calculation of the Index. This ex-ante procedure assumes the general acceptance of the Index calculation formula as well as open access to the parameter values used. The calculation parameters are provided by the Index Calculator.



#### 3.4 DIVIDENDS AND OTHER DISTRIBUTIONS

Dividend payments and other distributions are included in the Index. They cause an adjustment of the Number of Shares. The new Number of Shares is calculated as follows:

$$x_{i,t} = x_{i,t-1} * \frac{p_{i,t-1}}{p_{i,t-1} - D_{i,t}}$$

with:

 $x_{i,t}$  = Number of Shares of the Index Component i on Trading Day t

 $D_{i,t}$  = Payment on Trading Day t multiplied by the Dividend Correction Factor of the respective country

#### **3.5 CORPORATE ACTIONS**

#### 3.5.1 Principles

Following the announcement by an issuer of Index Components of the terms and conditions of a corporate action, the Index Calculator determines whether such corporate action has a dilutive, concentrative or similar effect on the price of the respective Index Component.

If this should be the case, the Index Calculator shall make the necessary adjustments that are deemed appropriate in order to take into account the dilutive, concentrative or similar effect and shall determine the date on which this adjustment shall come into effect.

Amongst other things, the Index Calculator can take into account the adjustment made by an Affiliated Exchange as a result of the corporate action with regard to option and futures contracts on the respective share traded on this Affiliated Exchange.

#### 3.5.2 Capital increases

In the case of capital increases (from the company's own resources or through cash contributions) the new Numbers of Shares are calculated as follows:

$$x_{i,t} = x_{i,t-1} * \frac{p_{i,t-1}}{p_{i,t-1} - rB_{i,t-1}}$$
 with:  $rB_{i,t-1} = \frac{p_{i,t-1} - B - N}{BV + 1}$ 

with:

 $x_{i,t}$  = Number of Shares of Index Component i on the day of the distribution

 $x_{i,t-1}$  = Number of Shares of Index Component i on the day prior to the distribution



$p_{i,t-1}$	= Closing price on the day prior to ex-date
$rB_{i,t-1}$	= Calculated value of rights issue
В	= Price of rights issue
Ν	= Dividend disadvantage

*BV* = Subscription ratio

B = 0 if capital is increased from the company's own resources.

The last dividend paid or the announced dividend proposal is applied as the dividend disadvantage. 3.5.3 Capital reductions

In the case of capital reductions, the new Number of Shares is determined as follows:

$$x_{i,t} = x_{i,t-1} * \frac{1}{H_{i,t}}$$

with:

 $H_{i,t}$  = Reduction ratio of the company on day t

 $x_{i,t}$  = Number of Shares of the affected Index Component on the day of the distribution

 $x_{i,t-1}$  = Number of Shares of the affected Index Component on the day prior to the distribution

#### 3.5.4 Share splits and par value conversions

In the case of share splits and par value conversions it is assumed that the prices change in ratio to the number of shares or to the par values. The new Number of Shares is calculated as follows:

$$x_{i,t} = x_{i,t-1} * \frac{N_{i,t-1}}{N_{i,t}}$$

with:

 $N_{i,t-1}$  = Former par value of security class i (or new number of shares)

 $N_{i,t}$  = New par value of security class i (or former number of shares)

 $x_{i,t}$  = Number of Shares of the affected Index Component on the day of the distribution

 $x_{i,t-1}$  = Number of Shares of the affected Index Component on the day prior to the distribution

### 3.6 MISCELLANEOUS

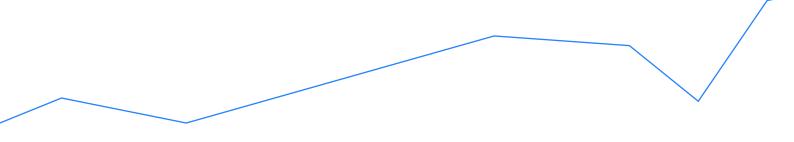
#### 3.6.1 Recalculation

Solactive AG makes the greatest possible efforts to accurately calculate and maintain its indices. However, the occurrence of errors in the index determination process cannot be ruled out. In such cases Solactive AG adheres to its publicly available <u>Correction Policy</u>.

#### 3.6.2 Market Disruption

In periods of market stress Solactive AG calculates its indices following predefined and exhaustive arrangements set out in its publicly available <u>Disruption Policy</u>.

Definitions



## 4 DEFINITIONS

The "Index Component" is each share currently included in the Index.

The "Number of **Shares**" are in respect of an Index Component and any given Business Day the number or fraction of shares included in the Index. It is calculated for any Index Component as the ratio of (A) the Percentage Weight of an Index Component multiplied by the Index value and (B) its Trading Price (converted into the Index Currency according to the principles laid out in Section 1.4 of this document).

The "**Percentage Weight**" of an Index Component is the ratio of its Trading Price multiplied by its Number of Shares divided by the Index value.

The "**Dividend Correction Factor**" is calculated as 1 minus the applicable withholding tax rate and/or other applicable tax rate currently prevalent in the respective country.

In particular, an "Extraordinary Event" is

- > a Merger
- $>\,$ a Takeover Bid
- $>\,$  a Delisting
- > the Nationalization of a company
- > Insolvency.

An Index Component is "**delisted**" if the Exchange announces pursuant to the Exchange regulations that the listing of, the trading in, or the issuing of public quotes on the Index Component at the Exchange has ceased immediately or will cease at a later date, for whatever reason (provided the Delisting is not because of a Merger or a Takeover Bid), and the Index Component is not immediately listed, traded or quoted again on an exchange, trading or listing system, acceptable to the Index Calculator.

"**Insolvency**" occurs with regard to an Index Component if (A) all shares of the respective issuer must be transferred to a trustee, liquidator, insolvency administrator or a similar public officer as result of voluntary or compulsory liquidation, insolvency or winding-up proceedings or comparable proceedings affecting the issuer of the Index Components or (B) the holders of the shares of this issuer are legally enjoined from transferring the shares.

A "**Takeover Bid**" is a bid to acquire, an exchange offer, or any other offer or act of a legal person that results in the related legal person acquiring as part of an exchange or otherwise more than 10% and less than 100% of the voting shares in circulation from the issuer of the Index Component or the right to acquire these shares, as determined by the Index Calculator based on notices submitted to public or self-regulatory authorities or other information considered by the Index Calculator to be relevant.

With regard to an Index Component, a "Merger" is

(i) a change in the security class or a conversion of this share class that results in a transfer or an ultimate definite obligation to transfer all the shares in circulation to another legal person,

- (ii) a merger (either by acquisition or through forming a new structure) or a binding obligation on the part of the issuer to exchange shares with another legal person (except in a merger or share exchange under which the issuer of this Index Component is the acquiring or remaining company and which does not involve a change in security class or a conversion of all the shares in circulation),
- (iii) a takeover offer, exchange offer, other offer or another act of a legal person for the purposes of acquiring or otherwise obtaining from the issuer 100% of the shares issued that entails a transfer or the irrevocable obligation to transfer all shares (with the exception of shares that are held and controlled by the legal person), or
- (iv) a merger (either by acquisition or through forming a new structure) or a binding obligation on the part of the issuer of the share or its subsidiaries to exchange shares with another legal person, whereby the issuer of the share is the acquiring or remaining company and it does not involve a change in the class or a conversion of the all shares issued, but the shares in circulation directly prior to such an event (except for shares held and controlled by the legal person) represent in total less than 50% of the shares in circulation directly subsequent to such an event.

The "**Merger Date**" is the date on which a Merger is concluded or the date specified by the Index Calculator if such a date cannot be determined under the law applicable to the Merger.

"**Nationalization**" is a process whereby all shares or the majority of the assets of the issuer of the shares are nationalized or are expropriated or otherwise must be transferred to public bodies, authorities or institutions.

The "**Exchange**" is, in respect of the Index and every Index Component, the respective primary exchange where the Index Component has its primary listing. The Committee may decide to declare a different stock exchange the "Exchange" for trading reasons, even if the company is only listed there via a Stock Substitute.

A "**Stock Substitute**" includes in particular, American Depository Receipts (ADR) and Global Depository Receipts (GDR).

With regard to an Index Component (subject to the provisions given above under "Extraordinary Events") the "**Trading Price**" in respect of a Trading Day is the closing price on this Trading Day determined in accordance with the Exchange regulations. If the Exchange has no closing price for an Index Component, the Index Calculator shall determine the Trading Price and the time of the quote for the share in question in a manner that appears reasonable to it.

A "**Trading Day**" is in relation to the Index or an Index Component a Trading Day on the Exchange (or a day that would have been such a day if a market disruption had not occurred), excluding days on which trading may be ceased prior to the normal Exchange closing time. The Index Calculator is ultimately responsible as to whether a certain day is a Trading Day with regard to the Index or an Index Component or in any other connection relating to this document.

The "Index Calculator" is Solactive AG or any other appropriately appointed successor in this function.

The "Index Currency" is EUR.



The "**Market Capitalisation**" is with regard to each of the securities in the Index on a Selection Day the share class-specific Market Capitalisation for any security in the Index Universe. It is calculated as the multiplication of the shares outstanding (as sourced from data vendors) with the Trading Price of the share class as of the respective Selection Day.

A "**Business Day**" is any day from Monday to Friday.

The "**Adjustment Day**" is the 2<sup>nd</sup> Tuesday of each month. If the Adjustment Day is a trading holiday in any of the countries present in the Index Composition, the rebalancing will be postponed to the next available Trading Day.

The "Selection Day" is the Business Day 2 Business Days before the Adjustment Day.

"**Sector**" attribution determined by the Index Committee based on the FactSet Industries. The assignment is done based on the below Appendix 1.

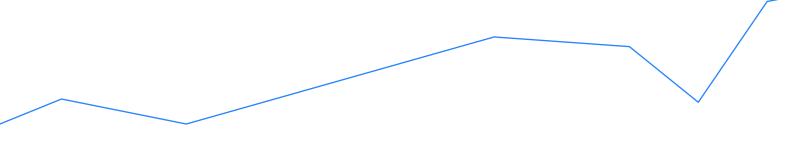
#### A "Market Disruption Event" occurs if

- 1. one of the following events occurs or exists on a Trading Day prior to the opening quotation time for an Index Component:
  - A) trading is suspended or restricted (due to price movements that exceed the limits allowed by the Exchange or an Affiliated Exchange, or for other reasons):
  - 1.1. across the whole Exchange; or
  - 1.2. in options or futures contracts on or with regard to an Index Component or an Index Component that is quoted on an Affiliated Exchange; or
  - 1.3. on an Exchange or in a trading or quotation system (as determined by the Index Calculator) in which an Index Component is listed or quoted; or
  - B) an event that (in the assessment of the Index Calculator) generally disrupts and affects the opportunities of market participants to execute on the Exchange transactions in respect of a share included in the Index or to determine market values for a share included in the Index or to execute on an Affiliated Exchange transaction with regard to options and futures contracts on these shares or to determine market values for such options or futures contracts.
- 2. trading on the Exchange or an Affiliated Exchange is ceased prior to the "Normal Exchange Closing Time", which is the time at which the Exchange or an Affiliated Exchange is normally closed on working days without taking into account after-hours trading or other trading activities carried out outside the normal trading hours. An exception to this classification as a Market Disruption Event is where the early cessation of trading is announced by the Exchange or Affiliated Exchange on this Trading Day at least one hour before
  - 2.1. the actual closing time for normal trading on the Exchange or Affiliated Exchange on the Trading Day in question or, if earlier.
  - 2.2. the closing time (if given) of the Exchange or Affiliated Exchange for the execution of orders at the time the quote is given.



3. a general moratorium is imposed on banking transactions in the country in which the Exchange is resident if the above-mentioned events are material in the assessment of the Index Calculator, whereby the Index Calculator makes its decision based on those circumstances that it considers reasonable and appropriate.

Appendix



### **5 APPENDIX** 5.1 SECTOR ATTRIBUTION

FactSet Industries	Basket	
Major Banks		
Regional Banks	Basket 1	
Savings Banks		
Aluminum		
Other Metals/Minerals		
Precious Metals		
Steel	Basket 2	
Pulp & Paper	Daskel Z	
Chemicals: Agricultural		
Chemicals: Major Diversified		
Chemicals: Specialty		
Construction Materials		
Engineering & Construction	Basket 3	
Building Products		
Automotive Aftermarket		
Motor Vehicles		
Auto Parts: OEM		
Beverages: Alcoholic		
Beverages: Non-Alcoholic		
Food: Major Diversified		
Food: Meat/Fish/Dairy		
Food: Specialty/Candy		
Electronics/Appliances	Basket 4	
Home Furnishings		
Homebuilding		
Other Consumer Specialties		
Recreational Products		
Tools & Hardware		
Apparel/Footwear		
Consumer Sundries		
Household/Personal Care		
Торассо		

FactSet Industries	Basket
Broadcasting	
Cable/Satellite TV	
Movies/Entertainment	
Other Consumer Services	
Publishing: Books/Magazines	
Publishing: Newspapers	
Advertising/Marketing Services	
Apparel/Footwear Retail	
Department Stores	
Discount Stores	
Food Distributors	Basket 5
Food Retail	Daskel J
Home Improvement Chains	
Internet Retail	
Specialty Stores	
Electronics/Appliance Stores	
Catalog/Specialty Distribution	
Electronics Distributors	
Casinos/Gaming	
Hotels/Resorts/Cruiselines	
Restaurants	
Airlines	
Finance/Rental/Leasing	
Financial Conglomerates	
Investment Banks/Brokers	Basket 6
Investment Managers	
Investment Trusts/Mutual Funds	
Biotechnology	
Hospital/Nursing Management	
Medical Specialties	
Medical/Nursing Services	
Pharmaceuticals: Generic	Basket 7
Pharmaceuticals: Major	
Pharmaceuticals: Other	
Services to the Health Industry	
Medical Distributors	

FactSet Industries	Basket
Wholesale Distributors	
Agricultural Commodities/Milling	
Air Freight/Couriers	
Containers/Packaging	
Electrical Products	
Industrial Conglomerates	
Industrial Machinery	
Industrial Specialties	
Marine Shipping	
Metal Fabrication	
Miscellaneous Commercial Services	Basket 8
Miscellaneous Manufacturing	Dasket O
Other Transportation	
Personnel Services	
Railroads	
Trucking	
Trucks/Construction/Farm Machinery	
Aerospace & Defense	
Electronic Components	
Office Equipment/Supplies	
Commercial Printing/Forms	
Textiles	
Life/Health Insurance	
Multi-Line Insurance	
Property/Casualty Insurance	Basket 9
Specialty Insurance	
Insurance Brokers/Services	
Contract Drilling	
Integrated Oil	
Oil & Gas Pipelines	Basket 10
Oil & Gas Production	Bushet to
Oil Refining/Marketing	
Oilfield Services/Equipment	
Real Estate Development	Basket 11
Real Estate Investment Trusts	DUSILEETI

FactSet Industries	Basket
Computer Peripherals	
Data Processing Services	
Electronic Equipment/Instruments	
Electronic Production Equipment	
Information Technology Services	Basket 12
Internet Software/Services	
Packaged Software	
Semiconductors	
Telecommunications Equipment	
Major Telecommunications	
Specialty Telecommunications	Basket 13
Wireless Telecommunications	
Electric Utilities	
Gas Distributors	Basket 14
Water Utilities	Daskel 14
Alternative Power Generation	



### 5.2 EQUITY RISK PREMIA FACTORS AND WEIGHTS

Factor	Description	Weight
Book Value to Price	Book value per share divided by share price	5%
Earnings Yield	12-month forward earnings per share divided by share price	5%
Cashflow Yield	Free operating cash flow per share divided by share price. The data is based on a trailing 12-month period. When trailing 12-month data is unavailable, the annual data is used.	5%
Dividend Yield	Estimated annualized dividend rate divided by share price	5%
Return on Equity	Net income divided by common equity. Not a number when common equity is negative.	5%
Return on Assets	Estimated net income divided by total assets	5%
Net Profit Margin	Net profit income divided by net sales or revenues	5%
Change of Dividends per Share	Difference between the last reported DPS vs the last reported DPS figure 12 months ago	5%
Earnings Revisions	(Up-Revisions minus Down-Revisions) divided by the number of all revisions over last 3 months	5%
Momentum 26 weeks	Price change over last 26 weeks	5%
Momentum 200 days	Price change over last 200 days	5%
Momentum 12 months – 1 month	Price change between the value 12 months ago, vs the value 1 month ago	5%
Change in Net Debt	Change in expected 12 month forward net debt over last 12 months divided by total assets	5%
Change in Cash Flow	Change in free operating cash flow over last 12 months divided by market capitalization	5%



Change in Return on Equity	Change in return on equity over last 12 months	5%
Dispersion	Standard deviation of analyst's estimates on 12-month forward earnings per share normalized by the level of earnings per share.	5%
Long Term Mean Reversion	Change in the total security return over the last 5 years.	20%/3
Short Term Mean Reversion	Change in the total security return over the last 1 month.	20%/3
Relative Strength Index	The Relative Strength indicator over the last 14 days.	20%/3

### 5.3 CONTACT DATA

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### 5.4 CHANGES IN CALCULATION METHOD

The application by the Index Calculator of the method described in this document is final and binding. The Index Calculator shall apply the method described above for the composition and calculation of the Index. However, it cannot be excluded that the market environment, supervisory, legal, financial or tax reasons may require changes to be made to this method. The Index Calculator may also make changes to the terms and conditions of the Index and the method applied to calculate the Index that it deems to be necessary and desirable in order to prevent obvious or demonstrable error or to remedy, correct or supplement incorrect terms and conditions. The Index Calculator is not obliged to provide information on any such modifications or changes. Despite the modifications and changes, the Index Calculator will take the appropriate steps to ensure a calculation method is applied that is consistent with the method described above.