

# MARKET CONSULTATION SOLACTIVE CHINA THEMATIC INDICES

14 November 2019



## Content of the Market Consultation

Solactive AG has decided to conduct a Market Consultation with regard to changing the Index Methodology of the following Indices (the 'Indices'):

Name	RIC	ISIN
Solactive China Cloud Computing Index PR	.SOLCCCP	DE000SLA7232
Solactive China Cloud Computing Index NTR	.SOLCCCN	DE000SLA7240
Solactive China Cloud Computing Index TR	.SOLCCCT	DE000SLA7257
Solactive China Biotech Index PR	.SOLCBTP	DE000SLA7265
Solactive China Biotech Index NTR	.SOLCBTN	DE000SLA7273
Solactive China Biotech Index TR	.SOLCBTT	DE000SLA7281
Solactive China Clean Energy Index PR	.SOLCCEIP	DE000SLA9KC9
Solactive China Clean Energy Index NTR	.SOLCCEIN	DE000SLA9KD7
Solactive China Clean Energy Index TR	.SOLCCEIT	DE000SLA9KE5
Solactive China Consumer Brand Index PR	.SOLCCBIP	DE000SLA9KF2
Solactive China Consumer Brand Index NTR	.SOLCCBIN	DE000SLA9KG0
Solactive China Consumer Brand Index TR	.SOLCCBIT	DE000SLA9KH8
Solactive China Electric Vehicle Index PR	.SOLCEVIP	DE000SLA9J96
Solactive China Electric Vehicle Index NTR	.SOLCEVIN	DE000SLA9KA3
Solactive China Electric Vehicle Index TR	.SOLCEVIT	DE000SLA9KB1

## Rationale for Proposed Changes

The indices are currently rebalanced on the 1<sup>st</sup> Friday of June and December. The rebalancing of the indices is performed a few days before the Shenzhen/Shanghai-HK Connect Exchange reviews and publishes a list of eligible securities. The publication of the list happens in the mid of June and December. Only securities which are part of the positive buy and sell list are eligible for index inclusion. Given the current rebalancing schedule is shortly before the publication of this list, it could result in securities being selected and added



to the index that may need to be removed again shortly after the publication of the list of eligible stocks. Hence, Solactive proposes to shift the rebalancing day to the 2<sup>nd</sup> Friday in January and July to avoid unnecessary turnover and to ensure that the index objective is fulfilled.

Proposed Changes to the Index Guideline

1. The following changes are proposed in the following points of the Index Guidelines for the Solactive China Clean Energy Index PR / TR / NTR, the Solactive China Consumer Brand Index PR / TR / NTR and the Solactive China Electric Vehicle Index PR / TR / NTR:

The Definition “Rebalance Day” in Section 6 is changed from

*“REBALANCE DAY” is the first Friday in June and December. If that day is not a TRADING DAY the REBALANCE DAY will be the immediately following TRADING DAY.*

to

*“REBALANCE DAY” is the second Friday in January and July. If that day is not a TRADING DAY the REBALANCE DAY will be the immediately following TRADING DAY.*

2. The following changes are proposed in the following points of the Index Guidelines for the Solactive China Cloud Computing Index PR / TR / NTR and the Solactive China Biotech Index PR / TR / NTR:

The Definition “Adjustment Day” in Section 4 is changed from:

*“Adjustment Day” is the first Friday of June and December. If that day is not a Trading Day the Adjustment Day will be the immediately following Trading Day.*

to

*“Adjustment Day” is the second Friday of January and July. If that day is not a Trading Day the Adjustment Day will be the immediately following Trading Day.*

Feedback on the proposed changes

If you would like to share your thoughts with Solactive, please use this consultation form and provide us with your personal details and those of your organization.

Name	
Function	
Organization	
Email	



Phone	
Confidentiality (Y/N)	

Solactive is inviting all stakeholders and interested third parties to evaluate the proposed changes to the Methodology for the abovementioned Indices and welcomes any feedback on how this may affect and/or improve their use of Solactive indices.

### Consultation Procedure

Stakeholders and third parties who are interested in participating in this Market Consultation, are invited to respond until November 20<sup>th</sup>, 2019 (cob).

Please send your feedback via email to [compliance@solactive.com](mailto:compliance@solactive.com), specifying "Market Consultation Solactive China Thematic Indices" as the subject of the email, or

via postal mail to: Solactive AG  
Platz der Einheit 1  
60327 Frankfurt am Main  
Germany

Should you have any additional questions regarding the consultative question in particular, please do not hesitate to contact us via above email address.

# CONTACT

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