

# MARKET CONSULTATION- SOLACTIVE SINGAPORE REITS QUALITY YIELD INDEX

21 April 2020



## 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 Singapore REITs Quality Yield Index	.SOLSGRQ	DE000SLOAF56
Solactive Singapore REITs Quality Yield Index NTR	.SOLSGRQN	DE000SLOABQ8
Solactive Singapore REITs Quality Yield Index TR	.SOLSGRQT	DE000SLOABR6

### Rationale for Proposed Change

Given the recent market volatility due to the coronavirus crisis there are liquidity concerns regarding some of the securities in the Solactive Singapore REITs Quality Yield Index. In order to improve the tradability of any future products following the index it is proposed to strengthen the liquidity filter by lowering the maximum number of days to trade for a stock to be included in the index from 15 days to 5 days. If this results in a too concentrated index (i.e. less than 15 securities), the constituents would be added based on highest liquidity until the index contains 15 constituents. The proposed change improves the liquidity of the index but ensures there are at least 15 securities entering the index in order to avoid a too concentrated portfolio.

### Proposed Change to the Index Guideline

The following Methodology change is proposed in the following points of the Index Guideline:

#### Section 2.2. SELECTION OF THE INDEX COMPONENTS

From:

[...]

6. Each security that takes more than 15 days to trade based on the formula below is removed from the INDEX:

[..]

To:

[...]



6. Each security that takes more than 5 days to trade based on the formula below is removed from the INDEX. If this results in less than 15 securities entering the index, the next most liquid security is selected based on days to trade until the index has 15 securities:

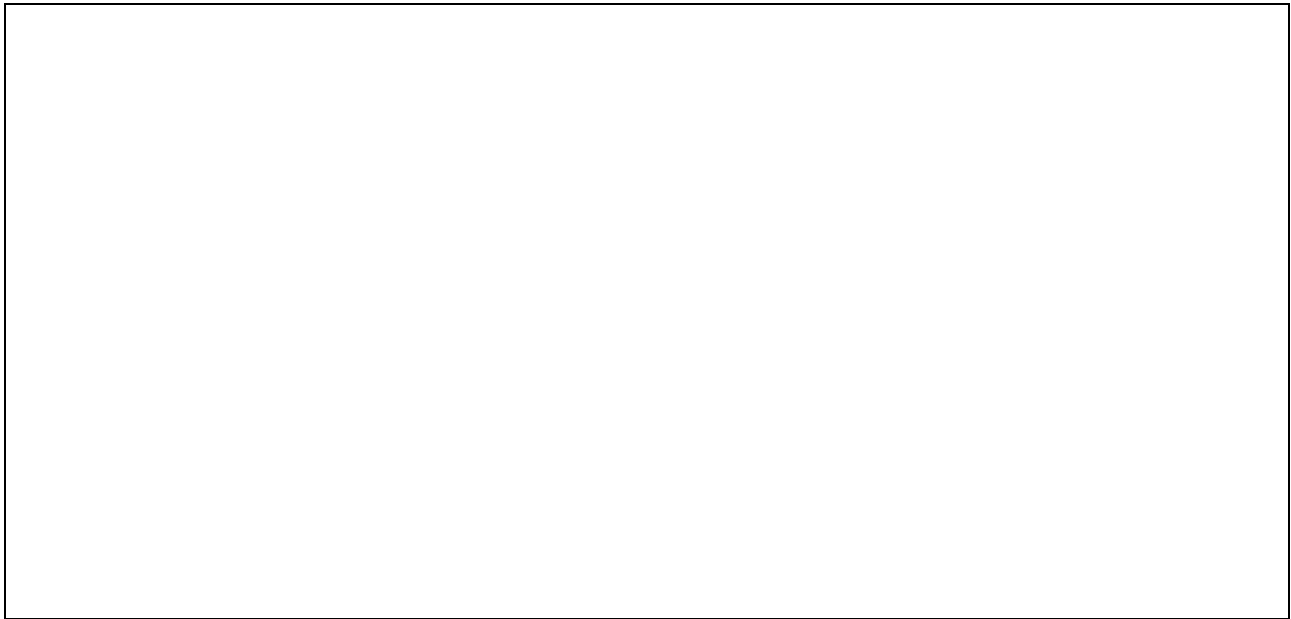
[...]

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 Solactive Singapore REITs Quality Yield Index 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 *5th May 2020 (cob)*.

Please send your feedback via email to [compliance@solactive.com](mailto:compliance@solactive.com), specifying "Market Consultation-Solactive Singapore REITs Quality Yield Index" 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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