

# INDEX GUIDELINE

SOLACTIVE KEPLER CHEUVREUX EUROPE GREEN  
TRANSITION INDEX

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## INTRODUCTION

This document (the "**GUIDELINE**") is to be used as a guideline with regard to the composition, calculation and maintenance of the Solactive Kepler Cheuvreux Europe Green Transition Index (the "**INDEX**"). Any amendments to the rules made to the GUIDELINE are approved by the OVERSIGHT COMMITTEE specified in Section 5.5. The INDEX is owned, calculated, administered and published by Solactive AG ("**SOLACTIVE**") assuming the role as administrator (the "**INDEX ADMINISTRATOR**") under the Regulation (EU) 2016/1011 (the "**BENCHMARK REGULATION**" or "**BMR**"). The name "Solactive" is trademarked.

*The text uses defined terms which are formatted with "SMALL CAPS". Such Terms shall have the meaning assigned to them as specified in Section 6 (Definitions).*

**The GUIDELINE and the policies and methodology documents referenced herein contain the underlying principles and rules regarding the structure and operation of the INDEX. SOLACTIVE does not offer any explicit or tacit guarantee or assurance, neither pertaining to the results from the use of the INDEX nor the level of the INDEX at any certain point in time nor in any other respect. SOLACTIVE strives to the best of its ability to ensure the correctness of the calculation. There is no obligation for SOLACTIVE – 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 does not constitute a recommendation for capital investment and does not contain any assurance or opinion of SOLACTIVE regarding a possible investment in a financial instrument based on this INDEX.**



# 1. INDEX SPECIFICATIONS

## 1.1. SCOPE OF THE INDEX

Category	Description
Asset Class	Equity
Strategy	The index invests in a dynamic and selective way in stocks of European companies which are key players of the ecological transition (suppliers of ecological solutions and / or native of the ecological transition) and whose business models, products, services or production process take advantage of the challenges of the ecological transition.
Regional Allocation	Europe
Rebalancing Fee	None
Rebalancing Frequency	Monthly

## 1.2. IDENTIFIERS AND PUBLICATION

The INDEX is published under the following identifiers:

Name	ISIN	Currency	Type	RIC	BBG ticker
Solactive Kepler Cheuvreux Europe Green Transition Index PR	DE000SLOBQ60	EUR	PR*	.SOGREENP	
Solactive Kepler Cheuvreux Europe Green Transition Index NTR	DE000SLOBQ78	EUR	NTR*	.SOGREEN	SOGREEN
Solactive Kepler Cheuvreux Europe Green Transition Index TR	DE000SLOBQ86	EUR	GTR*	.SOGREENT	

PR, NTR, GTR, AR means that the Index is calculated as price return, net total return, gross total return, adjusted return Index as described in the Equity Index Methodology, which is available on the SOLACTIVE website: <https://www.solactive.com/documents/equity-index-methodology/>

The INDEX is published on the website of the INDEX ADMINISTRATOR ([www.solactive.com](http://www.solactive.com)) and is, in addition, available via the price marketing services of Boerse Stuttgart GmbH and may be distributed to all of its affiliated vendors. Each vendor decides on an individual basis as to whether it will distribute or display the INDEX via its information systems.



Any publication in relation to the INDEX (e.g., notices, amendments to the GUIDELINE) will be available at the website of the INDEX ADMINISTRATOR: <https://www.solactive.com/news/announcements/>.

### 1.3. INITIAL LEVEL OF THE INDEX

The initial level of the INDEX on the 01/01/2018 the START DATE, is 1000 Historical values from the 16/10/2020, the LIVE DATE, will be recorded in accordance with Article 8 of the BMR. Levels of the INDEX published for a period prior to the LIVE DATE have been backtested. The calculation of the INDEX COMPONENTS weights for the back-tested levels of the INDEX prior to the LIVE DATE is based on a fixed AUM of EUR 10mn.

### 1.4. PRICES AND CALCULATION FREQUENCY

The level of the INDEX is calculated on each CALCULATION DAY from 9:00 a.m. to 10:50 p.m. CET based on the TRADING PRICES on the EXCHANGES on which the INDEX COMPONENTS are listed. TRADING PRICES of INDEX COMPONENTS not listed in the INDEX CURRENCY are converted using the current Intercontinental Exchange (ICE) spot foreign exchange rate. Should there be no current TRADING PRICE for an INDEX COMPONENT, the later of: (i) the most recent CLOSING PRICE; or (ii) the last available TRADING PRICE for the preceding TRADING DAY is used in the calculation.

In addition to the intraday calculation a closing level of the INDEX for each CALCULATION DAY is also calculated. This closing level is based on the CLOSING PRICES for the INDEX COMPONENTS on the respective EXCHANGES on which the INDEX COMPONENTS are listed. The CLOSING PRICES of INDEX COMPONENTS not listed in the INDEX CURRENCY are converted using the 04:00 p.m. London time WM Fixing quoted by Reuters. If there is no 04:00 p.m. London time WM Fixing for the relevant CALCULATION DAY, the last available 04:00 p.m. London time WM Fixing will be used for the closing level calculation.

### 1.5. LICENSING

Licenses to use the INDEX as the underlying value for financial instruments, investment funds and financial contracts may be issued to stock exchanges, banks, financial services providers and investment houses by SOLACTIVE.



## 2. INDEX SELECTION

On each SELECTION DAY, the SELECTION PARTY will revise the composition of the INDEX.

In a first step, the SELECTION PARTY determines the INDEX UNIVERSE in accordance with Section 2.1. The INDEX UNIVERSE comprises all those financial instruments which fulfill the INDEX UNIVERSE REQUIREMENTS (as specified in Section 2.1) and will constitute a starting pool from which the components of the INDEX will be selected. Based on this INDEX UNIVERSE, the new composition of the INDEX will be determined by applying the rules outlined in Section 2.2.

Each new INDEX COMPONENT will be assigned a weight as described in Section 2.3.

### 2.1. INDEX UNIVERSE REQUIREMENTS

The INDEX UNIVERSE is comprised of all financial instruments which fulfill the below requirements (the "**INDEX UNIVERSE REQUIREMENTS**"):

- > Listed on a Stock Exchange of the following countries: Austria, Belgium, Croatia, Czech Republic, Denmark, Finland, France, Germany, Greece, Hungary, Iceland, Ireland, Italy, Netherlands, Norway, Poland, Portugal, Romania, Slovenia, Spain, Sweden, Switzerland, United Kingdom.

The INDEX ADMINISTRATOR has outsourced the determination of the INDEX UNIVERSE to the SELECTION PARTY. Such outsourcing has been made in accordance with the requirements of the BMR (Article 10 BMR).

The determination of the INDEX UNIVERSE is fully rule-based and the SELECTION PARTY cannot make any discretionary decisions.

### 2.2. SELECTION OF THE INDEX COMPONENTS

Based on the INDEX UNIVERSE, the initial composition of the INDEX as well as any selection for an ordinary rebalance is determined on the SELECTION DAY in accordance with the following rules (the "**INDEX COMPONENT REQUIREMENTS**"):

1. Minimum **FREE FLOAT MARKET CAPITALIZATION** of USD 300mn.



2. Exclusion of companies whose economic activities are either currently controversial or assessed as contrary to the energy and ecological transition as defined by the European Commission<sup>1</sup>. These activities include:
  - Nuclear energy
  - Chlorine and agrochemicals (biocides)
  - Genetic engineering
  - Fossil fuels. Exempts are companies that significantly invest in the green transition via green hydrogen or renewable energy (including) biomass and are assessed to increase such activities in the future.
  - Aviation and automotive industries. Exempts are companies that invest in the green transition via e-mobility and/or hydrogen and are assessed to increase their activities in the future.
  - Ozone depleting substances
  - Controversial and harmful environmental behavior
  - Financiers of environmental harmful projects
  - Industrial livestock and whaling
  - Lobbying to reduce environmental standards, Deforestation, Biodiversity
  - Uranium and asbestos fiber producers
3. Companies must belong to clusters that are suppliers of ecological solutions and/or natives of the ecological transition (e.g., alternative energy and transport, eco-products and services, energy efficiency, renewable energy, waste and water). The clusters are defined by the High-Level Expert Group, composed of staff of the SELECTION PARTY and may evolve over time.
4. Companies with a "Reduce" rating from the SELECTION PARTY are excluded. If the SELECTION PARTY does not have a rating for a company, it will determine if the company has a consensus rating. All those companies not rated by the SELECTION PARTY and with a consensus rating strictly below 3 (ranked from 1 to 5) are excluded.
5. Companies which suffered one of the below events can be excluded by the SELECTION PARTY:
  - Corporate profit warnings
  - M&A
  - A drop in the price of the stock of more than 10% within one week

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<sup>1</sup> Defined in: European Commission (2017). *Defining "green" in the context of green finance. Final Report*. Brussels: Publications Office of the European Union.



If the rating from the SELECTION PARTY is reiterated after such events, the companies will stay in the Index.

The ratings assigned by the SELECTION PARTY are published on the following website: <https://research.keplercheuvreux.com/disclosure/stock/>. Companies not included in the list published on the website specified above are not rated by the SELECTION PARTY. The INDEX ADMINISTRATOR has outsourced the selection of the INDEX COMPONENTS to the SELECTION PARTY. Such outsourcing has been made in accordance with the requirements of the BMR (Article 10 BMR). Any discretionary decision of the SELECTION PARTY will be made in accordance with the specifications regarding the exercise of discretion or expert judgement established by the INDEX ADMINISTRATOR.

## 2.3. WEIGHTING OF THE INDEX COMPONENTS

On each SELECTION DAY the SELECTION PARTY assigns a weight to each INDEX COMPONENT according to the procedure described below. The Index will be comprised of stocks and cash.

Each INDEX COMPONENT will be considered a Full Position or a Half Position using the following rule:

- > INDEX COMPONENTS with a "Buy" rating from the SELECTION PARTY will be considered Full Positions
- > INDEX COMPONENTS with a "Hold" rating from the SELECTION PARTY will be considered Half Positions
- > INDEX COMPONENTS which are not rated by the SELECTION PARTY will be considered Half Positions

An INDEX COMPONENT has No Rating Change if it has maintained the same position (i.e. a Full Position or a Half Position) compared to the previous SELECTION DAY, and conversely a Rating Change if it changed.

The first step in computing the weights is to determine the uncapped weights for each INDEX COMPONENT.

If an INDEX COMPONENT  $k$  has a Rating Change:

$$\begin{aligned}
 \text{Uncapped Weight}_k &= \text{Non Drifted Weight}_k \\
 \text{Non Drifted Weight}_k &= \frac{\text{Scoring}_k}{\sum_i \text{Scoring}_i} \\
 \text{Scoring}_k &= \begin{cases} 2 & \text{if INDEX COMPONENT } k \text{ is a Full Position} \\ 1 & \text{if INDEX COMPONENT } k \text{ is a Half Position} \end{cases}
 \end{aligned}$$

If an INDEX COMPONENT  $k$  has no Rating Change:

$$\begin{aligned}
 \text{Uncapped Weight}_k &= \text{Effective Weight}_k + \text{Weight Adjustment}_k \\
 \text{Weight Adjustment}_k &= \frac{\text{Effective Weight}_k}{\sum_{i \in \text{No Rating Change}} \text{Effective Weight}_i} \times \text{Total Weight Change}
 \end{aligned}$$





$$Total\ Weight\ Change = \sum_{i \in Rating\ Change} Weight\ Change_i$$

$$Weight\ Change_k = Effective\ Weight_k - Non\ Drifted\ Weight_k$$

And *Effective Weight<sub>k</sub>* is the closing weight of INDEX COMPONENT k on the SELECTION DATE.

The second step is to compute the capped weights for each INDEX COMPONENT. The cap for each INDEX COMPONENT is determined as

$$Cap_k = \min \left\{ 4\%; \frac{Max\ Participation_k \times ADV_k}{AUM} \right\}$$

$$Max\ Participation_k = \begin{cases} 30\% & \text{if INDEX COMPONENT k is a Full Position} \\ 15\% & \text{if INDEX COMPONENT k is a Half Position} \end{cases}$$

AUM is the sum of the market value of the financial instruments tracking the index on the SELECTION DAY in EUR.

*ADV<sub>k</sub>* is the AVERAGE DAILY VALUE TRADED over the last 30-days of INDEX COMPONENT k in EUR.

The capped weight of INDEX COMPONENT k referred to as *Capped Weight<sub>k</sub>*, is computed by allocating proportionally to all INDEX COMPONENT using their uncapped weights. This process is run until all the capped weights of each INDEX COMPONENT is below its cap.

The third and final step is to compute the weight for each INDEX COMPONENT k by using the weight for cash. The weight for cash is determined by the SELECTION PARTY with discretion (see below 3.2), will vary between 0% and 50%, but will remain at 0% or close to 0% most of the time. The weight for each INDEX COMPONENT is computed by multiplying its uncapped weight with the non-cash weight.

If the SELECTION PARTY determines that the MARKET PARTICIPATION of INDEX COMPONENT k on INDEX COMPONENT is greater than 15%, it can adjust the weight of INDEX COMPONENT k using the cash as degree of freedom.

## 3. REBALANCE

### 3.1. ORDINARY REBALANCE

In order to reflect the new selection of the INDEX COMPONENTS determined on the SELECTION DAY (in accordance with Section 2.1 and 2.2) the INDEX is adjusted monthly on the REBALANCE DAY after CLOSE OF BUSINESS.

This is carried out by implementing the weights as determined on the SELECTION DAY.

For more information on the rebalance procedure please refer to the Equity Index Methodology, which is incorporated by reference and available on the Solactive website:

<https://www.solactive.com/documents/equity-index-methodology/>



SOLACTIVE will publish any changes made to the INDEX COMPONENTS with sufficient notice before the REBALANCE DAY on the SOLACTIVE webpage under the section "Announcement", which is available at <https://www.solactive.com/news/announcements/>

## 3.2. EXTRAORDINARY REBALANCE

In addition to the ordinary rebalances, the INDEX may also be rebalanced extraordinarily.

While taking place outside the rebalancing schedule, extraordinary rebalances would follow the same selection and weighting rules as the ordinary rebalances.

These adjustments would be triggered by a decision of the SELECTION PARTY to rebalance following a significant and exceptional event. Such events are: corporate profit warnings or reverse profit warnings; significant changes in the analyst's recommendation (from BUY to REDUCE or from REDUCE to BUY); takeover bids; M&A; a drop in the price of the stock of more than 10% within one week.

The SELECTION PARTY also reserves the right, under exceptional circumstances, to reduce the equity exposure of the INDEX with cash (EUR) if it deems that the equity market is facing a risk of dislocation. This judgment will be based on changes in market volatility (level of the one week moving average of the VIX index above 30% and rising). Cash position will range from 0% to a maximum of 50%.



## 4. CALCULATION OF THE INDEX

### 4.1. INDEX FORMULA

The INDEX is calculated as a price return, net total return and gross total return Index.

The calculation is performed according to the Equity Index Methodology, which is available on the SOLACTIVE website: <https://www.solactive.com/documents/equity-index-methodology/>. The standard index formula stipulates that the level of the INDEX changes based on the change of the prices of its INDEX COMPONENTS taking into account their weight in the INDEX and any currency conversion in case the price of an INDEX COMPONENT is quoted in a currency other than the INDEX CURRENCY.

Any dividends or other distributions are reinvested back into the INDEX COMPONENT paying the dividend at the opening of the effective date (the so-called ex-date) of the payment of such dividend or other distribution.

A more detailed description of the mechanics of the index calculation formula can be found in the Equity Index Methodology under Section 1.2.

A management fee of 0.50 % per annum is deducted on each INDEX CALCULATION DAYS to reflect the INDEX expense ratio. The management fee will be applied in compliance with the SOLACTIVE Equity Index Methodology, which is incorporated by reference and available on the SOLACTIVE website: <https://www.solactive.com/documents/equity-index-methodology/>.

### 4.2. ACCURACY

The level of the INDEX will be rounded to 2 decimal places. TRADING PRICES and foreign exchange rates will be rounded to six decimal places.

### 4.3. ADJUSTMENTS

Under certain circumstances, an adjustment of the INDEX may be necessary between two regular REBALANCE DAYS. Such adjustment has to be made if a corporate action (as specified in Section 4.4 below) in relation of an INDEX COMPONENT occurs. Such adjustment may have to be done in relation to an INDEX COMPONENT and/or may also affect the number of INDEX COMPONENTS and/or the weighting of certain INDEX COMPONENTS and will be made in compliance with the Solactive Equity Index Methodology, which is incorporated by reference and available on the SOLACTIVE website: <https://www.solactive.com/documents/equity-index-methodology/>.

SOLACTIVE will announce the INDEX adjustment giving a notice period of at least two TRADING DAYS (with respect to the affected INDEX COMPONENT) on the SOLACTIVE website under the Section "Announcements",



which is available at <https://www.solactive.com/news/announcements/>. The INDEX adjustments will be implemented on the effective day specified in the respective notice.

#### 4.4. CORPORATE ACTIONS

As part of the INDEX maintenance SOLACTIVE will consider various events – also referred to as corporate actions – which result in an adjustment to the INDEX between two regular REBALANCE DAYS. Such events have a material impact on the price, weighting or overall integrity of INDEX COMPONENTS. Therefore, they need to be accounted for in the calculation of the INDEX. Corporate actions will be implemented from the cum-day to the ex-day of the corporate action, so that the adjustment to the INDEX coincides with the occurrence of the price effect of the respective corporate action.

Adjustments to the INDEX to account for corporate actions will be made in compliance with the Equity Index Methodology, which is available on the SOLACTIVE website: <https://www.solactive.com/documents/equity-index-methodology/>. This document contains for each corporate action a brief definition and specifies the relevant adjustment to the INDEX variables.

While SOLACTIVE aims at creating and maintaining its methodology for treatment of corporate actions as generic and transparent as possible and in line with regulatory requirements, it retains the right in accordance with the Equity Index Methodology to deviate from these standard procedures in case of any unusual or complex corporate action or if such a deviation is made to preserve the comparability and representativeness of the INDEX over time.

SOLACTIVE considers following, but not conclusive, list of corporate actions as relevant for INDEX maintenance:

- > Cash Distributions (e.g., payment of a dividend)
- > Stock distributions (e.g., payment of a dividend in form of additional shares)
- > Stock distributions of another company (e.g., payment of a dividend in form of additional shares of another company (e.g., of a subsidiary))
- > Share splits (company's present shares are divided and therefore multiplied by a given factor)
- > Reverse splits (company's present shares are effectively merged)
- > Capital increases (such as issuing additional shares)
- > Share repurchases (a company offer its shareholders the option to sell their shares to a fixed price)
- > Spin-offs (the company splits its business activities into two or more entities and distributes new equity shares in the created entities to the shareholders of the former entity)
- > Mergers & Acquisitions (transaction in which the ownership of a company (or other business organizations) are transferred or consolidated with other entities, e.g. fusion of two or more separate companies into one entity)



- > Delistings (company's shares are no longer publicly traded at a stock exchange)
- > Nationalization of a company (effective control of a legal entity is taken over by a state)
- > Insolvency

## 4.5. RECALCULATION

SOLACTIVE makes the greatest possible efforts to accurately calculate and maintain its indices. However, errors in the determination process may occur from time to time for variety reasons (internal or external) and therefore, cannot be completely ruled out. SOLACTIVE endeavors to correct all errors that have been identified within a reasonable period of time. The understanding of "a reasonable period of time" as well as the general measures to be taken are generally depending on the underlying and is specified in the Solactive Correction Policy, which is incorporated by reference and available on the SOLACTIVE website: <https://www.solactive.com/documents/correction-policy/>.

## 4.6. MARKET DISRUPTION

In periods of market stress SOLACTIVE calculates its indices following predefined and exhaustive arrangements as described in the Solactive Disruption Policy, which is incorporated by reference and available on the SOLACTIVE website: <https://www.solactive.com/documents/disruption-policy/>. Such market stress can arise due to a variety of reasons, but generally results in inaccurate or delayed prices for one or more INDEX COMPONENTS. The determination of the INDEX may be limited or impaired at times of illiquid or fragmented markets and market stress.



## 5. MISCELLANEOUS

### 5.1. DISCRETION

Any discretion which may need to be exercised in relation to the determination of the INDEX (for example the determination of the INDEX UNIVERSE (if applicable), the selection of the INDEX COMPONENTS (if applicable) or any other relevant decisions in relation to the INDEX) shall be made in accordance with strict rules regarding the exercise of discretion or expert judgement.

For the INDEX, a SELECTION PARTY is used. The determinations of the INDEX UNIVERSE and the INDEX COMPONENTS are subject to decisions of the SELECTION PARTY where the exercise of discretion is needed. The SELECTION PARTY has confirmed, that such discretionary decision is performed in accordance with the specifications established by the INDEX ADMINISTRATOR.

### 5.2. METHODOLOGY REVIEW

The methodology of the INDEX is subject to regular review, at least annually. In case a need of a change of the methodology has been identified within such review (e.g. if the underlying market or economic reality has changed since the launch of the INDEX, i.e. if the present methodology is based on obsolete assumptions and factors and no longer reflects the reality as accurately, reliably and appropriately as before), such change will be made in accordance with the Solactive Methodology Policy, which is incorporated by reference and available on the SOLACTIVE website: <https://www.solactive.com/documents/methodology-policy/>.

Such change in the methodology will be announced on the SOLACTIVE website under the Section "[Announcement](https://www.solactive.com/news/announcements/)", which is available at <https://www.solactive.com/news/announcements/>. The date of the last amendment of this INDEX is contained in this GUIDELINE.

### 5.3. CHANGES IN CALCULATION METHOD

The application by the INDEX ADMINISTRATOR of the method described in this document is final and binding. The INDEX ADMINISTRATOR 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 and financial or tax reasons may require changes to be made to this method. The INDEX ADMINISTRATOR 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 ADMINISTRATOR is not obliged to provide information on any such modifications or changes. Despite the modifications and changes, the INDEX ADMINISTRATOR will



take the appropriate steps to ensure a calculation method is applied that is consistent with the method described above.

## 5.4. TERMINATION

SOLACTIVE makes the greatest possible efforts to ensure the resilience and continued integrity of its indices over time. Where necessary, SOLACTIVE follows a clearly defined and transparent procedure to adapt Index methodologies to changing underlying markets (see Section 5.2 "Methodology Review") in order to maintain continued reliability and comparability of the indices. Nevertheless, if no other options are available the orderly cessation of the INDEX may be indicated. This is usually the case when the underlying market or economic reality, which an index is set to measure or to reflect, changes substantially and in a way not foreseeable at the time of inception of the index, the index rules, and particularly the selection criteria, can no longer be applied coherently or the index is no longer used as the underlying value for financial instruments, investment funds and financial contracts.

SOLACTIVE has established and maintains clear guidelines on how to identify situations in which the cessation of an index is unavoidable, how stakeholders are to be informed and consulted and the procedures to be followed for a termination or the transition to an alternative index. Details are specified in the Solactive Termination Policy, which is incorporated by reference and available on the SOLACTIVE website: <https://www.solactive.com/documents/termination-policy/>.

## 5.5. OVERSIGHT

An oversight committee composed of staff from SOLACTIVE and its subsidiaries (the "**OVERSIGHT COMMITTEE**") is responsible for decisions regarding any amendments to the rules of the INDEX. Any such amendment, which may result in an amendment of the GUIDELINE, must be submitted to the OVERSIGHT COMMITTEE for prior approval and will be made in compliance with the Methodology Policy, which is available on the SOLACTIVE website: <https://www.solactive.com/documents/methodology-policy/>.



## 6. DEFINITIONS

“**AVERAGE DAILY VALUE TRADED**” means, in respect of an INDEX COMPONENT, the sum of DAILY VALUE TRADED over the specified period divided by the number of TRADING DAYS that fall in the specified period.

“**BENCHMARK REGULATION**” shall have the meaning as defined in Section “Introduction”.

“**BMR**” shall have the meaning as defined in Section “Introduction”.

“**CALCULATION DAY**” is every weekday from Monday to Friday.

“**CLOSE OF BUSINESS**” is the calculation time of the closing level of the INDEX as outlined in Section 1.4.

The “**CLOSING PRICE**” in respect of an INDEX COMPONENT and a TRADING DAY is a security's final regular-hours TRADING PRICE published by the EXCHANGE and determined in accordance with the EXCHANGE regulations. If the EXCHANGE has no or has not published a CLOSING PRICE in accordance with the EXCHANGE rules for an INDEX COMPONENT, the last TRADING PRICE will be used.

“**DAILY VALUE TRADED**” means, in respect of an INDEX COMPONENT and a TRADING DAY, the product of (i) the CLOSING PRICE of such INDEX COMPONENT and (ii) the volume traded (measured as a number of shares) of such INDEX COMPONENT on the EXCHANGE during such TRADING DAY.

“**EXCHANGE**” is with respect to the INDEX and every INDEX COMPONENT, the respective exchange where the INDEX COMPONENT has its listing as determined in accordance with the rules in Section 2.

The “**FREE FLOAT**” is with regard to each of the securities fulfilling the Index Component Requirements on a SELECTION DAY the share class-specific fraction of the total number of shares of such share class issued that are available for trading by market participants and not locked-in by long term holders, as sourced from data vendors.

The “**FREE FLOAT MARKET CAPITALIZATION**” is with regard to each of the securities fulfilling the Index Component Requirements on a SELECTION DAY the share class-specific free float market capitalization. It is calculated as the multiplication of the shares outstanding in FREE FLOAT (as sourced from data vendors) with the CLOSING PRICE of the share class as of the respective SELECTION DAY.

“**GUIDELINE**” shall have the meaning as defined in Section “Introduction”.

“**INDEX**” shall have the meaning as defined in Section “Introduction”.

“**INDEX ADMINISTRATOR**” shall have the meaning as defined in Section “Introduction”.

“**INDEX COMPONENT**” is each security reflected in the INDEX.

“**INDEX COMPONENT REQUIREMENTS**” shall have the meaning as defined in Section 2.2.

“**INDEX CURRENCY**” is the currency specified in the column “Currency” in the table in Section 1.2.

“**INDEX UNIVERSE REQUIREMENTS**” shall have the meaning as defined in Section 2.1.

“**INDEX UNIVERSE**” is the sum of all financial instruments which fulfill the INDEX UNIVERSE REQUIREMENTS.





“**LIVE DATE**” shall have the meaning as defined in Section 1.3.

“**MARKET PARTICIPATION**” refers to the amount traded of INDEX COMPONENT k / Average Daily Volume 30-days of INDEX COMPONENT k

“**OVERSIGHT COMMITTEE**” shall have the meaning as defined in Section 5.5.

“**REBALANCE DAY**” is 2 CALCULATION DAYS after the SELECTION DAY. If that day is not a TRADING DAY the REBALANCE DAY will be the immediately following TRADING DAY.

“**SELECTION DAY**” is 1 CALCULATION DAY before the last CALCULATION DAY of the month.

“**SELECTION PARTY**” is Kepler Cheuvreux.

“**SOLACTIVE**” shall have the meaning as defined in Section “Introduction”.

“**START DATE**” shall have the meaning as defined in Section 1.3.

“**TRADING DAY**” is with respect to an INDEX COMPONENT included in the INDEX at the REBALANCE DAY and every INDEX COMPONENT included in the INDEX at the CALCULATION DAY immediately following the REBALANCE DAY (for clarification: this provision is intended to capture the TRADING DAYS for the securities to be included in the INDEX as new INDEX COMPONENTS with close of trading on the relevant EXCHANGE on the REBALANCE DAY) a day on which the relevant EXCHANGE is open for trading (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 scheduled EXCHANGE closing time and days on which the EXCHANGE is open for a scheduled shortened period. The INDEX ADMINISTRATOR is ultimately responsible as to whether a certain day is a TRADING DAY.

The “**TRADING PRICE**” in respect of an INDEX COMPONENT and a TRADING DAY is the most recent published price at which the INDEX COMPONENT was traded on the respective EXCHANGE.

“**THE MARKET PARTICIPATION**” in respect of an INDEX COMPONENT and a TRADING DAY is equal to the weight change multiplied by the index market value and divided the 30- days AVERAGE DAILY VALUE TRADED. The weight change is equal to the difference between the effective weight and the new weight.

# CONTACT

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