

MARKET CONSULTATION ISS ESG SCREENED PARIS ALIGNED NORDIC AND NORWAY FAMILY

28 January 2024



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 ISS ESG Screened Paris Aligned Nordic Index PR	.SSPABNOP	DE000SLODXW4
Solactive ISS ESG Screened Paris Aligned Nordic Index NTR	.SSPABNON	DE000SLODXX2
Solactive ISS ESG Screened Paris Aligned Nordic Index TR	.SSPABNOT	DE000SLODXYO
Solactive ISS ESG Screened Paris Aligned Norway Index PR	.SSPABNWP	DE000SLODXZ7
Solactive ISS ESG Screened Paris Aligned Norway Index NTR	.SSPABNWN	DE000SLODX02
Solactive ISS ESG Screened Paris Aligned Norway Index TR	.SSPABNWT	DE000SLODX10

Rationale for the Market Consultation

In order to follow standard market practice for diversification and mitigate the risk associated with overexposure, Solactive plans to add a single weight capping of 20% to the constituents of the above mentioned indices. The capping will align the indices with the principles of risk investment management and reduces the potential for excessive influence from individual stocks.

Proposed Change to the Index Guideline

The following Methodology change is proposed in the following point of the Index Guideline (ordered in accordance with the numbering of the affected sections)];

Section 2.3.2.i WEIGHTING OF THE INDEX COMPONENTS

"[...]

On each following SELECTION DAY each INDEX COMPONENT is assigned a weight subject to the following steps:

1. The CARBON INTENSITY of the PARENT INDEX is calculated by weighting the CARBON INTENSITY of the components of the BENCHMARK INDEX UNIVERSE of the PARENT INDEX by the weight of the respective components of the BENCHMARK INDEX UNIVERSE of the PARENT INDEX.



2. Each INDEX COMPONENT is assigned a weight in line with the requirements for EU Paris-aligned Benchmarks. I.e., an optimization is applied that minimizes the cumulative squared weight deviation from the PARENT INDEX on each SELECTION DAY, subject to the following constraints:

[...]

- i. Individual Weights are capped at 20.00%.

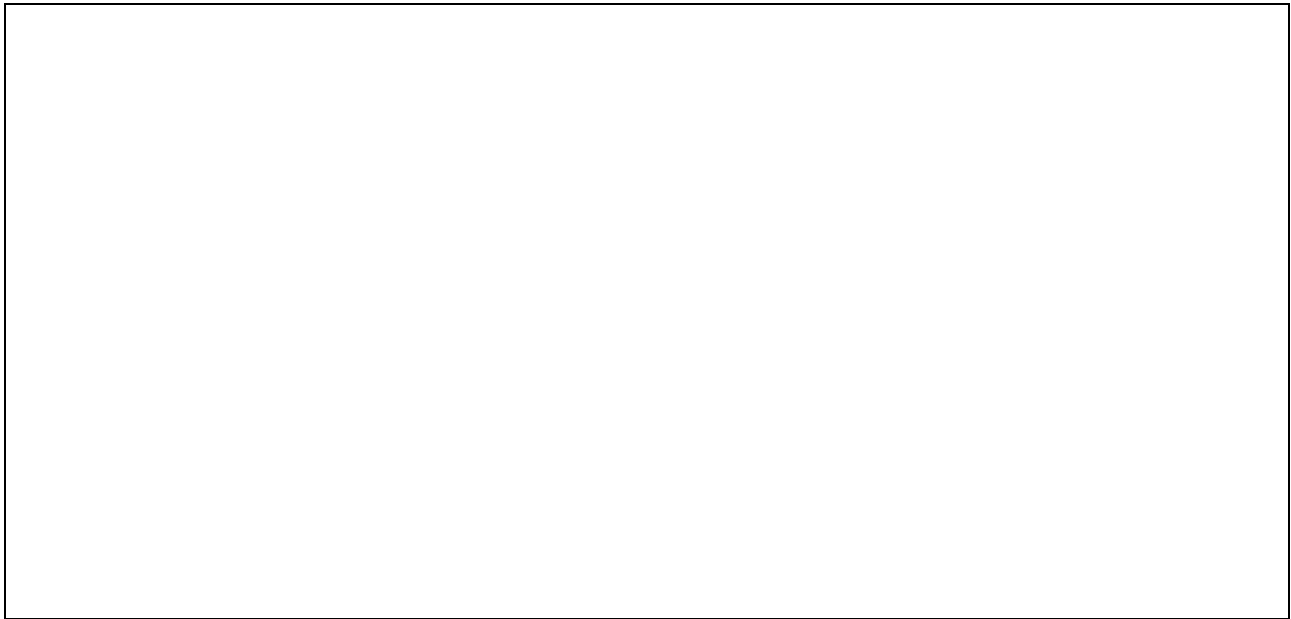
[...]"

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 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 *2024/03/13*

[Subject to feedback received on this Market Consultation, the changes mentioned above are intended to become effective on *2024/03/27*

Please send your feedback via email to marketconsultation@solactive.com, specifying "Market Consultation ISS ESG Screened Paris Aligned Nordic and Norway Family" 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.

