

Market Consultation Solactive SoFi US 500 Growth Index

02 October 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 Index (the ‘Index’):

|  |  |  |
| --- | --- | --- |
| **NAME** | **RIC** | **ISIN** |
| Solactive SoFi US 500 Growth Index | .SOLSFY | DE000SLA71W9 |

**Rationale for the Market Consultation**

Solactive suggests the following changes to align with standard market practices and guarantee the diversification of the index. Solactive suggests to raise the rebalance frequency to semi-annual, and to raise the winsorization thresholds to 20%-80%. The changes will allow to capture better momentums and will reduce the overweight due to outliers in growth factors.

**Proposed Change/(s) to the Index Guideline**

The following Methodology changes are proposed in the following points of the Index Guideline (ordered in accordance with the numbering of the affected sections):

Section 1.1: Scope of the Index

From:

[…]

|  |  |
| --- | --- |
| Regional Allocation | US |
| Rebalancing Frequency | Annual |

[…]

To:

[…]

|  |  |
| --- | --- |
| Regional Allocation | US |
| Rebalancing Frequency | Semi-annual |

[…]

Section 2.3: Weighting of the Index Components

From:

[…]

First, within each growth figure each data point is winsorized at the 2nd - and 98th -percentile, i.e. each data point below the 2nd percentile is set to the 2nd percentile and each data point above the 98th percentile is set to the 98th percentile.

[…]

To:

[…]

First, within each growth figure each data point is winsorized at the 20th - and 80th -percentile, i.e. each data point below the 20th percentile is set to the 20th percentile and each data point above the 80th percentile is set to the 80th percentile.

[…]

Section 6. Definitions

From

[…]

“Rebalance Day” is the first Wednesday in November.

[…]

To

[…]

“Rebalance Day” is the first Wednesday in May and November.

[…]

**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 SoFi US 500 Growth 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 *2024-10-16*.

Subject to feedback received on this Market Consultation, the changes mentioned above are intended to become effective on *2024-10-17*.

Please send your feedback via email to [marketconsultation@solactive.com](mailto:marketconsultation@solactive.com), specifying “**Market Consultation** Solactive SoFi US 500 Growth 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

Solactive AG

German Index Engineering

Platz der Einheit 1

60327 Frankfurt am Main

Germany

Tel.: +49 (0) 69 719 160 00

Fax: +49 (0) 69 719 160 25

Email: [info@solactive.com](mailto:info@solactive.com)

Website: [www.solactive.com](http://www.solactive.com)

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