

MARKET CONSULTATION NYLI  
CANDRIAM U.S. LARGE  
CAP/U.S MID  
CAP/INTERNATIONAL EQUITY  
INDICES

03 October 2025



## 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
NYLI Candriam U.S. Large Cap Equity Index-Price Change	.IQESGUS	DE000SLA99K5
NYLI Candriam U.S. Large Cap Equity Index-Total Return	.IQESGUST	DE000SLA99L3
NYLI Candriam U.S. Mid Cap Equity Index-Price Change	.IQESGUM	DE000SLOGM02
NYLI Candriam U.S. Mid Cap Equity Index-Net Total Return	.IQESGUMN	DE000SLOGM10
NYLI Candriam U.S. Mid Cap Equity Index-Total Return	.IQESGUMT	DE000SLOGM28
NYLI Candriam International Equity Index-Price Change	.IQESGIN	DE000SLA99G3
NYLI Candriam International Equity Index-NTR	.IQESGINN	DE000SLA99H1
NYLI Candriam International Equity Index-Total Return	.IQESGINT	DE000SLA99J7

## Rationale for the Market Consultation

NYLI Candriam indices represent specific segment of equities (US Large Cap, US Mid Cap, International) filtered for several ESG criteria like Controversial Activities criteria and the United Nations Global Compact. Existing rule effectively eliminated the bottom 30% of ESG performers, it created instability when company rankings fluctuated around the 70% cutoff—potentially triggering deletions for companies without meaningful ESG score changes. The changes addresses this by gradually adjusting weights for companies in the 70–80th percentile range, minimizing disruption from minor ranking shifts while maintaining adherence to the strategies' core ESG principles.

## Proposed Changes to the Index Guideline

The following Methodology changes are proposed in the following points of the Index Guideline

### 2.1. INDEX UNIVERSE REQUIREMENTS

#### *Addition*

Companies ranked between the 70th and 80th percentiles based on their ESG score are also included in the INDEX UNIVERSE provided that all of the following conditions are met:



- o As described above, they do not violate the Controversial Activities criteria or the United Nations Global Compact principles
- ☒ Note: Any security ranked in the 70–80th percentile that fails the Controversial Activities or UNGC screening is excluded, regardless of historical rankings.
- o They were ranked within the top 70% (per sector) at least once over the two previous Rebalancing Dates
- o Their ESG ranking score was not above the 80th percentile on either of those two Rebalancing dates.

## 2.3. WEIGHTING OF THE INDEX COMPONENTS

### Addition

Securities ranked within the 70th–80th percentile range at the current rebalancing, which meet the criteria defined under the “INDEX UNIVERSE REQUIREMENTS,” are subject to the following progressive weight reduction mechanism:

- o First occurrence: The security's weight is reduced to 50% of its free-float market capitalization weight.
- o Second consecutive occurrence: If the security remains within the 70th–80th percentile range at the next Selection Day, its weight is further reduced to 25%.
- o Third consecutive occurrence: If the security continues to fall within this, the security is fully removed from the index.

### 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)	
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Solactive is inviting all stakeholders and interested third parties to evaluate the proposed changes to the Methodology for the NYLI CANDRIAM U.S. LARGE CAP/U.S MID CAP/INTERNATIONAL EQUITY INDICES and welcomes any feedback on how this may affect and/or improve their use of Solactive indices.

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### Consultation Procedure

Stakeholders and third parties who are interested in participating in this Market Consultation, are invited to respond until 2025-10-17

[Subject to feedback received on this Market Consultation, the changes mentioned above are intended to become effective on 2025-11-03]

Please send your feedback via email to [marketconsultation@solactive.com](mailto:marketconsultation@solactive.com), specifying "Market Consultation NYLI CANDRIAM U.S. LARGE CAP/U.S MID CAP/INTERNATIONAL EQUITY INDICES" as the subject of the email, or

via postal mail to: Solactive AG



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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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