



Index Guidelines relating to the

**Venn Collective Alpha SMID US Index**

ISIN: FR0013511839

**("Index Guidelines")**

Version 2.0 effective as of 12 January 2024

## IMPORTANT INFORMATION

The general principles of the Venn Collective Alpha SMID US Index (the "**Index**") as of 12.01.2024 are set out below.

It should be noted that the general principles of the Index may be updated or amended from time to time. In managing the Index, the Index Administrator will employ the methodology described herein and its application of such methodology shall be conclusive and binding. No assurance can be given that fiscal, market, regulatory, juridical, financial or other circumstances will not arise that would, in the view of the Index Administrator, necessitate or make desirable a modification of or change to such methodology. The Index Administrator shall be entitled to make any such modification or change any of the provisions of the Index as set out in these Index Guidelines as it deems fit. The Index Administrator may also make modifications to the terms of the Index in any manner that it may deem necessary or desirable, including (but not limited to) to correct any manifest or proven error to cure, correct or supplement any ambiguity or defective provision contained in these Index Guidelines. Any such modification or change will take effect accordingly and will be deemed to update these Index Guidelines from its effective date.

This document is communicated by the Index Administrator. All information provided herein is for information purposes only and no warranty is made as to its fitness for purpose, satisfactory quality or otherwise. Every effort has been made to ensure that all information given is accurate, but no responsibility or liability (including in negligence) can be accepted by the Index Administrator for errors or omissions or for any losses arising from the use of this information.

The information presented herein has been prepared based on the publicly available information, internally developed data or other third-party sources believed to be reliable. All opinions and views constitute judgments as of the date of the writing and are subject to change at any time without notice.

Information contained in these Index Guidelines do not constitute an invitation to make an investment in a product based upon the Index (an "**Index Linked Product**") nor does the information, recommendations or opinions expressed herein constitute an offer for sale of an Index Linked Product.

## TABLE OF CONTENTS

Introduction.....	4
1. Index Description .....	5
2 Index Methodology .....	9
3 Calculation of the Index.....	11
4 Change History .....	17
5 Contact Data .....	17
6 Definitions .....	18
Annex 1: Universe of Index Components .....	20
Annex 2: Index Component Selection Criteria .....	21
Annex 3:Initial Index Allocation .....	21

## INTRODUCTION

This document contains the underlying principles and regulations regarding the structure and the operations of the Index. The Index is the sole property of the Index Sponsor. LIXX GmbH, Fürstenwall 172a, 40217 Düsseldorf, Germany ("**LIXX**") as the Index Administrator and Index Calculation Agent strives to the best of its ability to ensure the correctness of its mechanism and calculation. LIXX is not obliged – irrespective of possible obligations to issuers – to advise third parties, including investors and/or financial intermediaries, of any errors in the Index. This document is to be used as a guideline regarding the composition, calculation and management of the Index. Any changes made to these Index Guidelines are initiated by the Index Administrator.

The calculation and publication of the Index by LIXX is no recommendation for capital investment and does not purport any assurance or opinion regarding a possible investment in a financial instrument based on the Index.

## 1. INDEX DESCRIPTION

### 1.1 Summary of Index Specifications

Reference Market	Objective
<p>Companies which</p> <ul style="list-style-type: none"> <li>(i) have their securities, or Substitutes, listed or admitted to trading at a trading venue in the United States of America;</li> <li>(ii) are included in the 13F Official List; and</li> <li>(iii) have a market capitalization between 500\$ million and 50\$ billion</li> </ul> <p>(the "<b>Reference Market</b>").</p>	<p>The objective of the Index is to reflect the performance an investor can achieve by investing in a dynamic portfolio of such 40 US listed shares or Substitutes from the Reference Market representing the main common convictions of a group of short-listed managers (the "Selection of Portfolio Managers"). To reflect the economic reality given by factors such as availability of instruments, reinvestment of maturing instruments and portfolio size, Index Components may be replaced, and their weighting adjusted over time.</p>
<b>Administration of the Index and Regulatory Status</b>	
<p>The Index is calculated, maintained, rebalanced and published by the Index Administrator and sponsored by the Index Sponsor. The Index is maintained, and rebalanced following recommendations provided by the Index Allocator.</p> <p>As at the date of these Index Guidelines the Index is considered a "non-significant benchmark" within the meaning of Article 3 para 1 (27) Regulation (EU) 2016/2011 of the European Parliament and the Council of 8 June 2016 ("<b>Benchmark Regulation</b>"). The Index is administrated in accordance with the applicable provisions of the Benchmark Regulation and the applicable delegated regulations. The Index Administrator may, at its own discretion, choose not to apply some or all non-mandatory, waivable obligations in accordance with Article 26 of the Benchmark Regulation.</p>	
<b>Universe of Index Components</b>	
<p>Equity securities or Substitutes of companies from the Reference Market.</p>	

<b>Selection of Index Components</b>
Index Components will be selected by applying advanced filter criteria to the Universe of Index Components. Further information can be found in section 2.2 ( <i>Selection of Index Components</i> ).
<b>Allocation of Index Components</b>
The allocation recommendations by the Index Allocator are based on the results of a pre-determined process as further described in Annex 2. According to the index allocation agreement, the Index Allocator has assumed the obligation to provide the Index Administrator with recommendations regarding the selection and weightings of the Index Components.
<b>Methodology</b>
The methodology of the Index is set out in section 2 ( <i>Index Methodology</i> ).
<b>Technical Specifications</b>
The reference currency of the Index is USD and the Index is calculated daily. The Index will not use leverage. The Index is a Total Return Net Index, i.e. dividends or coupon payments will be reinvested in the hypothetical portfolio of the Index after deducting Withholding Tax.

## 1.2 Name and ISIN

The name of the Index is Venn Collective Alpha SMID US Index. The Index is distributed under ISIN FR0013511839.

## 1.3 Initial Index Value

The Index is established for calculation by LIXX as of 04.12.2020 ("**Index Start Date**") with an initial level of 120.91 index points ("**Initial Index Value**").

## 1.4 Distribution

The Index Value is published by LIXX under a sub-page of [www.lixxinnovation.com](http://www.lixxinnovation.com) as of each Index Valuation Date, no later than twenty-five (25) Business Days following the respective Index Valuation Date.

## **1.5 Prices and Calculation Frequency**

The Index is calculated daily on each Business Day (each an "**Index Valuation Date**"). In case a scheduled Index Valuation Date is not a Business Day, the Index Valuation Date falls on the next day that is a Business Day. The Index calculation is based on the Official Valuation of the respective Index Components. The Index Administrator will take appropriate steps to avoid a disruption to the process of the provision of the Index. However, if relevant data cannot be obtained, the Index Administrator will not publish the Index. Deficient calculations will be managed in accordance with the LIXX Correction Policy.

## **1.6 Index Administrator and External Service Providers**

### **1.6.1 Index Administrator**

In performing its duties, the Index Administrator follows the business principles published on its website and the applicable provisions of the Benchmark Regulation and its delegated regulations.

In managing the Index, the Index Administrator will employ the methodology described herein and its application shall be conclusive and binding. No assurance can be given that fiscal, market, regulatory, juridical, financial or other circumstances will not arise that would, in the view of the Index Administrator, necessitate or make desirable a modification of or change to such methodology and the Index Administrator shall be entitled to make any such modification or change any of the provisions of the Index as set out in these Index Guidelines as it deems fit. The Index Administrator may also make modifications to these Index Guidelines in any manner that it may deem necessary or desirable, including (but not limited to) to correct any manifest or proven error to cure, correct or supplement any ambiguity or defective provision contained these Index Guidelines. Any such modification or change will take effect accordingly and will be deemed to update these Index Guidelines from its effective date.

### **1.6.2 Calculation Agent**

The Index Administrator acts as Index Calculation Agent. Adjustments to the Index Value are determined by the Index Calculation Agent under supervision of the Index Administrator.

### **1.6.3 Index Allocator**

In order to pursue the Index objective, the Index Allocator will issue recommendations in relation to the selection and weightings of the Index Components in accordance with these Index Guidelines. The Index Administrator solely selects Index Components and allocates weightings of the Index Components based on the Index Allocator's recommendations.

## **1.7 Publication**

Specifications and information relevant for calculating the Index will be made available on the website [www.lixxinnovation.com](http://www.lixxinnovation.com) and sub-pages.

## **1.8 Historical Data**

Historical data will be recorded in accordance with Article 8 of the Benchmark Regulation, if and as applicable. This means that in such cases all input data and the methodology will be recorded for a minimum of five years.

## **1.9 Licensing**

Licenses to use the Index as benchmark for derivative instruments may be issued by the Index Administrator to stock exchanges, banks, financial service providers and investment houses.

## **2 INDEX METHODOLOGY**

The Index Allocator recommends to the Index Administrator potential Index Components from the Universe of Index Components and the weightings of the Index Components to pursue the objective of the Index accurately. As such, the recommendations of the Index Allocator are considered input data and the Index Allocator is considered a contributor of input data in accordance with Article 11 of the Benchmark Regulation, to the extent applicable.

When executing the recommendation, the Index Administrator ensures that (i) the selection of the Index Components and (ii) the weightings are in line with the Index Guidelines.

The Index Allocator will review the composition of the Index on an ongoing basis. Index Components may be selected by the Index Administrator from the Universe of Index Components upon recommendation of the Index Allocator for inclusion in the Index if they satisfy the requirements set out in these Index Guidelines. Each Index Component's weighting may be adjusted by the Index Administrator upon recommendation of the Index Allocator. The number of Index Components can change over time.

The Index Value will be determined based on the Official Valuation.

### **2.1 Universe of Index Components**

The relevant categories of instruments out of which Index Components may be selected are set out in **Annex 1**.

### **2.2 Selection of Index Components**

Out of the Universe of Index Components individual financial instruments can only be used as an Index Component for inclusion in the Index if they meet the Index Component Selection Criteria set out in **Annex 2**.

### **2.3 Allocation of Index Components**

The Index Administrator assigns the Index Components' weightings upon the Index Allocator's recommendation, provided that such recommendation conforms to the Index Component Selection Criteria set out in **Annex 2**. The allocation of Index Components is, within the described framework, within the discretion of the Index Allocator as Data Provider.

### **2.4 Changes to Index Components**

An Index Component may be removed from the Index especially if such Index Component

- (i) does not meet the Index Component Selection Criteria at any point in time;

(ii) does not or no longer qualify for inclusion in the Index.

Index Components can also be removed from the Index to ensure that, at all times, the Index continues to meet its Index objective or composition restrictions. Once the allocation of any removed Index Component is determined, the respective allocation of some or all of the remaining Index Components may be adjusted accordingly. If an Index Component is removed from the Index, a replacement component that meets the Index Component Selection Criteria may be added to the Index.

An Index Component may be added to the Index if it qualifies for inclusion in the Index. Index Components can be added to the Index to ensure that, at all times, the Index continues to meet its Index objective and composition restrictions. Once the allocation of newly added Index Components is determined, the respective allocation of some or all of the Index Components existing prior to the additions may be adjusted accordingly.

### 3 CALCULATION OF THE INDEX

#### 3.1 Index Formula

On each Index Valuation Date, the Index Calculation Agent calculates the Index Value. This calculation is based on the Official Valuation.

The Index Calculation Agent will use the following formula to calculate the Index Value:

$$Index_t = \sum_{i=1}^N (W_{ti} \times P_{ti}) - A_t$$

Whereas:

$Index_t$  is the Index Value at time t.

$W_{ti}$  is the number of units of an Index Component in the Index at time t.

$P_{ti}$  is the Official Valuation of each Index Component at time t > 0, converted to US Dollar where necessary.

$A_t$  is the adjustment factor, which is determined at the reasonable discretion of the Index Calculation Agent at the time t with reference to adjustments carried out pursuant to sections 3.3 (*Other Changes*) and 3.4 (*Adjustments Following Distributions and Corporate Actions*).

N is the total number of Index Components.

i is representing an individual Index Component.

#### 3.2 Accuracy

The value of the Index will be rounded to two (2) decimal places (with halves being rounded up). Calculations on units are rounded to eight (8) decimals (with halves being rounded up).

#### 3.3 Other Changes

The Index Administrator may at its reasonable discretion amend these Index Guidelines to (i) ensure achievement of the Index objective as defined in these Index Guidelines or (ii) to address any errors, omission or ambiguities. Such amendments may include changes to the Index Component Selection Criteria or the rules with respect to the composition, calculation and weighting of the Index.

### 3.4 Adjustments Following Distributions and Corporate Actions

#### 3.4.1 Dividends

Dividends (cash and stock), interest and other distributions will be allocated to the Index. A Withholding Tax is applicable and will be deducted before the corresponding unit size of an Index Component is adjusted.

$$W_{i,t} = W_{i,t-1} \times \frac{p_{i,t-1}}{p_{i,t-1} - D_{i,t}}$$

Where:

$W_{i,t}$  : Number of units of the Index Component i on Business Day t

$p_{i,t-1}$  : Closing price of Index Component i on Business Day t-1 in Index Currency

$D_{i,t}$  : Dividend amount on Business Day t multiplied by  $(1 - WT_i)$  where  $WT_i$  is the Withholding Tax rate of the respective country of the Index Component i

#### 3.4.2 Corporate Actions

In case of a corporate action on an Index Component, the Index Calculation Agent will assess whether such corporate action has a dilutive or any other effect on the price of the Index Component. In such case, the Index Calculation Agent will make required adjustments and determine the date on which these adjustments become effective. Amongst other things the Index Calculation Agent can consider adjustments executed by an exchange as a result of the corporate action concerning options and futures.

##### 3.4.2.1 Splits

Splits require the recalculation of the "W" parameter if the split ratio is applicable to the price change, as follows:

$$W_{i,t+1} = W_{i,t} * S$$

Whereas:

$W_{i,t+1}$  is the number of units / notional affected in the Index at time t+1

$W_{i,t}$  is the number of units / notional affected in the Index at time t

$S$  Units / notional after the split for every unit / notional before split

Share distributions require the recalculation of the "W" parameter if the distribution ratio is applicable to the price change, as follows:

$$W_{i,t+1} = W_{i,t} * (1 + S)$$

Whereas:

$W_{i,t+1}$  is the number of units / notional affected in the Index at time t+1

$W_{i,t}$  is the number of units / notional affected in the Index at time t

$S$  Units / notional for every unit / notional before distribution

### 3.4.2.2 Rights

Regarding capital increases the number of units of an Index Component must be adjusted and the following calculation is applied:

$$W_{i,t} = W_{i,t-1} \times \frac{p_{i,t-1}}{p_{i,t-1} - rB_{i,t}}$$

$$\text{Where } rB_{i,t} = \frac{p_{i,t-1} - B - N}{BV + 1}$$

And:

$W_{i,t}$ : Number of units of Index Component i on the day of the ex-date

$W_{i,t-1}$ : Number of units of the Index Component i on the day prior to the ex-date

$p_{i,t-1}$ : Closing price on the day prior to ex-date

$rB_{i,t-1}$  : Calculated value of rights issue

B: Price of rights issued

N: Dividend disadvantage

BV: Subscription ratio.

The last dividend paid, or the proposed dividend announced is applied as the so-called dividend disadvantage. This occurs in case the new listed shares are non-eligible for dividend distribution.

### 3.4.2.3 Capital reductions

Regarding capital reductions the number of units of an Index Component must be adjusted and the following calculation is applied:

$$W_{i,t} = W_{i,t-1} \times \frac{1}{H_{i,t}}$$

Where:

$H_{i,t}$  : Ratio of reduction of the company on day t.

$W_{i,t}$  : Number of units in the Index on the day of the distribution for the component i.

$W_{i,t-1}$  : Number of units in the Index the day prior to the distribution for the component i.

### 3.4.2.4 Spin-off

Where an Index Component distributes parts of its business into a further company, the shares of such further company will be added to the Index according to the event terms on the ex-date. To avoid an increasing of Index Components, the Index Allocator can advise to not add the shares to the Index, but instead increase the units of the parent Index Component.

#### **3.4.2.5 Mergers and Acquisitions**

Where an Index Component is affected or subject to a merger or acquisition, the handling of such Index Component will be handled as per below:

##### **Replacement**

A merged or acquired Index Component can be replaced by another Index Component, based on a recommendation by the Index Allocator. In this case, the weight of the Index Component removed from the Index will be applied to the new Index Component added to the Index.

##### **Non-Replacement**

A merged or acquired Index Component can be pro-rata distributed across the remaining Index Components, based on a recommendation by the Index Allocator.

Any changes will be effective as communicated by the Index Administrator, at the minimum lead time will be two Business Days.

#### **3.4.2.6 Extraordinary Corporate Actions**

Any Corporate Action not described in this document is regarded as extraordinary. In such a case, the Index Administrator will seek a recommendation from the Index Allocator on how to proceed with the goal to ensure that the Index continues to meet its Index objective. Any changes will be effective as communicated by the Index Administrator, at the minimum lead time will be two Business Days.

### **3.5 Rebalancing**

Adjustments to the Index according to sections 2.3 (*Allocation of Index Components*) and 2.4 (*Changes to Index Components*) will be processed by the Index Administrator in a timely manner after receipt of the relevant recommendation from the Index Allocator. Any adjustments will be based on closing (end of day) prices of the relevant Index Component. Only in instances where any such recommendation is not in line with the Index objectives the Index Administrator will ignore such recommendation. The Index will be rebalanced each quarter.

Generally the Index Allocator executes the process as described in Annex 2 on the first Business Day after the publication of the 13F Official List (generally available 45 days after the end of each calendar quarter).

The Index Allocator shall provide the Index Administrator with its recommendation setting out the affected Index Components. If the Index Administrator deems the recommendation to be in line with the Index objective, the Index Administrator shall implement the relevant changes by using closing (end

of day) prices of the second Business Day following the receipt of the relevant recommendation. However, the Index Allocator may recommend using closing prices from the next Business Day following the receipt of the relevant recommendation. If a day is not a Business Day, the following day that is a Business Day will be used.

Based on the above, the expected dates are as follows:

Relevant Quarter	Recommendation of Allocator	Implementation with closing values	Effective
Q1-2021	16 February	18 February	19 February
Q2-2021	17 May	19 May	20 May
Q3-2021	16 August	18 August	19 August
Q4-2021	16 November	18 November	19 November

### 3.6 Data Provider

The recommendations of the Index Allocator relating to the selection of Index Components and their relevant weightings for the purposes of calculating the value of the Index are considered input data and the Index Allocator will therefore act as Data Provider in accordance with the Benchmark Regulation. Other relevant input data, i.e. data used when determining any Official Valuation, will be sourced from publicly available sources (readily available data) to maintain or calculate the Index.

### 3.7 Index Continuity and Market Disruption

In case of missing, insufficient, inaccurate or unreliable input data or non-compliance with the standards as set out below, for any of the required data to calculate the Index, the Index Administrator may not calculate and publish the Index. The decision will be taken at the Index Administrator's sole discretion.

In case the minimum requirements and standards set out below are not fulfilled for a considerable time, the Index Administrator, to protect users of the Index, will publish such circumstance either by amending the Index Guidelines, or by notice on its website. Where appropriate, the Index Administrator will consult experts to make the decision.

The minimum requirements for the quantity of input data are:

- A price for each Index Component must be available;
- a weight of each Index Component must be available or calculatable.

The minimum standards for the quality of input data are:

- Data must be reliable and consistent;
- data must be robust;
- data must be verifiable.

### **3.8 Internal Review and Approval of Methodology**

After the preparation of the index related documentation, a review round with regards to whether the requirements of the Benchmark Regulation are reflected and whether there is an operational feasibility for implementation takes place. Thereafter, a revision and further coordination with relevant parties takes place, including a dedicated checklist maintained by the Index Administrator to ensure compliance with the Benchmark Regulation. Such a checklist includes, among other things, documentation requirements of the Benchmark Regulation. After the relevant steps have been successfully completed, the management of the Index Administrator has discretion to approve launching an index. The methodology is reviewed annually.

### **3.9 Consulting Procedures and Significant Change**

In the event of a proposed Significant Change in the Index methodology, it is the responsibility of a relevant party to contact the Index Administrator and notify the relevant request. Such notification must in any case be made in writing or by email. The Index Administrator will subsequently review the case regarding the reasons given.

For the purposes of this section 3.9 "**Significant Change**" means, in each case determined in the Index Administrator's reasonable discretion taking into account the Index Sponsor's interests and Index users at all times:

- (i) Any change which, at the time of the conversion, lead to a change in the Index Value of more than 3% compared to the Index Value prevailing in the absence of such change on the last Index Valuation Day prior to such change; and
- (ii) any methodological adjustment that leads to significant changes of the Index Values in the longer term.

In case of a Significant Change, the Index Administrator will provide updated Index Guidelines on its website. In addition, any licensees will be informed by the Index Administrator about any Significant Change.

## **4 CHANGE HISTORY**

04.12.2020 – 1.0. – Initial version

Effective as of 12 January 2024 – 2.0 - The name of the index has been amended from “Venn Smart Alpha US SMID Index” to “Venn Collective Alpha SMID US Index”.

## **5 CONTACT DATA**

### **Information regarding the Index**

LIXX GmbH  
Fürstenwall 172a  
40217 Düsseldorf  
Germany

Tel.: +49 (0) 211 78175180  
E-Mail: [info@lixxinnovation.com](mailto:info@lixxinnovation.com)  
Website: [www.lixxinnovation.com](http://www.lixxinnovation.com)

© LIXX GmbH

## 6 DEFINITIONS

13F Official List	Means the relevant most recently published list of "Section 13(f) securities" as defined by Rule 13f-1(c) [17 CFR 240.13f-1(c)] under Section 13(f) of the Securities Exchange Act of 1934, as published by the U.S. Securities and Exchange Commission.
Annex	Means an annex to these Index Guidelines, each of which form an integral part of these Index Guidelines
Business Day	Day on which there is, at the same day, neither a public holiday in Paris, France, nor in Dusseldorf, Germany
Data Provider	A contributor of data to maintain or calculate the Index in accordance with Article 11 of the Benchmark Regulation
Index	Venn Collective Alpha SMID US Index
Index Administrator	LIXX
Index Allocator	Venn Research, a limited liability company ( <i>société à responsabilité limitée à associé unique</i> ) under French law, registered under 852 611 359 R.C.S. Paris and principal place of business at Avenue de l'Opéra 26, 75001 Paris, France
Index Calculation Agent	LIXX
Index Component	Any constituent of the Index selected from the Universe of Index Components
Index Sponsor	Venn Research, a limited liability company ( <i>société à responsabilité limitée à associé unique</i> ) under French law, registered under 852 611 359 R.C.S. Paris and principal place of business at Avenue de l'Opéra 26, 75001 Paris, France
Index Valuation Date	Each Business Day on which the Index is calculated
Index Value	Value of the Index on the Index Valuation Date
LIXX	LIXX GmbH, a limited liability company ( <i>Gesellschaft mit beschränkter Haftung</i> ) under German law, registered with the commercial register ( <i>Handelsregister</i> ) of the local court ( <i>Amtsgericht</i> ) of Düsseldorf under HRB 81816 and principal place of business at Fürstenwall 172a, 40217 Düsseldorf, Germany
Official Valuation	The official valuation is based on publicly available data, that has been made available by internationally established information

services or exchanges. Such data will include daily end of day closing values of each Index Component, as they are available one Business Day prior to the relevant Index Valuation Day. In case no data is available on the relevant valuation day, the most recent value available (closing), will be considered.

Reference Market	Has the meaning given to such term in section 1.1 ( <i>Summary of Index Specifications</i> ).
Substitutes	Means American depositary receipts and global depositary receipts.
Total Return Net Index	Index calculated based on reinvested dividend or coupon payments, reduced by any Withholding Tax.
Universe of Index Components	Instruments which may be part of the Index as defined in <b><u>Annex 1</u></b>
Withholding Tax	The withholding tax rate as published on the LIXX website subject to country ISIN.

## **ANNEX 1: UNIVERSE OF INDEX COMPONENTS**

Equity securities or Substitutes of companies from the Reference Market.

## **ANNEX 2: INDEX COMPONENT SELECTION CRITERIA**

On the first Business Day after the publication of the 13F Official List (generally available 45 days after the end of each calendar quarter) (each a "**Rebalancing Determination Date**") the following determinations are made:

### **1. Selection of Portfolio Managers**

The eligible portfolio managers selection is deemed to include 40 to 50 managers investing in the Reference Market. The selection is determined annually in January on the last Business Day (the "**Managers Selection Day**"). Eligible portfolio managers must meet the following criteria. They:

- a) Follow a fundamental investment philosophy,
- b) Manage a concentrated portfolio: top ten portfolio positions > 30%,
- c) Manage a portfolio value > USD 100 million.

The selection of portfolio managers remains the same until the next Managers Selection Day unless any of the portfolio managers no longer meets the criteria or due to any event that substantially changes the way a portfolio is managed. The definition of a substantial change is at the discretion of the Index Allocator.

### **2. Selection of Securities**

The eligible securities are determined quarterly by aggregating all the positions held in the portfolios of the selected managers on the basis of the latest published inventories.

Securities of the universe must fulfil the following criteria at the Rebalancing Determination Date to be eligible for the index component selection. The following process is applied:

- a) Eligible securities are ranked by decreasing weightings of positions held by the selection of portfolio managers;
- b) eligible securities must be listed on an exchange;
- c) market capitalization of eligible securities must be between 500\$ million and 50\$ billion;
- d) singletons defined as only one security line selected by a single manager out of the Selection of Portfolio Managers are not eligible;
- e) Securities whose aggregated weighting is composed for more than two-thirds of a single portfolio manager's weight are normalised. The normalisation is done by allocating, to this specific single portfolio manager, the average weight calculated from the remaining portfolio managers holding the specific security;
- f) if multiple lines of a stock qualify for the Index, the less liquid is removed;

g) the Index Component Selection is then composed of the 40 top remaining eligible securities.

With each selection of securities and a following rebalancing, an equal weight of the Index Components is applied.

### ANNEX 3: INITIAL INDEX ALLOCATION

ISIN	Name	Weight
US02156B1035	Alteryx Inc	2.47%
US05464C1018	Axon Enterprise Inc	2.43%
US08579W1036	Berry Global Group Inc	2.4%
US10316T1043	Box Inc	2.3%
US1431301027	Carmax Inc	2.43%
US1468691027	Carvana Co	2.54%
US12514G1085	CDW Corp	2.31%
IE00BKYC3F77	Cimpress PLC	2.43%
US1844961078	Clean Harbors Inc	2.46%
US21925Y1038	Cornerstone OnDemand Inc	2.47%
US2253101016	Credit Acceptance Corp	2.5%
US2283681060	Crown Holdings Inc	2.41%
US2358252052	Dana Inc	2.74%
US26614N1028	Dupont De Nemours Inc	2.5%
US29362U1043	Entegris Inc	2.54%
US30224P2002	Extended Stay America Inc	2.65%
US3024913036	FMC Corp	2.47%
US3802371076	GoDaddy Inc	2.6%
US3886891015	Graphic Packaging Holding Co	2.44%
US4103451021	HanesBrands Inc	2.46%
US44891N1090	IAC/Interactivecorp	2.53%
US47233W1099	Jefferies Financial Group Inc	2.38%
US50077C1062	Kraton Corp	2.66%
US5018892084	LKQ Corp	2.44%
US5627501092	Manhattan Associates Inc	2.68%
US5770811025	Mattel Inc	2.49%

US5779331041	Maximus Inc	2.28%
US64049M2098	Neogenomics Inc	2.65%
US67020Y1001	Nuance Communications Inc	2.9%
CA6837151068	Open Text Corp	2.54%
US7434241037	Proofpoint Inc	2.63%
US9022521051	Tyler Technologies Inc	2.41%
US9170471026	Urban Outfitters Inc	2.37%
US92343X1000	Verint Systems Inc	2.4%
US92537N1081	Vertiv Holdings Co	2.56%
US9258151029	Vicor Corp	2.49%
US94419L1017	Wayfair Inc	2.39%
US92932M1018	WNS (Holdings) Ltd	2.37%
US9837931008	XPO Logistics Inc	2.66%
US9892071054	Zebra Technologies Corp	2.63%