

Modification to the Methodology of the S&P Kensho New Economies Sector Rotator Index

NEW YORK, JULY 29, 2020: S&P Dow Jones Indices (“S&P DJI”) announces a change to the S&P Kensho New Economies Sector Rotator Index.

In order to align the index methodology with standard terms and definitions, S&P DJI is modifying the Sharpe Ratio definition as used in calculating the index. The table below summarizes the change.

| Change | Methodology | |
|-------------------------|---|---|
| | Previous | Updated |
| Sharpe Ratio Definition | $\text{Sharpe Ratio}_{[i]} = \frac{\mu_{[i]}}{\sigma_{[i]}}$ <p>where:</p> <ul style="list-style-type: none"> $\mu_{[i]}$ = the average daily total returns of sector combination_[i] over the 126 trading day lookback period $\sigma_{[i]}$ = the standard deviation of daily total returns for sector combination_[i] over the 126 trading day lookback period | $\text{Sharpe Ratio}_{[i]} = \frac{\mu_{[i]} - R_f}{\sigma_{[i]}}$ <p>where:</p> <ul style="list-style-type: none"> $\mu_{[i]}$ = the average daily total returns of sector combination_[i] over the 126 trading day lookback period $\sigma_{[i]}$ = the standard deviation of daily total returns for sector combination_[i] over the 126 trading day lookback period R_f = the risk-free rate, based on the 91-day US Treasury Bill Rate |

Please note that back-tested results indicate that the historical index composition would not have been impacted had this change been in effect since the index base date.

This change will be implemented in conjunction with the next rebalancing, which takes effect prior to the market open on Tuesday, January 5, 2021.

For more information about S&P DJI, please visit www.spdji.com.

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