

S&P GIVI and S&P/JPX GIVI Indices Consultation on Rebalancing Schedule

NEW YORK, AUGUST 17, 2020: S&P Dow Jones Indices (“S&P DJI”) is conducting a consultation with market participants on a potential change to the S&P GIVI and S&P/JPX GIVI Indices.

In an effort to enhance index replicability, S&P DJI is proposing to modify the indices’ rebalancing schedule. The proposed change is summarized in the table below.

Proposed Change	Current	Methodology	Proposed
Rebalancing Schedule	The indices rebalance twice a year after the close of the fourth Friday of March and third Friday of September. The fundamental data reference date, used for beta and to obtain financial statement inputs to the intrinsic value model, is six weeks prior to the rebalancing date. The rebalancing reference date, used to calculate intrinsic value with additional inputs including float-adjusted market capitalization and to determine constituent weights, is the last trading day of the month prior to the rebalancing month.	The indices rebalance twice a year after the close of the fourth Friday of March and September. In years where the first business week of September consists of all five weekdays (Monday – Friday), the indices will rebalance on the third Friday of September. The fundamental data reference date, used for beta and to obtain financial statement inputs to the intrinsic value model, is six weeks prior to the rebalancing date. The rebalancing reference date, used to calculate intrinsic value with additional inputs including float-adjusted market capitalization and to determine constituent weights, is the last trading day of the month prior to the rebalancing month.	The indices rebalance twice a year after the close of the fourth Friday of March and September. In years where the first business week of September consists of all five weekdays (Monday – Friday), the indices will rebalance on the third Friday of September. The fundamental data reference date, used for beta and to obtain financial statement inputs to the intrinsic value model, is six weeks prior to the rebalancing date. The rebalancing reference date, used to calculate intrinsic value with additional inputs including float-adjusted market capitalization and to determine constituent weights, is the last trading day of the month prior to the rebalancing month.

The table below shows examples of future September rebalancing dates.

Rebalancing	Reference Date	Pro-forma Date	Rebalancing Effective Date
September 2020	09/01/2020	09/11/2020	09/28/2020
September 2021	09/01/2021	09/10/2021	09/27/2021
September 2022	09/01/2020	09/09/2022	09/26/2022
September 2023	09/01/2022	09/08/2022	09/25/2022
September 2024	09/02/2022	09/06/2022	09/20/2022

Please refer to the [S&P GIVI Indices Methodology](#) and [S&P/JPX GIVI Index Methodology](#) for more information about the indices.

IMPLEMENTATION TIMING

S&P DJI is proposing to implement the proposed methodology change, if adopted, in conjunction with the subsequent September 2020 rebalancing.

QUESTIONS

Please answer the following questions and provide S&P DJI with the reasoning behind your answers:

1. **Do you agree with the proposal to modify the rebalancing schedule?**
2. **If the proposed change is adopted, do you agree with the proposed implementation date?**
3. **Do you have any other comments or feedback regarding the proposed change outlined above?**

Your participation in this consultation is important as we gather information from various market participants in order to properly evaluate your views and preferences. Please respond to this survey by **August 28, 2020**. After this date, S&P DJI will no longer accept survey responses. Prior to the Index Committee's final review, S&P DJI may request clarifications from respondents as part of that review.

To participate in this consultation, please visit the online survey available [here](#).

For further information about this consultation, please contact S&P Dow Jones Indices at SPDJI_Index_Governance@spglobal.com.

Please be advised that all comments from this consultation will be reviewed and considered before a final decision is made; however, S&P DJI makes no guarantees or is under any obligation to comply with any of the responses. The survey may result in no changes or outcome of any kind. If S&P DJI decides to change the index methodology, an announcement will be posted on our website.

Thank you for taking the time to complete this survey.

For more information about S&P Dow Jones Indices, please visit www.spdji.com.

ABOUT S&P DOW JONES INDICES

S&P Dow Jones Indices is the largest global resource for essential index-based concepts, data and research, and home to iconic financial market indicators, such as the S&P 500[®] and the Dow Jones Industrial Average[®]. More assets are invested in products based on our indices than products based on indices from any other provider in the world. Since Charles Dow invented the first index in 1884, S&P DJI has been innovating and developing indices across the spectrum of asset classes helping to define the way investors measure and trade the markets.

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FOR MORE INFORMATION:

S&P Dow Jones Indices
index_services@spglobal.com

CONSULTATION