

Modification to the Methodology of the Select Sector Indices

NEW YORK, AUGUST 31, 2020: S&P Dow Jones Indices (“S&P DJI”) announces that it will update the reference date and effective date for the Select Sector Indices secondary quarterly rebalancing assessment.

Effective with the September 2020 quarter-end secondary rebalancing review, S&P DJI will assess the constituent weights on the second to last business day. If a company has a weight greater than 24% or the sum of the companies with weights greater than 4.8% exceeds 50%, a secondary rebalancing will be triggered with the rebalancing effective date being after the close of the last business day of the month. The table below summarizes the changes.

Methodology			
Changes	Previous	Updated	
Secondary Quarter-end Rebalancing and Reference Date Schedule	If, on the third to last business day of March, June, September, or December a company has a weight greater than 24% or the sum of the companies with weights greater than 4.8% exceeds 50%, a secondary rebalancing will be triggered with the rebalancing effective date being the opening of the last business day of the month. This secondary rebalancing will use the closing prices as of the third to last business day of March, June, September, or December, and membership, shares outstanding, and IWFs as of the rebalancing effective date.	If, on the second to last business day of March, June, September, or December a company has a weight greater than 24% or the sum of the companies with weights greater than 4.8% exceeds 50%, a secondary rebalancing will be triggered with the rebalancing effective date being after the close of the last business day of the month. This secondary rebalancing will use the closing prices as of the second to last business day of March, June, September, or December, and membership, shares outstanding, and IWFs as of the rebalancing effective date.	

These changes will become effective prior to the market open on **Tuesday, September 1, 2020**.

Please note that the S&P U.S. Indices Methodology on S&P DJI’s website is being updated to reflect these changes.

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

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