

Dow Jones Emerging Markets Consumer Titans Index Consultation on Replacement Policy and Constituent Weighting - Results

NEW YORK, FEBRUARY 24, 2021: S&P Dow Jones Indices (“S&P DJI”) has conducted a consultation with market participants on potential changes to the Dow Jones Emerging Markets Consumer Titans Index.

To reduce concentration in the index, S&P DJI is changing the index’s replacement policy and constituent weighting scheme. The table below summarizes the changes.

Change	Methodology	
	Current	Updated
Replacement Policy	If a constituent is removed from the index outside the normal rebalancing period, companies will not be added to the index, immediately or quarterly, as replacements. Instead, companies are only added to the indices as replacements during the annual reconstitutions.	For the Dow Jones Emerging Markets Consumer Titans Index, if constituents are removed from the index outside of the normal rebalancing period, replacements are added to the index in conjunction with the quarterly reweighting, effective at the open of the Monday after the close of trading on the third Friday in March, June, September, and December. Additionally, if more than 5% of the constituent count is removed from the index outside the quarterly reweighting period, replacements will be added to return the index to the target count and an ad hoc reweighting will be conducted according to its weighting scheme.
Constituent Weighting	The index is weighted by float-adjusted market capitalization, subject to the below restrictions: <ul style="list-style-type: none"> • The weight of any individual company is restricted to 5%. • The aggregate weight of individual companies with weights of 4.5% or more is restricted to 45% of the index. • The weight of each country must be within 75% and 125% of the weight in the initial index universe (i.e. the S&P Emerging BMI). 	The index is weighted by float-adjusted market capitalization, subject to the below restrictions: <ul style="list-style-type: none"> • The weight of any individual company is restricted to 4.5%. • The weight of each country must be within 75% and 125% of the weight in the initial index universe (i.e. the S&P Emerging BMI).

These changes will become effective prior to the market open on **Monday, March 22, 2021**, in conjunction with the next quarterly update.

Please note that the Dow Jones Titans Indices Methodology on S&P DJI’s website will be updated to reflect this change.

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

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