

## Dow Jones Sustainability Indices Consultation on Index Membership Review Process

**AMSTERDAM, AUGUST 9, 2021:** S&P Dow Jones Indices (“S&P DJI”) is conducting a consultation with market participants on potential methodology changes to the Dow Jones Sustainability Indices and the Dow Jones Sustainability MILA Pacific Alliance Index.

In an effort to better achieve the objectives of the indices, S&P DJI is proposing to introduce an index membership review process that will be triggered in the event that a company’s S&P Global ESG Score is revised by more than 0.6 points outside of the annual rebalancing. The table below summarizes the proposed changes.

Proposed Changes	Methodology	
	Current	Proposed
Additions	--	Annually in March, companies whose S&P Global ESG Score has increased by more than 0.6 points will be added to any DJSI index that they would have been selected for during the annual rebalancing if their revised score had been used. No constituent will be removed from the index as a result of any addition that may take place.
Deletions	--	Quarterly in December, March and June, companies whose S&P Global ESG Score has decreased by more than 0.6 points will be removed from any DJSI index if their revised score would have made them ineligible to be considered for selection during the annual rebalancing. No constituent will be added to the index as a result of any deletion that may take place.

### IMPACT ANALYSIS

Had the proposed rules described above been in place following the 2020 annual rebalancing, the following would have occurred:

- One company that was removed from DJSI World would have been re-added in March 2021.
- One company that was not selected for DJSI World would have been added in March 2021.
- No company would have been removed from any index in December 2020, March 2021, or June 2021.

### IMPLEMENTATION TIMING

S&P DJI is proposing to implement the previously described methodology changes, if adopted, in conjunction with the upcoming rebalancing, which will take effect prior to the market open on Monday, November 22, 2021 as a result of the [previously announced postponement](#).

## 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 introduce an index membership review process?**
2. **If any of the proposed changes are adopted, do you agree with the proposed implementation date?**
3. **Do you have any other comments or feedback regarding the proposed changes 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 **September 7, 2021**. 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](mailto: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](http://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.

S&P Dow Jones Indices is a division of S&P Global (NYSE: SPGI), which provides essential intelligence for individuals, companies and governments to make decisions with confidence. For more information, visit [www.spdji.com](http://www.spdji.com).

### FOR MORE INFORMATION:

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