

Global High Dividend REITs and Infrastructure USD 1M Hedged PR Index

History:

- Base Date: 2016-Sep-30
- Base Value: 1000

Index Holiday Schedule: Follows Exchange Holidays

File publication time: After U.S. Market Close

Rebalance Schedule

Semi Annual - Multi Day Reconstitution and Rebalance Reweighting (performed over 3 days) - effective close of the 2nd Friday in January and July

Pro-Forma schedule: 5 Days prior to rebalance effective date

Selection rules

Index Universe: S&P Global BMI Index

- Universe screening is based on 'Country of Listing's but when calculating the Tax rate that will be based on 'Country of Domicile'
- Securities with multiple share classes the one with the higher yield will be selected (based on S&P Company ID information)

1. Eligible Industries: REITs (601010) and Infrastructure (203050)

2. Eligible Country of listing:

Australia, Japan, Singapore, HK (including China companies are listing on HK), Taiwan, Malaysia, US, Canada, UK, Belgium, Germany, France, Italy, Ireland, Netherlands, Spain

3. Eligible securities with Float Market Cap >US\$1Bil, 3-month ADVT > US\$3Mil

4. Companies that meet following criteria should be excluded:

Sort descending volatility of daily price change over a year of stocks that passed 3 steps (industry, country listing, FMC and ADVT) screening, excluding top 5% of number of stocks (if 400 stocks passed 3 steps screening, excluding 5%, $400 \times 5\% = 20$, ranked 1-20 not 380-400) stocks with relevant high volatility).

5. Select top 30 by Adjusted Dividend Yield

Adjusted Dividend Yield = dividend yield * (1 - country withholding tax rate)

The details are as follows:

Dividend yield is calculated by Standard Trailing 12 months DPS formula, and defined as following:

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- The dividend yield is calculated as the total dividends with ex-dates during the 12 months preceding rebalancing reference date, divided by the price on the rebalancing reference date.
- The dividend yield only considers cash dividend payments declared as regular by the paying company for index eligibility and selection purposes. Cash dividend payments declared as special or memorial by the paying company, including recurring special and memorial cash dividends, are not considered.

Dividend yield is adjusted by:

Adjusted by withholding tax rate (S&P Calc.)

- Adjusted by withholding tax rate dividend yield= (the Standard Trailing 12 months DPS formula)*(1-country withholding tax rate)
--The country withholding tax are provided and maintained by S&P.

Fundamental data capture date: Rebalance data (Dividend Yield information) shall have observation date the close of the last trading day of June & December

Weighting rules (applied at rebalance):

Adjusted Dividend Yield Weighted

- 1) Adjusted Dividend Yield= dividend yield*(1-country withholding tax rate)
- 2) Individual securities are capped at 5% (the excess weight shall be redistributed proportionally).

Intra-rebalance weighting rules

Spin-Offs

- Only spin-offs classified as REITs (601010) and Infrastructure (203050) companies are eligible for inclusion - Added on the ex-date with proportional weight & IWF of parent security
- Spin-offs that are non- REIT & Infrastructure companies –Removed after ex-date

Industry Reclassifications - Review Eligibility at Semi-Annual Reconstitution (January & July)

Deletions

- Delisting due to merger, acquisition, takeover or bankruptcy – with two to five business days' notice. Bankruptcy or delisting after-the-fact has a one-day notice period.
- Reclassifications out of the GICS (REIT & Infrastructure Sector) – Review Eligibility at Semi-Annual Reconstitution (January & July)

Timing of Changes

All changes are preceded by two to five business days' notice, unless noted otherwise.

Reference day for locking shares used to calculate weights: Close of the last trading day of December, and June

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Specific Data Sourcing: Factset

=@FDS(\$F1,"SUM(FCA_EVENT_AMOUNT_R("&C1&","&D1&","CASH_DIST","AMT_DEF","EXCL_SPEC_DIV"))") - Local Currency

Trailing 12 months DPS formula for dividend yield calc with definition being:

- The dividend yield is calculated as the total dividends with ex-dates during the 12 months preceding rebalancing reference date, divided by the price on the rebalancing reference date.
- Dividend Payment Types : Only considers cash dividend payments declared as regular by the paying company for index eligibility and selection purposes. Cash dividend payments declared as special or memorial by the paying company, including recurring special and memorial cash dividends, are not considered.

Corporate Action Rules

Modified Market Cap Weighted Index			
Corporate Action Type	Corporate Action Treatment	Divisor Change	Select Preferred Treatment
Zero Price Spin-Off (Official SPDJI Spin-Off Treatment)	<p>The spin-off is added to the index on the ex-date at a price of zero resulting in no divisor change.</p> <p>If the spin-off is ineligible for continued inclusion, it will be removed after the ex-date.</p> <p>The weight of the spin-off being deleted can be reinvested across the index resulting in a divisor change, or reinvested to</p>	No	<p>Only spin-offs classified as REITs (601010) and Infrastructure (203050) companies are eligible for inclusion - Added on the ex-date with proportional weight & IWF of parent security</p> <p>Spin-offs that are non- REIT & Infrastructure companies - Removed after ex-date</p>

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	<p>the parent, resulting in no divisor change.</p> <p>If the spin-off is eligible it will continue as a constituent until the next rebalance and result in no divisor change.</p>		
Change in Shares Outstanding	Shares outstanding changes are offset by an adjustment factor (AWF) resulting in no divisor change.	No	
Change in IWF (Float Factor)	IWF changes are offset by an adjustment factor (AWF) resulting in no divisor change.	No	
Rights Offering	The stock price is adjusted by the value of the rights and the shares outstanding are increased by the rights ratio. The change in price and shares is offset by an adjustment factor (AWF) resulting in no divisor change.	No	
Ordinary Dividend	Ordinary dividends (also referred to as a regular cash dividends) do not make any adjustments to the price or shares of the stock resulting in no divisor change.	No	
Split/Reverse Split	Both the stock price and shares outstanding are adjusted by the split ratio resulting in no divisor change.	No	
Special Dividend	The stock price is adjusted by the amount of the dividend causing a divisor change.	Yes	
Delisting (due to bankruptcy or cancellation of listing)	The delisted security will be deleted from the index at the last traded price, causing a divisor change.	Yes*	

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	*If a stock is removed due to bankruptcy it is dropped at a price of zero, resulting in no divisor change.	
Stock distribution of a different share class (stock dividend/spin-off)	A different share class of the same company is distributed to share holders. The new share class will remain in the index until the next regularly scheduled index review.	No
M&A (Cash acquisition)	The acquired company is deleted from the index causing a divisor change.	Yes
M&A (Stock acquisition, cash and/or stock acquisition)	The acquired company is deleted from the index. The index shares of the acquirer will not be adjusted.	Yes
Intra-Rebalance Add/Drop	No Intra-Rebalance Adds or Drops other than Zero Price Spin-Offs [Default Treatment]	N/A