

# **S&P Dividend Opportunities Index** ***Methodology***

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# Introduction

## Index Objective and Highlights

The S&P Dividend Opportunities indices measure the performance of high yielding common stocks from global markets that meet the diversification, stability, and tradability requirements defined in *Eligibility Criteria*. Each index targets a specific constituent count, with constituents weighted by dividend yield or total dividends and subject to the capping constraints defined in *Index Construction*.

## Index Family

The index family includes:

- S&P Emerging Markets Dividend Opportunities Index
- S&P Europe Dividend Opportunities Index
- S&P Global Dividend Opportunities Index
- S&P International Dividend Opportunities Index
- S&P Ethical Pan Asia Select Dividend Opportunities Index
- S&P/ASX Dividend Opportunities Index
- S&P China A-Share Dividend Opportunities Index
- S&P Korea Dividend Opportunities Index
- S&P Latin America Dividend Opportunities Index

## Supporting Documents

This methodology is meant to be read in conjunction with supporting documents providing greater detail with respect to the policies, procedures and calculations described herein. References throughout the methodology direct the reader to the relevant supporting document for further information on a specific topic. The list of the main supplemental documents for this methodology and the hyperlinks to those documents is as follows:

Supporting Document	URL
S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology	<a href="#">Equity Indices Policies &amp; Practices</a>
S&P Dow Jones Indices' Index Mathematics Methodology	<a href="#">Index Mathematics Methodology</a>
S&P Dow Jones Indices' Float Adjustment Methodology	<a href="#">Float Adjustment Methodology</a>
S&P Dow Jones Indices' Global Industry Classification Standard (GICS) Methodology	<a href="#">GICS Methodology</a>

This methodology was created by S&P Dow Jones Indices to achieve the aforementioned objective of measuring the underlying interest of each index governed by this methodology document. Any changes to or deviations from this methodology are made in the sole judgment and discretion of S&P Dow Jones Indices so that the index continues to achieve its objective.

# Eligibility Criteria

## Index Universe

At each rebalancing, each index universe is all constituents of the underlying index::

Index	Underlying Index
S&P Emerging Markets Dividend Opportunities Index	The S&P Emerging BMI. Includes developed market listings for stocks in the universe, regardless of domicile (stocks listed in mainland China are ineligible).
S&P Europe Dividend Opportunities Index	The S&P Europe BMI.
S&P Global Dividend Opportunities Index	The S&P Global BMI. Only developed market listings are eligible for stocks domiciled in emerging markets.
S&P International Dividend Opportunities Index	The S&P Global ex-U.S. BMI, excluding China A-Shares.
S&P Ethical Pan Asia Select Dividend Opportunities Index	The S&P Pan Asia BMI. Stocks must be domiciled in Pan Asian countries, excluding India, Japan, New Zealand, the Philippines, and Taiwan. For China, only Hong-Kong listed stocks are eligible.
S&P/ASX Dividend Opportunities Index	The S&P/ASX 300 (A-REITs are ineligible).
S&P China A-Share Dividend Opportunities Index	The S&P China A Domestic BMI (stocks designated as Special Treatment (ST and *ST) by the Shanghai and Shenzhen Stock Exchanges are ineligible). <sup>1</sup>
S&P Korea Dividend Opportunities Index	The S&P Korea BMI. Only Korea Stock Exchange-listed stocks are eligible (preference shares, secondary shares and KOSDAQ listings are ineligible).
S&P Latin America Dividend Opportunities Index	The S&P Latin America BMI.

## Eligibility Factors

As of the rebalancing reference date, stocks in the index universe must satisfy the following to be eligible for index inclusion.

**Market Capitalization.** Stocks must meet the following minimum float-adjusted market capitalization (FMC) thresholds:

Index	Minimum Market Cap
S&P Emerging Markets Dividend Opportunities Index	US\$ 300 million
S&P Europe Dividend Opportunities Index	US\$ 500 million
S&P Global Dividend Opportunities Index	
S&P International Dividend Opportunities Index	
S&P Ethical Pan Asia Select Dividend Opportunities Index	US\$ 3 billion (US\$ 2 billion for current index constituents)
S&P/ASX Dividend Opportunities Index	AUD 500 million
S&P China A-Share Dividend Opportunities Index	RMB 1 billion (RMB 900 million for current index constituents)
S&P Korea Dividend Opportunities Index	KRW 300 billion
S&P Latin America Dividend Opportunities Index	US\$ 100 million

<sup>1</sup> Subject to S&P Dow Jones Indices' compliance with the applicable law (including, without limitation, sanctions law), the index is maintained from a China based investor perspective and may include securities that would not be eligible for inclusion if maintained from a U.S./U.K./EU investor perspective. The investor perspective is the viewpoint of the investor relative to the index and component securities.

**Value Traded.** Stocks must satisfy the following minimum value traded criteria:

Index	Minimum Value Traded
S&P Emerging Markets Dividend Opportunities Index	Three-month median daily value traded of US\$ 1 million
S&P Europe Dividend Opportunities Index	Three-month median daily value traded of US\$ 5 million
S&P Global Dividend Opportunities Index	
S&P International Dividend Opportunities Index	
S&P Ethical Pan Asia Select Dividend Opportunities Index	Six-month average daily value traded of US\$ 3 million (US\$ 2.5 million for current index constituents)
S&P/ASX Dividend Opportunities Index	Six-month average daily value traded of AUD 2 million (AUD 1.5 million if the Investable Universe is too narrow)
S&P China A-Share Dividend Opportunities Index	Six-month average daily value traded of RMB 20 million (RMB 18 million for current index constituents)
S&P Korea Dividend Opportunities Index	Three-month average daily value traded of KRW 1 billion
S&P Latin America Dividend Opportunities Index	Three-month median daily value traded of US\$ 750,000

**Multiple Share Classes and Dual Listed Shares.** Each company is represented once by the listing with the highest dividend yield subject to meeting the eligibility criteria. In the event multiple lines meet the eligibility criteria and have similar dividend yields, the Designated Listing is selected. For more information regarding the treatment of multiple share classes, please refer to Approach C within the Multiple Share Classes section of the S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.

### Stability and Ethical Criteria

Each index screens stocks for Stability and Ethical Criteria according to the following table:

Index	Profitability	Dividend Growth	Dividend Coverage Ratio	Dividend Yield	Earnings Growth	Momentum	Ethical Screen	Dividend Payout Ratio	Dividend Payment History
S&P Emerging Markets Dividend Opportunities Index	x	x	x	x					
S&P Europe Dividend Opportunities Index	x	x	x	x					
S&P Global Dividend Opportunities Index	x	x	x	x					
S&P International Dividend Opportunities Index	x	x	x	x					
S&P Ethical Pan Asia Select Dividend Opportunities Index	x	x					x		
S&P/ASX Dividend Opportunities Index		x				x			
S&P China A-Share Dividend Opportunities Index	X				x			x	x
S&P Korea Dividend Opportunities Index	x	x							
S&P Latin America Dividend Opportunities Index	x	x	x						

**Profitability.** Stocks must be profitable, as measured by positive earnings-per-share (EPS), over the latest 12-month period as of the rebalancing reference date.

S&P Dow Jones Indices only considers Basic earnings-per-share, Excluding/Before Extraordinary Items for index eligibility and selection purposes. EPS data is based on last twelve months (LTM), which is the sum of the last four quarters. If quarterly financial data is not provided, the LTM EPS of the company is evaluated from its latest semi-annual or annual reports.

**Dividend Growth.** Stocks must have stable or increasing three-year dividend growth. For existing index constituents, the dividend should maintain positive or stable growth. A small decline in dividend growth is allowed for existing constituents, provided the decline is less than 5% over the three-year period.

Dividend growth for the S&P Emerging Markets Dividend Opportunities Index, S&P Europe Dividend Opportunities Index, S&P Global Dividend Opportunities Index, S&P International Dividend Opportunities Index, and S&P Latin America Dividend Opportunities Index is measured as:

$$((\text{Dividends Per Share}_t / \text{Dividends Per Share}_{t-3}) - 1) * 100$$

where:

*Dividends Per Share<sub>t</sub>* = Trailing 12 month dividend per share as of the rebalancing reference date.

Note that if a stock did not pay a dividend three years ago, it is ineligible for the above indices.

Dividend growth for the S&P Ethical Pan Asia Select Dividend Opportunities Index, S&P/ASX Dividend Opportunities Index, and S&P Korea Dividend Opportunities Index is measured as:

$$((\text{Dividends Per Share}_t / \text{Dividends Per Share}_{t-3})^{1/3} - 1) * 100$$

where:

*Dividends Per Share* = is the latest year.

*t* = The latest year.

If a stock didn't pay a dividend three years ago, the available history is used for the above indices.

For the S&P/ASX Dividend Opportunities Index, the dividend amount used in the DPS growth rate is grossed up to include the value of franking credits.

**Dividend Coverage Ratio.** The ratio of a stock's Funds from Operations Per Share (FFO) to its Dividend-Per-Share (DPS) must be greater than 100%.

**Dividend Payout Ratio.** The ratio of a stock's Dividend-Per-Share (DPS) to its Earnings-Per-Share (EPS) must be less than 100%.

**Dividend Payment History.** The company must have paid dividends in each of the previous two years.

**Dividend Yield.** Dividend yield must be greater than the median yield in the remaining eligible universe consisting of stocks that passed all other Investability and Stability Criteria. This is screened after all other Stability Criteria for these indices are applied.

Dividend yield is calculated by dividing the stock's DPS amount by its price in local currency as of the rebalancing reference date. Special and extraordinary dividends are not included in the calculation. For the S&P/ASX Dividend Opportunities Index, dividends used in the dividend yield calculation are grossed up to include the value of franking credits.

DPS used for the above two screens is calculated using dividends going ex in the last 12 months prior to the rebalancing reference date.

**Earnings Growth.** Stocks must have a positive, three-year earnings growth. The EPS in the most recent reported year must be greater than the EPS reported three years prior. Existing index constituents are removed if they fail the earnings growth criterion for the current rebalancing period. For the S&P China A-Share Dividend Opportunities Index, existing index constituents are removed if they fail the earnings growth criterion for two consecutive rebalancings.

S&P Dow Jones Indices only considers Basic EPS, Excluding/Before Extraordinary Items for index eligibility and selection purposes.

**Momentum.** Stocks that rank in the bottom 10% by momentum scores among all S&P/ASX 300 constituents are removed. The momentum scores are calculated for all constituents of the S&P/ASX 300 as of the rebalancing reference date.

*For more information on the calculation of momentum scores, please refer to the S&P Momentum Indices Methodology located on our web site, [www.spglobal.com/spdji](http://www.spglobal.com/spdji).*

**Ethical Screen.** An ethical screen is applied to the S&P Ethical Pan Asia Select Dividend Opportunities Index. Companies that have at least 5% revenue exposure to Alcohol, Gaming, Pork or Tobacco are removed from the universe of eligible securities. The screen is conducted by an independent third party – Ratings Intelligence – on a semi-annual basis to coincide with the semi-annual rebalancings.

*For more information about Ratings Intelligence, please refer to their website at <https://www.ratingsintelligence.com/index.html>.*

Stocks meeting both the Stability and Ethical criteria form the Selection Universe for the S&P Ethical Pan Asia Select Dividend Opportunities Index.

### **Dividend Payment Types**

S&P Dow Jones Indices only considers cash dividend payments declared as regular by the paying company for index eligibility, selection, and weighting purposes. Cash dividend payments declared as special by the paying company, including recurring special cash dividends, are not considered. For both eligibility and weighting purposes, annualized cash dividend amounts, before withholding tax, are used.

S&P Dow Jones Indices will continue to monitor all stocks in the universe on best effort basis up until the initial announcement of the rebalancing results. If a company has announced a change to its dividend policy any time prior to the rebalancing results announcement and would no longer qualify for the index then S&P Dow Jones Indices may, at its discretion, exclude the company in conjunction with the rebalancing.

For spin-offs, the yearly dividend history of the parent company is assigned to both the parent and spun-off company before the spin-off effective date. To determine annual dividend payments, the dividends of the parent and spun-off companies are combined until a full annual cycle of dividend payments is available for both post-spin-off companies. Subsequent dividend comparisons are based on the annual dividend amounts of each respective company. For merger and acquisition events, S&P Dow Jones Indices, at its discretion, may retain the dividend history for newly formed entities from their predecessor companies.

### **Index Specific Eligibility Factors**

#### **S&P Ethical Pan Asia Select Dividend Opportunities Index**

- **Public Shares Available to Foreign Investors.** S&P Dow Jones Indices reviews not only the theoretical foreign investment limits applicable to companies (as calculated through S&P Dow Jones Indices' Investable Weight Factor (IWF)), but also the practical available limit (as defined by the known shares actually available to foreign investors). South Korean stocks are monitored for foreign investment limits at each rebalancing. A stock is added only if its practical available limit is 10% or more. If the practical available limit for an existing constituent falls below 5% then it is removed from the index at the next rebalancing. The other indices within the family have the flexibility to use South Korean ADR listed stocks.

*Please refer to S&P Dow Jones Indices' Float Adjustment Methodology for a detailed description of float adjustment and Investable Weight Factor (IWF).*



# Index Construction

## Constituent Selection

At each rebalancing, each index selects a fixed number of constituents drawn from the eligible stocks in the respective index universe.

Index	Number of Constituents
S&P Emerging Markets Dividend Opportunities Index	100
S&P Ethical Pan Asia Select Dividend Opportunities Index	40
S&P Europe Dividend Opportunities Index	100
S&P Global Dividend Opportunities Index	100
S&P International Dividend Opportunities Index	100
S&P/ASX Dividend Opportunities Index	50
S&P China A-Share Dividend Opportunities Index	100
S&P Korea Dividend Opportunities Index	50
S&P Latin America Dividend Opportunities Index	45

**S&P Europe Dividend Opportunities, S&P Global Dividend Opportunities, and S&P International Dividend Opportunities Indices.** The indices select index constituents as follows:

- Sort the eligible stocks by annual Risk-Adjusted Yield (RAY), calculated as the dividend yield divided by volatility of monthly dividend yields over the prior 36-month period as of the rebalancing reference date.
- Rank the stocks in descending order by RAY and automatically select the highest-ranked 80 stocks for index inclusion.
- Select all current constituent stocks in the top 150 by order of rank.
  - The indices include 100 stocks at each rebalancing, and use a selection buffer of 150 stocks, equal to 50% over the target count, to retain current highly ranked current constituents.
- If at this point the target constituent count is not satisfied met, select the remaining stocks based on overall selection rank until the target count is met.

**S&P Emerging Markets Dividend Opportunities Index.** The index select constituents as follows, subject to a selection constraint capping the number of stocks selected from each single eligible country at 30:

- Sort the eligible stocks by annual Risk-Adjusted Yield (RAY), calculated as the dividend yield divided by volatility of monthly dividend yields over the prior 36-month period as of the rebalancing reference date.
- Rank the stocks in descending order by RAY and automatically select the highest-ranked 80 stocks for index inclusion.
- Select all current constituent stocks in the top 150 by order of rank.
  - The indices include 100 stocks at each rebalancing, and use a selection buffer of 150 stocks, equal to 50% over the target count, to retain current highly ranked current constituents.
- If at this point the target constituent count is not satisfied met, select the remaining stocks based on overall selection rank until the target count is met.

**S&P Ethical Pan Asia Select Dividend Opportunities, S&P/ASX Dividend Opportunities, S&P China A-Share Dividend Opportunities, and S&P Korea Dividend Opportunities Indices.** The indices select constituents as follows:

1. Rank eligible stocks by trailing 12-month dividend yield, selecting the highest-yielding stocks to form each index, subject to the following buffers:

Index	Constituent Selection
S&P Ethical Pan Asia Select Dividend Opportunities Index	The index is comprised of the top 40 yielding stocks in the Selection Universe. At the rebalancing, if a current index constituent is among the top 80 in the ranking, it remains in the index. If not, the stock is deleted and the next highest yielding stock that is not an index constituent is added.
S&P/ASX Dividend Opportunities Index	The index is comprised of the 50 highest yielding stocks in the Selection Universe. At the rebalancing, if a current index constituent is among the top 70 in the ranking, it remains in the index. If not, the stock is deleted and the next highest yielding stock that is not an index constituent is added.
S&P China A-Share Dividend Opportunities Index	The index is comprised of the 100 highest yielding stocks in the Selection Universe. At the rebalancing, if a current index constituent is among the top 150 in the ranking, it remains in the index. If not, the stock is deleted and the next highest dividend yielding stock that is not an index constituent is added.
S&P Korea Dividend Opportunities Index	The index is comprised of the 50 highest dividend yielding stocks in the Selection Universe. At the rebalancing, if a current index constituent is among the top 100 in the ranking, it remains in the index. If not, the stock is deleted and the next highest dividend yielding stock that is not an index constituent is added.

**S&P Latin America Dividend Opportunities Index.** The index selects constituents as follows:

1. Sort eligible stocks by annual Risk-Adjusted Yield (RAY), calculated as dividend yield divided by volatility of monthly dividend yields over the prior 36-month period, as of the rebalancing reference date.
2. Rank the stocks in descending order by RAY and automatically select the highest-ranked 36 for index inclusion.
3. Select current constituents within the top 54 by order of rank.
  - a. The index includes 45 stocks at each rebalancing, and uses a selection buffer of 54 stocks, equal to 20% over the target count, to retain highly ranked current constituents.
4. If at this point the target stock count has not been met, select the remaining stocks based on overall selection rank until the target count is met.

### Constituent Weightings

Except for the S&P/ASX Dividend Opportunities Index, the indices weight constituents based on trailing 12-month dividend yield, subject to the specific diversification requirements outlined in *Constituent Capping* below.

**S&P/ASX Dividend Opportunities Index.** The index weights constituents in proportion to the constituent stocks' total dividend (trailing 12-month dividend yield multiplied by FMC), subject to the specific diversification requirements as outlined in *Constituent Capping* below.

**Constituent Capping.** The capping schemes of each index are described below:

Index	Stock Weight	GICS Sector Weight	Country Weight	Emerging Market Weight	Other Criteria
	<i>Max.</i>	<i>Max.</i>	<i>Max.</i>	<i>Max.</i>	
S&P Emerging Markets Dividend Opportunities	4%	30%	30%	--	The minimum initial portfolio size that can be turned over in a single day (based on its three-month median daily value traded) cannot be lower than US\$ 750 million.  The maximum combined weight of all trusts, including real estate income trusts, is 10%.
S&P Europe Dividend Opportunities	3%	25%	25%	--	--
S&P Global Dividend Opportunities	3%	Minimum of 25% or 2x the Sector Weight in the S&P Global BMI.  Relaxed to 3x Sector Weight if necessary.	Maximum of 25% or Country Weight in the S&P Global BMI.	--	The minimum initial portfolio size that can be turned over in a single day (based on its three-month median daily value traded) cannot be lower than US\$ 375 million.  The maximum combined weight of all trusts, including real estate income trusts, is 10%.
S&P International Dividend Opportunities	3%	25%	25%	15%	The minimum initial portfolio size that can be turned over in a single day (based on its three-month median daily value traded) cannot be lower than US\$ 1 billion.  The maximum combined weight of all trusts, including real estate income trusts, is 10%.
S&P Ethical Pan Asia Select Dividend Opportunities	5%	25%	25%	--	The combined weight of China and Hong Kong should be no more than 50%. No more than 10 stocks from any one eligible country. No more than 15 stocks from any one sector.
S&P/ASX Dividend Opportunities	10%	30% or S&P/ASX 300 sector weight less 10%, whichever is higher	--	--	--
S&P China A-Share Dividend Opportunities	3%	33%	--	--	--
S&P Korea Dividend Opportunities	5%	30%	--	--	--
S&P Latin America Dividend Opportunities	7.5%	30%	35%		

## **Constituent Weightings Calculation**

At each rebalancing, stock weights calculate using an optimization procedure that chooses final weights in such a way as to minimize the sum of the squared differences of capped weight and uncapped weight, divided by uncapped weight for each stock, subject to the aforementioned stock, sector, country, and other constraints applied to the respective index.

If all weight thresholds cannot be satisfied, the initial portfolio size requirement is relaxed until the other constraints are satisfied. If the weight thresholds still cannot be met, the country stock weight threshold is relaxed so that the additional constraints are satisfied.

## **Index Calculations**

The indices calculate by means of the divisor methodology used in all S&P Dow Jones Indices equity indices.

*For more information on the index calculation methodology, please refer to S&P Dow Jones Indices' Index Mathematics Methodology.*

# Index Maintenance

## Rebalancing

**Annual Reconstitution.** Except for the S&P/ASX Dividend Opportunities and the S&P China A-Share Dividend Opportunities Indices, the indices reconstitute annually, effective after the close of trading of the last business day of July. The reconstitution reference date is the last business day of June. During the annual reconstitution, an updated universe is created, and all stocks in the universe are screened for index eligibility.

**Semi-Annual Review.** In addition to the annual reconstitution and monthly dividend review (see below), the indices undergo a secondary review to ensure adherence to the constituent weighting criteria. This secondary review is performed using trailing 12-month dividend yields as of the last business day of December. If weights require realignment as of this reference date, new constituent weights will take effect after the close of trading on the last business day of January.

**S&P/ASX Dividend Opportunities and S&P China A-Share Dividend Opportunities Indices.** The indices rebalance semi-annually, effective after the close of trading on the last business day of January and July. The rebalancing reference date is the last business day of December and June respectively.

Since index shares are assigned based on prices seven business days prior to the rebalancing, the actual weight of each stock at the rebalancing will differ from the target weights due to market movements.

## Monthly Dividend Review

The indices review constituents monthly for ongoing eligibility. For more information regarding the monthly dividend review, please refer to Approach C in the Monthly Review for Ongoing Eligibility in Dividend Focused Indices section of S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.

## Corporate Actions

Corporate Action	Adjustment Made to Index	Divisor Adjustment?
Spin-off	In general, both the parent and spin-off companies remain in the indices until the next index rebalancing, provided that each gives an indication it will continue and/or initiate a consistent dividend paying policy.	

*For more information, please refer to the Non-Market Capitalization Weighted Indices section of S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.*

## Currency of Calculation and Additional Index Return Series

The following indices calculate in real-time using spot Forex rates, as supplied by an established market information vendor:

Index	Currencies
S&P Emerging Markets Dividend Opportunities	USD
S&P Global Dividend Opportunities	USD
S&P International Dividend Opportunities	USD
S&P/ASX Dividend Opportunities	AUD
S&P China A-Share Dividend Opportunities	CNY, USD

Index	Currencies
S&P Korea Dividend Opportunities	KRW
S&P Latin America Dividend Opportunities	USD

Daily index closing values are calculated for the following indices using WMR foreign exchange rates.

Index	Currencies
S&P Emerging Markets Dividend Opportunities	EUR, JPY
S&P Europe Dividend Opportunities	EUR, USD

WMR foreign exchange rates are taken daily at 4:00 PM London Time and used in the calculation of certain end-of-day-basis versions of the index. These mid-market fixings are calculated by WMR based on LSEG data and appear on LSEG pages.

Daily index closing values are calculated for the following indices using spot exchange rates.

Index	Currencies
S&P Ethical Pan Asia Select Dividend Opportunities	SGD, USD
S&P/ASX Dividend Opportunities	AUD, USD
S&P Korea Dividend Opportunities	KRW, USD
S&P China A-Share Dividend Opportunities	CNY, USD

In addition to the indices detailed in this methodology, additional return series versions of the indices may be available, including, but not limited to: currency, currency hedged, decrement, fair value, inverse, leveraged, and risk control versions. For a list of available indices, please refer to the [S&P DJI Methodology & Regulatory Status Database](#).

*For information on various index calculations, please refer to S&P Dow Jones Indices' Index Mathematics Methodology.*

*For the inputs necessary to calculate certain types of indices, including decrement, dynamic hedged, fair value, and risk control indices, please refer to the Parameters documents available at [www.spglobal.com/spdji](http://www.spglobal.com/spdji).*

## Base Dates and History Availability

Index history availability, base dates, and base values are shown in the table below.

Index	Launch Date	First Value Date	Base Date	Base Value
S&P Emerging Markets Dividend Opportunities	30-Nov-2009	20-Aug-1999	20-Aug-1999	1000
S&P Global Dividend Opportunities	25-Jan-2008	15-Jan-1997	15-Jan-1997	1000
S&P International Dividend Opportunities	25-Jan-2008	15-Jan-1997	15-Jan-1997	1000
S&P Europe Dividend Opportunities	10-Dec-2009	16-Oct-1998	16-Oct-1998	1000
S&P Ethical Pan Asia Select Dividend Opportunities	20-Jul-2011	30-Jun-2005	30-Jun-2005	1000
S&P/ASX Dividend Opportunities	21-Sep-2010	28-Jun-2002	28-Jun-2002	1000
S&P China A-Share Dividend Opportunities	11-Sep-2008	18-Jun-2004	18-Jun-2004	1000
S&P Korea Dividend Opportunities	23-Feb-2015	30-Jan-2004	30-Jan-2004	1000
S&P Latin America Dividend Opportunities	06-Apr-2022	29-Jul-2005	29-Jul-2005	1000

# Index Data

## Calculation Return Types

S&P Dow Jones Indices calculates multiple return types which vary based on the treatment of regular cash dividends. The classification of regular cash dividends is determined by S&P Dow Jones Indices.

- Price Return (PR) versions are calculated without adjustments for regular cash dividends.
- Gross Total Return (TR) versions reinvest regular cash dividends at the close on the ex-date without consideration for withholding taxes.
- Net Total Return (NTR) versions, if available, reinvest regular cash dividends at the close on the ex-date after the deduction of applicable withholding taxes.

In the event there are no regular cash dividends on the ex-date, the daily performance of all three indices will be identical.

For a complete list of indices available, please refer to the daily index levels file (“SDL”).

*For more information on the classification of regular versus special cash dividends as well as the tax rates used in the calculation of net return, please refer to S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.*

*For more information on the calculation of return types, please refer to S&P Dow Jones Indices' Index Mathematics Methodology.*

# Index Governance

## Index Committee

An Index Committee maintains the indices. The Index Committee meets regularly. All committee members are full-time professional members of S&P Dow Jones Indices' staff. At each meeting, the Index Committee may review pending corporate actions that may affect index constituents, statistics comparing the composition of the indices to the market, companies that are being considered as candidates for addition to an index, and any significant market events. In addition, the Index Committee may revise index policy covering rules for selecting companies, treatment of dividends, share counts or other matters.

S&P Dow Jones Indices considers information about changes to its indices and related matters to be potentially market moving and material. Therefore, all Index Committee discussions are confidential.

S&P Dow Jones Indices' Index Committees reserve the right to make exceptions when applying the methodology if the need arises. In any scenario where the treatment differs from the general rules stated in this document or supplemental documents, clients will receive sufficient notice, whenever possible.

In addition to the daily governance of indices and maintenance of index methodologies, at least once within any 12-month period, the Index Committee reviews the methodology to ensure the indices continue to achieve the stated objectives, and that the data and methodology remain effective. In certain instances, S&P Dow Jones Indices may publish a consultation inviting comments from external parties.

*For information on Quality Assurance and Internal Reviews of Methodology, please refer to S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.*



# Index Policy

## Announcements

All index constituents are evaluated daily for data needed to calculate index levels and returns. All events affecting the daily index calculation are typically announced in advance via the Index Corporate Events report (.SDE), delivered daily to all clients. Any unusual treatment of a corporate action or short notice of an event may be communicated via email to clients.

*For more information, please refer to the Announcements section of S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.*

## Pro-forma files

In addition to the corporate events file (.SDE), S&P Dow Jones Indices provides constituent pro-forma files each time the indices rebalance. The pro-forma file is typically provided daily in advance of the rebalancing date and contains all constituents and their corresponding weights and index shares effective for the upcoming rebalancing.

*Please visit [www.spglobal.com/spdji](http://www.spglobal.com/spdji) for a complete schedule of rebalancing timelines and pro-forma delivery times.*

## Holiday Schedule

The indices are calculated daily, throughout the calendar year. The only days the indices are not calculated are on days when all exchanges where an index's constituents are listed are officially closed.

*A complete holiday schedule for the year is available at [www.spglobal.com/spdji](http://www.spglobal.com/spdji).*

## Rebalancing

The Index Committee may change the date of a given rebalancing for reasons including market holidays occurring on or around the scheduled rebalancing date. Any such change will be announced with proper advance notice where possible.

## Unexpected Exchange Closures

For information on Unexpected Exchange Closures, please refer to S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.

## Recalculation Policy

For information on the recalculation policy, please refer to S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.

## Real-Time Calculation

Real-time, intra-day, index calculations are executed for certain indices, whenever any of the index's primary exchanges are open. Real-time indices are not restated.

*For information on Calculations and Pricing Disruptions, Expert Judgment and Data Hierarchy, please refer to S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.*

## Contact Information

For questions regarding an index, please contact: [index\\_services@spglobal.com](mailto:index_services@spglobal.com).

# Index Dissemination

Index levels are available through S&P Dow Jones Indices' Web site at [www.spglobal.com/spdji](http://www.spglobal.com/spdji), major quote vendors (see codes below), numerous investment-oriented Web sites, and various print and electronic media.

## Tickers

The table below lists headline indices covered by this document. All versions of the below indices that may exist are also covered by this document. Please refer to the [S&P DJI Methodology & Regulatory Status Database](#) for a complete list of indices covered by this document.

Index (Currency)	Return Type	BBG	RIC
S&P Emerging Markets Dividend Opportunities (USD)	Price Return	SPGTEDUP	--
	Total Return	SPGTEDUT	--
	Net Total Return	SPGTEDUN	--
S&P Emerging Markets Dividend Opportunities (EUR)	Price Return	SPGTEDEP	--
	Total Return	SPGTEDET	--
	Net Total Return	SPGTEDEN	--
S&P Emerging Markets Dividend Opportunities (JPY)	Price Return	SPGTEDJP	--
	Total Return	SPGTEDJT	--
	Net Total Return	SPGTEDJN	--
S&P Global Dividend Opportunities (USD)	Price Return	SPGTGDO	.SPGTGDO
	Total Return	SPGTGDOT	.SPGTGDOT
	Net Total Return	SPGTGDON	--
S&P International Dividend Opportunities (USD)	Price Return	SPGTDOUT	.SPGTDOUT
	Total Return	SPGTDOUT	.SPGTDOUT
	Net Total Return	SPGTDOUN	--
S&P Europe Dividend Opportunities (USD)	Price Return	SPDOEUP	--
	Total Return	SPDOEUT	--
	Net Total Return	SPDOEUN	--
S&P Europe Dividend Opportunities (EUR)	Price Return	SPDOEEP	--
	Total Return	SPDOEET	--
	Net Total Return	SPDOEEN	--
S&P Ethical Pan Asia Select Dividend Opportunities (USD)	Price Return	SPAEDOUP	--
	Total Return	SPAEDOUT	--
	Net Total Return	SPAEDOUN	--
S&P Ethical Pan Asia Select Dividend Opportunities (SGD)	Price Return	SPAEDOSP	--
	Total Return	SPAEDOST	--
	Net Total Return	SPAEDOSN	--
S&P/ASX Dividend Opportunities (AUD)	Price Return	SPAXDI	.AXDI
	Total Return	SPAXDIT	.AXDIA
S&P China A-Share Dividend Opportunities (CNY)	Price Return	CSPSADRP	.CSPSADRP
	Total Return	CSPSADRT	.CSPSADRT
S&P Korea Dividend Opportunities (KRW)	Price Return	SPKRDOKP	--
	Total Return	SPKRDOKT	--
	Net Total Return	SPKRDOKN	--
S&P Latin America Dividend Opportunities (USD)	Price Return	SPLADOUT	--
	Total Return	SPLADOUT	--
	Net Total Return	SPLADOUN	--

## Index Data

Daily constituent and index level data are available via subscription.

For product information, please contact S&P Dow Jones Indices, [www.spglobal.com/spdji/en/contact-us/](http://www.spglobal.com/spdji/en/contact-us/).

## Web site

For further information, please refer to S&P Dow Jones Indices' Web site at [www.spglobal.com/spdji](http://www.spglobal.com/spdji).

# Appendix

## Methodology Changes

Methodology changes since January 1, 2015, are as follows:

Change	Effective Date (After Close)	Previous	Methodology Updated
S&P Emerging Markets Dividend Opportunities Index: Constituent Weighting	07/31/2024	Maximum Weights: Stock: 3% GICS Sector: 25% Country: 25%	Maximum Weights: Stock: 4% GICS Sector: 30% Country: 30%
S&P Emerging Markets Dividend Opportunities Index: Constituent Selection	07/31/2024	--	The number of stocks from any one eligible country is capped at 30.
All Indices: Monthly Dividend Review	01/14/2022	<p>S&amp;P Dow Jones Indices reviews index constituents on a monthly basis. If S&amp;P Dow Jones Indices determines an index constituent has eliminated, suspended its dividend or omitted a payment, it will be removed from the Index effective prior to the open of the first business day of the following month.</p> <p>In addition, constituent stocks are reviewed on a monthly basis for dividend cuts. Constituent stocks may, at the discretion of the Index Committee, be removed effective prior to the open of the first business day of the following month if the constituent company lowers but does not eliminate its dividend, its new yield is significantly lower than the lowest yielding constituent, and the index committee can determine based on current information that the company will not qualify for inclusion at the next rebalancing.</p> <p>The determination of qualifying for the index at the subsequent annual reconstitution is done at the discretion of the Index Committee. The decision to remove an index constituent due to dividend elimination, suspension, omission, or reduction is based on information publicly announced by the company as of seven business days prior to month-end. The index constituents removed as part of the monthly dividend review process are not replaced until the following annual reconstitution. Any changes are announced five business days prior to month-end.</p>	Index constituents are reviewed on a monthly basis for ongoing eligibility. For more information regarding the monthly dividend review, please refer to Approach C in the Monthly Review for Ongoing Eligibility in Dividend Focused Indices section of S&P Dow Jones Indices' Equity Indices Policies & Practices Methodology.
S&P China A-Share Dividend Opportunities Index:	07/30/2021	--	Subject to S&P Dow Jones Indices' compliance with the applicable law (including, without limitation,

Change	Effective Date (After Close)	Methodology	
		Previous	Updated
Investor Perspective			sanctions law), the index is maintained from a China based investor perspective <sup>2</sup> and may include securities that would not be eligible for inclusion if maintained from a U.S./U.K./EU investor perspective.
S&P China A-Share Dividend Opportunities Index: Index Universe	02/14/2020	The S&P China A Composite Index excluding stocks designated as Special Treatment (ST and *ST) by the Shanghai and Shenzhen Stock Exchanges.	The S&P China A Domestic BMI Index excluding stocks designated as Special Treatment (ST and *ST) by the Shanghai and Shenzhen Stock Exchanges.
S&P China A-Share Dividend Opportunities Index: Dividend Payout Ratio	02/14/2020	--	The ratio of a stock's Dividend-Per-Share (DPS) to its Earnings-Per-Share (EPS) must be less than 100%.
S&P China A-Share Dividend Opportunities Index: Dividend Payment History	02/14/2020	--	The company must have paid dividends in each of the previous two years.
All Indices: Monthly Dividend Review	04/19/2019	<p>S&amp;P Dow Jones Indices reviews index constituents on a monthly basis. If S&amp;P Dow Jones Indices determines an index constituent has eliminated, suspended its dividend or omitted a payment, it will be removed from the Index effective prior to the open of the first business day of the following month.</p> <p>In addition, constituent stocks are reviewed on a monthly basis for dividend cuts. Constituent stocks may, at the discretion of the Index Committee, be removed effective prior to the open of the first business day of the following month if the constituent company lowers but does not eliminate its dividend, its new yield is significantly lower than the lowest yielding constituent, and the index committee can determine based on current information that the company will not qualify for inclusion at the next rebalancing.</p> <p>The determination of qualifying for the index at the subsequent annual reconstitution is done at the discretion of the Index Committee. The decision to remove an index constituent due to dividend elimination, suspension, omission, or reduction is based on information publicly announced by the company as of five business days prior to month-end. The index constituents removed as part of the monthly dividend review process are not replaced until the following annual reconstitution.</p>	<p>S&amp;P Dow Jones Indices reviews index constituents on a monthly basis. If S&amp;P Dow Jones Indices determines an index constituent has eliminated, suspended its dividend or omitted a payment, it will be removed from the Index effective prior to the open of the first business day of the following month.</p> <p>In addition, constituent stocks are reviewed on a monthly basis for dividend cuts. Constituent stocks may, at the discretion of the Index Committee, be removed effective prior to the open of the first business day of the following month if the constituent company lowers but does not eliminate its dividend, its new yield is significantly lower than the lowest yielding constituent, and the index committee can determine based on current information that the company will not qualify for inclusion at the next rebalancing.</p> <p>The determination of qualifying for the index at the subsequent annual reconstitution is done at the discretion of the Index Committee. The decision to remove an index constituent due to dividend elimination, suspension, omission, or reduction is based on information publicly announced by the company as of seven business days prior to month-end. The index constituents removed as part of the monthly dividend review process are not replaced until the following annual reconstitution. Any changes are announced five business days prior to month-end.</p>
All Indices: Monthly Dividend Review	07/31/2018	--	S&P Dow Jones Indices reviews index constituents on a monthly basis. If S&P Dow Jones Indices determines an index constituent has

<sup>2</sup> The investor perspective is the viewpoint of the investor relative to the index and component securities.

Change	Effective Date (After Close)	Previous	Methodology Updated
			<p>eliminated, suspended its dividend or omitted a payment, it will be removed from the Index effective prior to the open of the first business day of the following month.</p> <p>In addition, constituent stocks are reviewed on a monthly basis for dividend cuts. Constituent stocks may, at the discretion of the Index Committee, be removed effective prior to the open of the first business day of the following month if the constituent company lowers but does not eliminate its dividend, its new yield is significantly lower than the lowest yielding constituent, and the index committee can determine based on current information that the company will not qualify for inclusion at the next rebalancing. The determination of qualifying for the index at the subsequent annual reconstitution is done at the discretion of the Index Committee. The decision to remove an index constituent due to dividend elimination, suspension, omission, or reduction is based on information publicly announced by the company as of five business days prior to month-end. The index constituents removed as part of the monthly dividend review process are not replaced until the following annual reconstitution.</p>
<p>S&amp;P Emerging Markets Dividend Opportunities Index, S&amp;P Europe Dividend Opportunities Index, S&amp;P International Dividend Opportunities Index and S&amp;P Global Dividend Opportunities Index:</p> <p>Constituent Selection</p>	07/31/2018	<p>The selection of index constituents is done as follows:</p> <ol style="list-style-type: none"> <li>1. All stocks in the Selection Universe are sorted by annual Risk-Adjusted Yield (RAY).</li> <li>2. The top 80 stocks ranked by RAY, are automatically selected for inclusion.</li> <li>3. Then, all stocks that are current constituents that fall within the top 120 ranking are chosen by order of rank.</li> </ol> <p>If at this point the target stock count has not been met, then the remaining stocks are selected based on their overall selection rank until 100 stocks are selected.</p>	<p>The selection of index constituents is done as follows:</p> <ol style="list-style-type: none"> <li>1. All stocks in the Selection Universe are sorted by annual Risk-Adjusted Yield (RAY).</li> <li>2. The top 80 stocks ranked by RAY, are automatically selected for inclusion.</li> <li>3. Then, all stocks that are current constituents that fall within the top 150 ranking are chosen by order of rank.</li> </ol> <p>If at this point the target stock count has not been met, then the remaining stocks are selected based on their overall selection rank until 100 stocks are selected.</p>
<p>All Indices:</p> <p>Recurring Special Cash Dividends</p>	01/31/2018	<p>Recurring special cash dividends that S&amp;P Dow Jones Indices considers to be part of the normal payment pattern established by the company are considered regular for eligibility, selection, and weighting purposes.</p>	<p>S&amp;P Dow Jones Indices only considers cash dividend payments declared as regular by the paying company for index eligibility, selection, and weighting purposes. Cash dividend payments declared as special by the paying company, including recurring special cash dividends, are not considered.</p>
<p>S&amp;P China A-Share Dividend Opportunities Index:</p> <p>Liquidity Eligibility Factor</p>	01/31/2018	<p>At each rebalancing, stocks must have a minimum six-month average daily value traded of RMB 10 million.</p>	<p>At each rebalancing, stocks must have a minimum six-month average daily value traded of RMB 20 million (RMB 18 million for current index constituents).</p>

Change	Effective Date (After Close)	Previous	Methodology Updated
S&P China A-Share Dividend Opportunities Index:  Market Capitalization Eligibility Factor	01/31/2018	At each rebalancing, stocks must have a minimum float-adjusted market capitalization of RMB 1 billion.	At each rebalancing, stocks must have a minimum float-adjusted market capitalization of RMB 1 billion (RMB 900 million for current index constituents).
S&P China A-Share Dividend Opportunities Index:  Special Treatment Stocks Eligibility	01/31/2018	--	Stocks designated as Special Treatment (ST and *ST) by the Shanghai and Shenzhen Stock Exchanges are ineligible for index inclusion.
S&P China A Share Dividend Opportunities Index:  Name Change	10/13/2017	The index name is S&P China A Share Dividend Opportunities Index.	The index name is S&P China A-Share Dividend Opportunities Index.
S&P/ASX Dividend Opportunities Index and S&P China A Share Dividend Opportunities Index:  Rebalancing	07/31/2017	The indices rebalance annually, effective after the close of trading on the last business day of July, with a secondary review at the end of January.	The indices rebalance semi-annually, effective after the close of trading on the last business day of January and July.
S&P Ethical Pan Asia Dividend Opportunities Index:  Country Capping	07/31/2017	Country weight cap of 20% (the combined weight of China and Hong Kong should be no more than 40%).	Country weight cap of 25% (the combined weight of China and Hong Kong should be no more than 50%).
All Indices:  Rebalancings	01/31/2017	With the exception of the S&P Ethical Pan Asia Select Dividend Opportunities Index, the indices rebalance effective after the close of trading of the last business day of January and July.	The indices rebalance annually, effective after the close of trading of the last business day of July, with a secondary review at the end of January.
All Indices:  Dividend Yield	01/31/2017	Dividend yield is calculated by using dividends earned in the last 12 months prior to the rebalancing reference date. Each constituent's dividend amount is multiplied by its index shares as of the ex-dividend date to calculate each constituent's dividend market cap. The dividend yield is calculated by dividing the dividend market cap by the constituent's market cap.	Dividend yield is calculated using dividends that went ex in the 12 months prior to the rebalancing reference date. The dividend yield is given by dividing each stock's dividend amount by its price in local currency as of the rebalancing reference date.
S&P Global Dividend Opportunities Index:  Constituent Capping	01/31/2017	GICS sector weight of 25%, country weight of 25%, and Emerging stock weight of 15%.	GICS sector weight minimum of 25% or 2x the sector weight in the S&P Global BMI (relaxed to 3x the sector weight if necessary) and country weight maximum of 25% or country weight in the S&P Global BMI.
S&P Europe Dividend Opportunities Index, S&P International Dividend Opportunities Index, S&P Global Dividend Opportunities Index:  Eligibility Criteria	01/31/2017	Minimum total market capitalization of US\$ 1 billion, minimum float-adjusted market capitalization of US\$ 600 million for developed markets and US\$ 300 million for emerging markets, and minimum three-month average daily value traded of US\$5 million.	Minimum float-adjusted market capitalization of US\$ 500 million, and minimum three-month median daily value traded of US\$5 million.
S&P Emerging Markets Dividend Opportunities Index:  Eligibility Criteria	01/31/2017	Minimum total market capitalization of US\$ 1 billion, and minimum three-month average daily value traded of US\$1 million.	Minimum three-month median daily value traded of US\$1 million.
S&P Emerging Markets Dividend Opportunities Index, S&P Europe	01/31/2017	Profitability and earnings growth.	Profitability, dividend growth, dividend coverage ratio, and dividend yield.

Change	Effective Date (After Close)	Previous	Methodology Updated
Dividend Opportunities Index, S&P International Dividend Opportunities Index, S&P Global Dividend Opportunities Index:  Stability Criteria			
S&P Emerging Markets Dividend Opportunities Index, S&P Europe Dividend Opportunities Index, S&P International Dividend Opportunities Index, S&P Global Dividend Opportunities Index:  Constituent Selection	01/31/2017	Top 100 stocks by annual dividend yield subject to a buffer that is twice the size of the index constituent count.	Top 100 stocks by risk-adjusted yield subject to a buffer of 120.
S&P/ASX Dividend Opportunities Index:  Stability Criteria	07/31/2015	Dividend growth and profitability.	Dividend growth and momentum.
S&P/ASX Dividend Opportunities Index:  Constituent Selection	07/31/2015	50 largest stocks by float-adjusted market capitalization subject to a buffer.	50 highest yielding stocks subject to a buffer.
S&P/ASX Dividend Opportunities Index:  Stock Capping	07/31/2015	Maximum 4%, minimum 0.8%.	Maximum 10%, no minimum.
S&P/ASX Dividend Opportunities Index:  Sector Capping	07/31/2015	Maximum 20%.	30% or S&P/ASX 300 sector weight less 10%, whichever is higher.
S&P/ASX Dividend Opportunities Index:  Stock Weight	07/31/2015	Optimization algorithm.	Stocks' total dividend (dividend yield multiplied by market capitalization).

# Disclaimer

## Performance Disclosure/Back-Tested Data

Where applicable, S&P Dow Jones Indices and its index-related affiliates (“S&P DJI”) defines various dates to assist our clients by providing transparency. The First Value Date is the first day for which there is a calculated value (either live or back-tested) for a given index. The Base Date is the date at which the index is set to a fixed value for calculation purposes. The Launch Date designates the date when the values of an index are first considered live: index values provided for any date or time period prior to the index’s Launch Date are considered back-tested. S&P DJI defines the Launch Date as the date by which the values of an index are known to have been released to the public, for example via the company’s public website or its data feed to external parties. For Dow Jones-branded indices introduced prior to May 31, 2013, the Launch Date (which prior to May 31, 2013, was termed “Date of introduction”) is set at a date upon which no further changes were permitted to be made to the index methodology, but that may have been prior to the Index’s public release date.

Please refer to the methodology for the Index for more details about the index, including the manner in which it is rebalanced, the timing of such rebalancing, criteria for additions and deletions, as well as all index calculations.

Information presented prior to an index’s launch date is hypothetical back-tested performance, not actual performance, and is based on the index methodology in effect on the launch date. However, when creating back-tested history for periods of market anomalies or other periods that do not reflect the general current market environment, index methodology rules may be relaxed to capture a large enough universe of securities to simulate the target market the index is designed to measure or strategy the index is designed to capture. For example, market capitalization and liquidity thresholds may be reduced. In addition, forks have not been factored into the back-test data with respect to the S&P Cryptocurrency Indices. For the S&P Cryptocurrency Top 5 & 10 Equal Weight Indices, the custody element of the methodology was not considered; the back-test history is based on the index constituents that meet the custody element as of the Launch Date. Also, the treatment of corporate actions in back-tested performance may differ from treatment for live indices due to limitations in replicating index management decisions. Back-tested performance reflects application of an index methodology and selection of index constituents with the benefit of hindsight and knowledge of factors that may have positively affected its performance, cannot account for all financial risk that may affect results and may be considered to reflect survivor/look ahead bias. Actual returns may differ significantly from, and be lower than, back-tested returns. Past performance is not an indication or guarantee of future results.

Typically, when S&P DJI creates back-tested index data, S&P DJI uses actual historical constituent-level data (e.g., historical price, market capitalization, and corporate action data) in its calculations. As ESG investing is still in early stages of development, certain datapoints used to calculate certain ESG indices may not be available for the entire desired period of back-tested history. The same data availability issue could be true for other indices as well. In cases when actual data is not available for all relevant historical periods, S&P DJI may employ a process of using “Backward Data Assumption” (or pulling back) of ESG data for the calculation of back-tested historical performance. “Backward Data Assumption” is a process that applies the earliest actual live data point available for an index constituent company to all prior historical instances in the index performance. For example, Backward Data Assumption inherently assumes that companies currently not involved in a specific business activity (also known as “product involvement”) were never involved historically and similarly also assumes that companies currently involved in a specific business activity were involved historically too. The Backward Data Assumption allows the hypothetical back-test to be extended over more historical years than would be feasible using only actual data. For more information on “Backward Data Assumption” please refer to the FAQ. The methodology and factsheets of any index that employs backward assumption in the back-tested history



will explicitly state so. The methodology will include an Appendix with a table setting forth the specific data points and relevant time period for which backward projected data was used. Index returns shown do not represent the results of actual trading of investable assets/securities. S&P DJI maintains the index and calculates the index levels and performance shown or discussed but does not manage any assets.

Index returns do not reflect payment of any sales charges or fees an investor may pay to purchase the securities underlying the Index or investment funds that are intended to track the performance of the Index. The imposition of these fees and charges would cause actual and back-tested performance of the securities/fund to be lower than the Index performance shown. As a simple example, if an index returned 10% on a US \$100,000 investment for a 12-month period (or US \$10,000) and an actual asset-based fee of 1.5% was imposed at the end of the period on the investment plus accrued interest (or US \$1,650), the net return would be 8.35% (or US \$8,350) for the year. Over a three-year period, an annual 1.5% fee taken at year end with an assumed 10% return per year would result in a cumulative gross return of 33.10%, a total fee of US \$5,375, and a cumulative net return of 27.2% (or US \$27,200).

### **Intellectual Property Notices/Disclaimer**

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