

S&P Kensho New Economies Composite Index Consultation on Minimum Liquidity Threshold

NEW YORK, JULY 12, 2023: S&P Dow Jones Indices (“S&P DJI”) is conducting a consultation with market participants on a potential change to the S&P Kensho New Economies Composite Index.

In order to enhance index liquidity and replicability, S&P DJI is considering adding an additional liquidity screen to the S&P Kensho New Economies index. The table below summarizes the proposed change:

Proposed Change	Current	Methodology	Proposed
Additional Liquidity Screen	Stocks that meet all the eligibility criteria of the underlying sector indices are eligible for the S&P Kensho New Economies Index. There is no additional Liquidity Screen for purposes of the S&P Kensho New Economies Index.		Stocks that meet all the eligibility criteria of the underlying sector indices must also have a minimum 3M ADVT of US\$ 5 million in order to be eligible for the S&P Kensho New Economies Index.

IMPACT ANALYSIS

A hypothetical impact analysis and historical performance of the S&P Kensho New Economies Composite Index with the proposed change along with an analysis using a liquidity threshold of US\$ 3 Million as compared with the current methodology can be found [here](#).

You may find additional data and analysis in our [Client Resource Center](#), which may be updated from time to time throughout the consultation. Additional data and analysis may also be made available upon request.

IMPLEMENTATION TIMING

S&P DJI is proposing to implement the proposed change, if adopted, in conjunction with the upcoming rebalancing, which takes effect prior to the market open on **Monday, December 18, 2023**. If adopted, this change will first be visible to clients in pro-forma files beginning on **Friday, December 8, 2023**.

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 add an additional liquidity screen with a 3M ADVT threshold of US\$ 5 Million?**
- 2. If the proposed change is adopted, do you agree with the proposed implementation date?**
- 3. Do you have any other comments or feedback regarding the proposed change 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

August 9, 2023. 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.

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.spglobal.com/spdji.

ABOUT S&P DOW JONES INDICES

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FOR MORE INFORMATION:

S&P Dow Jones Indices
index_services@spglobal.com