

MSCI®

# press release

## MSCI SMALL CAP INDEX SERIES MAY 2003 SEMI-ANNUAL INDEX REVIEW

**Geneva, May 15, 2003.** MSCI announced today changes to the MSCI Small Cap Index Series that will be effective as of the close of May 30, 2003. These changes result from the May 2003 Semi-Annual Index Review. The list of additions to and deletions from the MSCI Small Cap Index Series has been posted on MSCI's web site at [www.msci.com/smallcap](http://www.msci.com/smallcap).

Effective as of the close of May 30, 2003, 144 securities will be added to the MSCI Small Cap Index Series and 119 will be deleted. In addition, MSCI reviewed the free float of all constituents of the MSCI Small Cap Index Series leading to changes in Foreign Inclusion Factors (FIFs) for 437 securities. FIFs adjust the market capitalization of securities for free float available to foreign investors.

The MSCI Small Cap Index Series attempts to represent the business activities of small capitalization companies across developed markets. Companies with a full market capitalization between USD 200 and 1,500 million are eligible for inclusion. MSCI then selects the most liquid securities relative to their market capitalization, and targets for index inclusion 40% of the full universe within each industry group, within each country. Finally, the market capitalization of index constituents is free float-adjusted.

Below is a brief pro forma analysis of the changes that will occur in the MSCI Small Cap Index Series for some of the more frequently used global and regional composite indices, using data as of May 2, 2003.

**World Index** - The MSCI World Small Cap Index<sup>SM</sup> represents the small cap segment in 23 of the world's developed equity markets. On a pro forma basis, the market capitalization of the index will be USD 911 billion, and the index will include 1743 securities.

**EAFE (Europe, Australasia, Far East) Index** - The MSCI EAFE<sup>®</sup> Small Cap Index represents the small cap segment in 21 developed equity markets outside of North America. On a pro forma basis, the market capitalization of the index will be USD 414 billion, and the index will include 970 securities.

**Europe Index** - The MSCI Europe Small Cap Index<sup>SM</sup> represents the small cap segment in 16 developed equity markets in Europe. On a pro forma basis, the market capitalization of the index will be USD 225 billion, and the index will include 472 securities.

For further information on MSCI indices or MSCI data, please visit our web site at [www.msci.com](http://www.msci.com) or contact:

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**MSCI SMALL CAP INDEX SERIES  
PRO FORMA DATA FOR MAIN REGIONAL INDICES**

**MSCI WORLD SMALL CAP INDEX**

<b>Top 10 Country Weights</b>	<b>Weight</b>	<b>Top 10 Industry Group Weights</b>	<b>Weight</b>
USA	50.1%	Capital Goods	9.0%
Japan	14.2%	Materials	8.6%
United Kingdom	7.8%	Banks	7.2%
Canada	4.5%	Real Estate	6.9%
Australia	4.2%	Technology Hardware & Equipment	6.1%
France	2.2%	Software & Services	5.7%
Germany	2.0%	Retailing	5.2%
Italy	2.0%	Health Care Equipment & Services	4.7%
Switzerland	1.5%	Consumer Durables & Apparel	4.4%
Spain	1.4%	Commercial Services & Supplies	4.1%

**MSCI EAFE SMALL CAP INDEX**

<b>Top 10 Country Weights</b>	<b>Weight</b>	<b>Top 10 Industry Group Weights</b>	<b>Weight</b>
Japan	31.3%	Capital Goods	12.4%
United Kingdom	17.3%	Materials	11.1%
Australia	9.3%	Real Estate	7.2%
France	4.8%	Banks	6.0%
Germany	4.4%	Consumer Durables & Apparel	5.7%
Italy	4.4%	Food, Beverage & Tobacco	5.1%
Switzerland	3.4%	Retailing	4.9%
Spain	3.0%	Media	4.4%
Sweden	3.0%	Diversified Financials	4.1%
Finland	2.9%	Transportation	4.1%

**MSCI EUROPE SMALL CAP INDEX**

<b>Top 10 Country Weights</b>	<b>Weight</b>	<b>Top 10 Industry Group Weights</b>	<b>Weight</b>
United Kingdom	31.8%	Capital Goods	12.2%
France	8.8%	Materials	8.5%
Germany	8.1%	Real Estate	7.3%
Italy	8.1%	Banks	6.1%
Switzerland	6.2%	Media	5.7%
Spain	5.6%	Consumer Durables & Apparel	5.3%
Sweden	5.6%	Diversified Financials	5.0%
Finland	5.3%	Commercial Services & Supplies	4.8%
Netherlands	4.6%	Retailing	4.7%
Denmark	3.3%	Health Care Equipment & Services	4.5%

Note: All pro forma information uses data as of May 2, 2003.

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