

# **MSCI ALL PORTUGAL PLUS 25/50 INDEX**

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## 1 INTRODUCTION

The MSCI All Portugal Plus 25/50 Index is designed to represent the investable equity universe in Portugal while maintaining a minimum number of constituents. The index is constructed with a minimum of 20 securities and 18 issuers<sup>1</sup>.

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<sup>1</sup> Defined as Group Entities, please refer to Section 3.1 of the MSCI 10/40 Index Methodology at <https://www.msci.com/index-methodology>

## 2 CONSTRUCTING AND MAINTAINING THE MSCI ALL PORTUGAL PLUS 25/50 INDEX

The MSCI All Portugal Plus 25/50 Index (herein, the “Index”) is designed to represent the investable equity universe in Portugal. The Index is constructed and maintained in accordance with the MSCI All Market Indexes Methodology<sup>2</sup>, except for the following changes:

- The Index targets a minimum of 20 securities and 18 issuers at all Quarterly Reviews.
- The specific parameters used for defining the eligibility and investability criteria for the Broad Portugal Equity Universe in the construction of the Index are listed below:

	Eligibility		Investability	
	New Securities	Existing Constituents	New Securities	Existing Constituents
Full Market Capitalization	25% of IMI Market Size-Segment Cutoff	12.5% of IMI Market Size-Segment Cutoff	50% of IMI Market Size-Segment Cutoff	25% of IMI Market Size-Segment Cutoff
Free Float Adjusted Market Capitalization	12.5% of IMI Market Size-Segment Cutoff	6.25% of IMI Market Size-Segment Cutoff	25% of IMI Market Size-Segment Cutoff	12.5% of IMI Market Size-Segment Cutoff
3-month ATVR	2.5%	1%	10%	2.5%
12-month ATVR	2.5%	1%	10%	2.5%
3-month Frequency of trading	20%	10%	40%	20%
Foreign Inclusion Factor	≥ 0.15, except if free float adjusted market capitalization > 1.8 times the free float adjusted market capitalization cut-off			

For a description of the IMI Market Size-Segment Cutoff, please refer to the MSCI Global Investable Market Indexes Methodology<sup>3</sup>.

<sup>2</sup> Please refer to Section 2 of the MSCI All Market Indexes Methodology at <https://www.msci.com/index-methodology>

<sup>3</sup> For more information on the MSCI Global Investable Market Indexes (“GIMI”), please visit our website at <https://www.msci.com/index-methodology>

- After the securities have been weighted in accordance with Section 2.5 of All Market Indexes Methodology, the MSCI 25/50 Index Methodology<sup>4</sup> is applied so that no issuer<sup>5</sup> should have a weight above 25%, and the sum of weights of all issuers with weights above 5% should not exceed 50%. During ongoing index reviews, the MSCI 25/50 Index Methodology is applied with the exception that there is no index rebalancing if the 25/50 constraints are violated between the announcement date and the effective date.

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<sup>4</sup> Please refer to the MSCI 25/50 Index methodology at <https://www.msci.com/index-methodology>

<sup>5</sup> Issuer is defined as an entity which groups together all securities issued by a company

## METHODOLOGY BOOK TRACK CHANGES

**The following sections have been modified since November 2016:**

Section 2: Constructing and Maintaining the MSCI All Portugal Plus 25/50 Index

- Updated the methodology book to be in line with changes in the MSCI All Market Indexes Methodology

**The following sections have been modified since November 2016:**

Section 2: Constructing and Maintaining the MSCI All Portugal Plus 25/50 Index

- Update to the index rebalancing rule between pro-forma announcement and effective dates.

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