

**MSCI**<sup>®</sup>

# press release

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## **MSCI SMALL CAP INDEX SERIES NOVEMBER 2004 SEMI-ANNUAL INDEX REVIEW**

**Geneva, November 16, 2004.** MSCI announced today changes to the MSCI Small Cap Index Series that will be effective as of the close of November 30, 2004. These changes result from the November 2004 Semi-Annual Index Review. The full 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 November 30, 2004, 176 securities will be added to the MSCI Small Cap Index Series and 125 will be deleted. In addition, MSCI's quarterly review of free float estimates results in changes in Foreign Inclusion Factors (FIFs) for 30 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 October 29, 2004.

**World Index** - The MSCI World Small Cap Index 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 1,071 billion, and the index will include 1,765 securities.

**EAFE (Europe, Australasia, Far East) Index** - The MSCI EAFE 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 508 billion, and the index will include 964 securities.

**Europe Index** - The MSCI Europe Small Cap Index 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 267 billion, and the index will include 465 securities.

The results of the November 2004 Quarterly Index Review for the MSCI Standard Index Series and the MSCI Pan-Euro and Euro Indices as well as the November 2004 Semi-Annual Index Review for the MSCI Global Value and Growth Index Series and the MSCI US Equity Indices have also been posted on MSCI's web site at [www.msci.com](http://www.msci.com).

**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	47.7%	Capital Goods	10.7%
Japan	14.9%	Materials	8.4%
United Kingdom	8.4%	Real Estate	7.2%
Canada	4.9%	Software & Services	5.9%
Australia	4.4%	Technology Hardware & Equipment	5.8%
France	2.1%	Banks	5.6%
Sweden	1.9%	Retailing	5.1%
Germany	1.9%	Health Care Equipment & Services	5.1%
Switzerland	1.8%	Consumer Durables & Apparel	4.3%
Italy	1.4%	Energy	4.3%

**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	14.1%
United Kingdom	17.8%	Materials	9.2%
Australia	9.3%	Real Estate	7.0%
France	4.5%	Retailing	5.7%
Sweden	4.0%	Technology Hardware & Equipment	5.5%
Germany	3.9%	Food, Beverage & Tobacco	5.3%
Switzerland	3.7%	Consumer Durables & Apparel	5.1%
Italy	3.0%	Transportation	4.8%
Netherlands	2.9%	Diversified Financials	4.7%
Hong Kong	2.8%	Commercial Services & Supplies	3.9%

**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	33.8%	Capital Goods	15.3%
France	8.5%	Real Estate	7.9%
Sweden	7.5%	Materials	7.1%
Germany	7.5%	Retailing	5.6%
Switzerland	7.1%	Diversified Financials	4.9%
Italy	5.7%	Technology Hardware & Equipment	4.9%
Netherlands	5.4%	Transportation	4.8%
Finland	5.2%	Commercial Services & Supplies	4.5%
Belgium	4.0%	Energy	4.3%
Norway	3.5%	Consumer Durables & Apparel	4.2%

Note: All pro forma information uses data as of October 29, 2004.

## **MSCI** press release (continued)

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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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