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CRSP INDEXES TECHNICAL UPDATE

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To: Index subscribers, Index vendors

Upcoming CRSP Index Methodology Changes

A number of methodology rules will be enhanced concurrently with the anticipated implementation of CRSP's new back office system. The changes will be implemented when the migration date is confirmed.

Corporate Actions during Pro Forma Period

If a corporate action requires a true-up and the security is in different Pro Forma and Primary indexes, then the movement to the Pro Forma holding is completed immediately as part of the true-up. This includes secondary offerings, partial tender offers, rights offerings, cash stock elections, and mergers.

When reevaluating Mergers or Mergers of Equals during the Pro Forma period there is no minimum size requirement before migration is allowed.

Merger Resulting in a Newly Listed Security

There is no minimum size requirement before migration is allowed when reevaluating a Merger of Equals.

Sector Indexes – Sector Optimization Freeze

Concentration tests, and an optimization or fitting, will be completed based on the events known two days prior the effective date of the optimization. Holdings changes projected on the day before the optimization are based on the concentration limit multipliers (CLMs) established on $t - 2$. However, if a significant holdings change (e.g. a large inflow or outflow of index capitalization) is announced on the day before the optimization is effective, the CLM freeze can be moved to 1:30 pm CT on the day before the optimization (i.e. $t-1$).

For further information please refer to the [CRSP website](#), and to the [CRSP Index Methodology Guide](#).

For any related inquiry, please do not respond to this email, but email to indexes@crsp.chicagobooth.edu or call 312.263.6400, option 3.

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