ISE CYBER SECURITY UCITS INDEX™

HUR

INDEX DESCRIPTION

The ISE Cyber Security UCITS Index is designed to track companies actively involved in providing cyber security technology and services. For many aspects of its construction, the ISE Cyber Security UCITS Index relies on the methodology of its “parent” index, the ISE Cyber Security Index (HXR), which is incorporated herein by reference.

SECURITY ELIGIBILITY CRITERIA

Parent index

A security must be a member of the ISE Cyber Security Index (HXR) as of the Reconstitution Effective Date.

Eligible exchanges

A security must be listed on an eligible exchange. For the list of eligible listing exchanges please see Appendix A: Eligible Exchanges.

Liquidity eligibility

A security must have a three-month average daily traded value of at least $1 million (USD). A security not already in the Index as of the Reconstitution Reference Date must also have a trailing five-day average daily traded value of at least $750 thousand for each of the 60 trading days leading up to and including the Reconstitution Reference Date.

ESG eligibility

An issuer must not be included in the Future World Protection List (FWPL), as determined by Legal & General Investment Management. FWPL captures companies failing to meet globally accepted business practices on human rights and sustainability or minimum requirements on the carbon transition. There
are three components to the list: (1) controversial weapons; (2) UN Global Compact violation; and (3) coal companies.

INDEX CALENDAR

Reconstitution schedule
The Index Reconstitution is conducted quarterly in January, April, July and October.

Reconstitution reference dates
The Security Eligibility Criteria are applied using available market data as of the end of November, February, May and August, respectively.

Reconstitution announcement dates
Index Reconstitutions are announced approximately five (5) business days prior to the effective date of quarterly changes.

Reconstitution effective dates
Index Reconstitutions become effective at market open on the trading day after the third Friday in January, April, July and October, respectively.

Rebalance schedule
The Index is rebalanced quarterly in January, April, July and October.

Rebalance reference dates
The Index Rebalance uses available market data as of the prior month-end (December, March, June and September, respectively).

Rebalance announcement dates
Index Rebalance changes are announced approximately five (5) business days prior to the effective date of quarterly changes.

Rebalance effective dates
Index Rebalance changes become effective at market open on the trading day after the third Friday in January, April, July and October, respectively.
**CONSTITUENT SELECTION**

**Constituent selection process**

All securities that meet the applicable Security Eligibility Criteria are included in the Index. The Index shall contain a minimum of 24 securities.

**CONSTITUENT WEIGHTING**

**Constituent weighting scheme**

The Index is a modified equal-weighted index.

**Constituent weighting process**

HUR employs a repeated two-stage, two-level weight adjustment scheme.

The Index Security Selection Committee assigns Index Securities to Sector Classification groups according to the *Industry Classification Methodology Guide - ISE Cyber Security® Industry Classification*.

Sector Classification weights are determined by dividing the aggregate free float market capitalization of all Index Securities within each Sector Classification by the aggregate free float market capitalization of all Index Securities. Within these Sector Classification groups weighted by free float market capitalization, initial Index Security weights are equal.

**Stage 1**

Initial index weights are adjusted within each Sector Classification to meet the following constraints, producing the Stage 1 weights:

- No Index Security weight may exceed 25% of the ratio between the Index Security’s three-month average daily traded value and $25 million.
- Based on the USPY LN ETF or a theoretical index-tracking fund (collectively referred to as “the fund”), no Index Security weight may exceed 7.5% of the ratio between the Index Security’s free float market capitalization and 110% of the fund’s assets in USD.
- No Index Security weight may exceed 10% of the entire index.
- The aggregate weight of Index Securities whose weights exceed 5% of the entire index may not exceed 40%.
- Sector Classification weights are only adjusted if security-level constraints necessitate.

**Stage 2**

The index weights set in the previous stage are adjusted within each Sector Classification to meet the following constraints, producing the final weights:
- The weight of any Index Security whose previous stage index weight is less than or equal to 0.50% is set to 0% (i.e. removed from the index).
- The weight of any Index Security whose initial weight is below 5% and whose previous stage index weight is greater than or equal to 5% is set to 4.75%.
- No Index Security weight may exceed 25% of the ratio between the Index Security’s three-month average daily traded value and $25 million.
- Based on the USPY LN ETF or a theoretical index-tracking fund (collectively referred to as “the fund”), no Index Security weight may exceed 7.5% of the ratio between the Index Security’s free float market capitalization and 110% of the fund’s assets in USD.
- No Index Security weight may exceed 10% of the entire index.
- The aggregate weight of Index Securities whose weights exceed 5% of the entire index may not exceed 40%.
- Sector Classification weights are only adjusted if security-level constraints necessitate.

Stage 2 is repeated until all weight restrictions are satisfied.

For additional information about index weighting, see Nasdaq Standard Index Weight Adjustment Guidelines.

INDEX MAINTENANCE

Deletion policy

If, at any time other than an Index Reconstitution, Nasdaq determines that an Index Security has or will undergo a fundamental alteration that would make it ineligible for Index inclusion, the Index Security is removed as soon as practicable.

Replacement policy

Index Securities are not replaced in the Index outside of the Index Reconstitution.

Addition policy

Index Securities are not added to the Index outside of the Index Reconstitution.

Corporate actions

In the interim periods between scheduled index reconstitution and rebalancing events, individual Index securities may be the subject to a variety of corporate actions and events that require maintenance and adjustments to the Index. Specific treatment of each type of corporate action or event is described in Nasdaq Corporate Actions and Events Manual – Equities, which is incorporated herein by reference.
In certain cases, corporate actions and events are handled according to the weighting scheme or other index construction techniques employed. Wherever alternate methods are described, the Index will follow the “Non-Market Cap Corporate Action Method.”

Index share adjustments

Other than as a direct result of corporate actions, the index does not normally experience share adjustments between scheduled index rebalance and reconstitution.

APPENDIX A: ELIGIBLE EXCHANGES

<table>
<thead>
<tr>
<th>Country</th>
<th>Name</th>
</tr>
</thead>
<tbody>
<tr>
<td>AUSTRALIA</td>
<td>ASX - ALL MARKETS</td>
</tr>
<tr>
<td>AUSTRIA</td>
<td>WIENER BOERSE AG</td>
</tr>
<tr>
<td>BRAZIL</td>
<td>BM&amp;FBOVESPA S.A. - BOLSA DE VALORES, MERCADORIAS E FUTUROS</td>
</tr>
<tr>
<td>CANADA</td>
<td>TORONTO STOCK EXCHANGE</td>
</tr>
<tr>
<td>CHILE</td>
<td>SANTIAGO STOCK EXCHANGE</td>
</tr>
<tr>
<td>COLOMBIA</td>
<td>BOLSA DE VALORES DE COLOMBIA</td>
</tr>
<tr>
<td>FRANCE</td>
<td>EURONEXT - EURONEXT PARIS</td>
</tr>
<tr>
<td>GERMANY</td>
<td>DEUTSCHE BOERSE AG</td>
</tr>
<tr>
<td>GREECE</td>
<td>ATHENS STOCK EXCHANGE</td>
</tr>
<tr>
<td>HONG KONG</td>
<td>HONG KONG EXCHANGES AND CLEARING LTD</td>
</tr>
<tr>
<td>HUNGARY</td>
<td>BUDAPEST STOCK EXCHANGE</td>
</tr>
<tr>
<td>INDONESIA</td>
<td>INDONESIA STOCK EXCHANGE</td>
</tr>
<tr>
<td>IRELAND</td>
<td>IRISH STOCK EXCHANGE - ALL MARKET</td>
</tr>
<tr>
<td>ISRAEL</td>
<td>TEL AVIV STOCK EXCHANGE</td>
</tr>
<tr>
<td>ITALY</td>
<td>BORSA ITALIANA S.P.A.</td>
</tr>
<tr>
<td>JAPAN</td>
<td>JAPAN EXCHANGE GROUP</td>
</tr>
<tr>
<td>KOREA, REPUBLIC OF</td>
<td>KOREA EXCHANGE (STOCK MARKET)</td>
</tr>
<tr>
<td>MALAYSIA</td>
<td>BURSA MALAYSIA</td>
</tr>
<tr>
<td>MEXICO</td>
<td>BOLSA MEXICANA DE VALORES (MEXICAN STOCK EXCHANGE)</td>
</tr>
<tr>
<td>NEW ZEALAND</td>
<td>NEW ZEALAND EXCHANGE LTD</td>
</tr>
<tr>
<td>NORWAY</td>
<td>OSLO BORS ASA</td>
</tr>
<tr>
<td>PERU</td>
<td>BOLSA DE VALORES DE LIMA</td>
</tr>
<tr>
<td>PHILIPPINES</td>
<td>PHILIPPINE STOCK EXCHANGE, INC.</td>
</tr>
<tr>
<td>RUSSIA</td>
<td>MOSCOW EXCHANGE - ALL MARKETS</td>
</tr>
<tr>
<td>SINGAPORE</td>
<td>SINGAPORE EXCHANGE</td>
</tr>
<tr>
<td>SOUTH AFRICA</td>
<td>JOHANNESBURG STOCK EXCHANGE</td>
</tr>
<tr>
<td>SPAIN</td>
<td>BME - BOLSAS Y MERCADOS ESPAÑOLES</td>
</tr>
<tr>
<td>SWEDEN</td>
<td>NASDAQ STOCKHOLM AB</td>
</tr>
<tr>
<td>SWITZERLAND</td>
<td>SIX SWISS EXCHANGE</td>
</tr>
<tr>
<td>THAILAND</td>
<td>STOCK EXCHANGE OF THAILAND</td>
</tr>
<tr>
<td>TURKEY</td>
<td>BORSAS ISTANBUL</td>
</tr>
<tr>
<td>UNITED KINGDOM</td>
<td>LONDON STOCK EXCHANGE</td>
</tr>
<tr>
<td>UNITED STATES OF AMERICA</td>
<td>NEW YORK STOCK EXCHANGE, INC.</td>
</tr>
<tr>
<td>UNITED STATES OF AMERICA</td>
<td>NASDAQ - ALL MARKETS</td>
</tr>
</tbody>
</table>
ADDITIONAL INFORMATION

Announcements
Nasdaq announces Index-related information via the Nasdaq Global Index Watch (GIW) website at http://indexes.nasdaqomx.com.
For more information on the general Index Announcement procedures, please refer to the Nasdaq Index Methodology Guide.

Holiday schedules
The Index is calculated Monday through Friday and does not close for holidays, as it is a Global Index.

Unexpected market closures
For information on Unexpected Market Closures, please refer to the Nasdaq Index Methodology Guide.

Calculation types
For information on the Index calculation types as well as the mathematical approach used to calculate the Index(es), please refer to the Calculation Manual – Equities & Commodities.

Recalculation and restatement policy
For information on the Recalculation and Restatement Policy, please refer to the Nasdaq Index Recalculation Policy.

Data sources
For information on data sources, please refer to the Nasdaq Index Methodology Guide.

Contact information
For any questions regarding an Index, please contact the Nasdaq Index Client Services team at indexservices@nasdaq.com.

Index dissemination
Index values and weightings information are available through Nasdaq Global Index Watch (GIW) website at https://indexes.nasdaqomx.com/ as well as the Nasdaq Global Index FlexFile Delivery Service (GIFFD) and Global Index Dissemination Services (GIDS). Similar to the GIDS offerings, Genium Consolidated Feed (GCF) provides real-time Index values and weightings for the Nordic Indexes.
For more detailed information regarding Index Dissemination, see the Nasdaq Index Methodology Guide.
**Index calculation and dissemination schedule**

All Indexes are calculated during the trading day and are disseminated once per second. The Indexes are calculated five (5) days a week, Monday through Friday, starting by the earliest time zone Asia/Tokyo and close by the latest time zone America/New York.

**Website**

For further information, please refer to Nasdaq GIW website at https://indexes.nasdaqomx.com/.

**FTP and dissemination service**

Index values and weightings are available via FTP on the Nasdaq Global Indexes FlexFile Delivery Service (GIFFD). Index values are available via Nasdaq’s Global Index Dissemination Services (GIDS).

**GOVERNANCE**

**Index governance**

All Nasdaq Indexes follow the same governance structure. For a detailed list of this information, please see the Nasdaq Index Methodology Guide.

**Nasdaq Index Management Committee**

The Nasdaq Index Management Committee approves all new Index Methodologies. This committee is comprised of full-time professional members of Nasdaq. The committee meets regularly, and reviews items including, but not limited to, pending corporate actions that may affect Index constituents, statistics comparing the composition of the indexes to the market, companies that are being considered as candidates for addition to an Index, and any significant market events.

For a detailed overview of the Index Management Committee, please see the Nasdaq Index Methodology Guide.

**Internal reviews of methodology**

For a detailed description on internal reviews of the Methodology, please see the Nasdaq Index Methodology Guide.

**Communication with stakeholders and consultations**

For a detailed description on Consultations and Communications with Stakeholders, please see the Nasdaq Index Methodology Guide.
**Index cessation**

Nasdaq has a documented procedure that is followed for Index Cessation that includes termination/retirement of an Index or Index Family.

For more information, please refer to the *Nasdaq Index Cessation Policy*.

**Discretionary adjustment**

This Index Methodology was created by Nasdaq to achieve the aforementioned objective of measuring the underlying purpose of each Index governed by this methodology document. Any deviations from this methodology are made in the sole judgment and discretion of Nasdaq so that the Index continues to achieve its objective.

For more information on potential adjustments including Calculation and Pricing Disruptions, Expert Judgment, and Unexpected Reconstitution/Rebalances, please refer to the *Nasdaq Index Methodology Guide*.

**GLOSSARY OF TERMS AS USED IN THIS DOCUMENT**

For the glossary of key terms, please refer to the *Nasdaq Index Methodology Guide*.

**DISCLAIMER**

Nasdaq may, from time to time, exercise reasonable discretion as it deems appropriate in order to ensure Index integrity, including but not limited to, quantitative inclusion criteria. Nasdaq may also, due to special circumstances, if deemed essential, apply discretionary adjustments to ensure and maintain the high quality of the index construction and calculation. Nasdaq does not guarantee that any Index accurately reflects future market performance.

Neither Nasdaq, Inc., Legal and General Investment Management Limited, nor any of their affiliates makes any recommendation to buy or sell any security or any representation about the financial condition of any company. Investors should undertake their own due diligence and carefully evaluate companies before investing. The information contained herein is provided for informational and educational purposes only, and nothing contained herein should be construed as investment advice, either on behalf of a particular security or an overall investment strategy. **ADVICE FROM A SECURITIES PROFESSIONAL IS STRONGLY ADVISED. © 2020. Nasdaq, Inc. All Rights Reserved.**