



INDEX METHODOLOGY

OMX BALTIC BENCHMARK CAPPED INDEX™

OMXBBCAP-

INDEX DESCRIPTION

The OMX Baltic Benchmark Capped Index is a version of the OMX Baltic Benchmark Index subject to weighting constraints.

SECURITY ELIGIBILITY CRITERIA

Parent index

A security must be included in the OMX Baltic Benchmark Index. Please refer to that methodology for further information.

INDEX CALENDAR

Reconstitution

The Index Reconstitution follows the same schedule as the Parent Index. Please refer to that methodology for further information.

Rebalance schedule

Nasdaq maintains the Index's weight constraints via quarterly and daily processes. Quarterly adjustments are made in January, April, July, and October, which two (2) times per year coincide with the Index Reconstitution in January and July. The Index is also rebalanced daily as needed if the weight constraints are violated.

Rebalance reference dates

When the Quarterly Index Rebalance coincides with the Index Reconstitution, the Index Security weights are determined by the free float shares used in the Index Reconstitution and the closing prices as of the day prior to the Index Rebalance Effective Date.

When the Quarterly Index Rebalance does not coincide with the Index Reconstitution, the Index Security weights are determined by the free float shares used in the most recent Index Reconstitution, adjusted for corporate actions, and the closing prices as of the day prior to the Index Rebalance Effective Date.

The Daily Index Rebalance utilizes Index Shares and closing prices as of the day on which weight constraints are violated.

Rebalance announcement dates

Quarterly Index Rebalance changes are announced only in conjunction with the Parent Index Rebalance at least five (5) trading days prior to the Index Rebalance Effective Date. Please refer to that methodology for further information.

Rebalance effective dates

Quarterly Index Rebalance changes become effective at market open on the first trading day in January, April, July, and October.

Daily Index Rebalance changes become effective at market open one (1) trading day after weight constraints are violated.

CONSTITUENT SELECTION

Constituent selection process

The constituents of the Index are the same as the Parent Index. Please refer to that methodology for further information.

CONSTITUENT WEIGHTING

Constituent weighting scheme

The Index is a modified free float market capitalization-weighted index.

Constituent weighting process

Quarterly rebalance

Index Securities' initial weights are determined by dividing each Index Security's free float market capitalization by the aggregate free float market capitalization of all Index Securities.

Initial index weights are then adjusted to meet the following constraints:

- No issuer weight may exceed 4.5%, except for issuers with the largest free float market capitalization, which may have weights up to 9% such that the aggregate weight of the excepted issuers does not exceed 36%.

Daily rebalance

Daily weight adjustment employs a repeated two-stage weight adjustment scheme according to issuer-level constraints.

Index Securities' initial weights are determined using end of day weights, adjusted for corporate actions. Issuer weights are the aggregated weights of the issuers' respective Index Securities. Adjustments may alter the rank-order of issuers by weight. Index Shares adjustments are made only to Index Securities whose final weights are lower than their initial weights.

Stage 1

If no initial issuer weight exceeds 10%, initial weights are used as Stage 1 weights; otherwise, initial weights are adjusted to meet the following Stage 1 constraint, producing Stage 1 weights:

- Issuer weights exceeding 10% are set to 9%. They cannot be adjusted any further throughout the remainder of weight adjustment procedure.

Stage 2

If the aggregate weight of the subset of issuers whose Stage 1 weights exceed 5% does not exceed 40%, Stage 1 weights are used as final weights; otherwise, Stage 1 weights are adjusted to meet the following Stage 2 constraints, producing Stage 2 weights:

- Any issuer weight set to 9% in Stage 1 is maintained.
- The weight of the issuer with the lowest Stage 1 weight exceeding 5% is set to 4.5%. It cannot be adjusted any further throughout the remainder of weight adjustment procedure.

Stages 1 and 2 are repeated sequentially until the final weights are determined.

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

INDEX MAINTENANCE

The Index follows the same Index Maintenance Policies as the Parent Index, with the exceptions listed below. Please refer to that methodology for more information.

Addition policy

The Index follows the same Addition policy as the Parent Index with the exception that the quarterly Rebalance process will be applied in the event of a "Fast Entry". Please refer to that methodology for further information.

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 Indexes are calculated Monday through Friday, except on days when all of the Nasdaq Baltic Exchanges (AB Nasdaq Vilnius, Nasdaq Riga, AS, Nasdaq Tallinn AS) are closed.

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

The Index is calculated during the trading day and is disseminated once per second from 10:00:10 to 16:05:00 local time (Eastern European Time or Eastern European Summer Time, dependent on the month of the year).

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.

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