

INDEX RULE BOOK

**Euronext[®] Eurozone Screened Climate Ambition 40
EW**

Version 22-03

Effective from 8 Sept 2022

indices.euronext.com

This publication is for information purposes only and is not a recommendation to engage in investment activities. This publication is provided "as is" without representation or warranty of any kind. Whilst all reasonable care has been taken to ensure the accuracy of the content, Euronext does not guarantee its accuracy or completeness. Euronext will not be held liable for any loss or damages of any nature ensuing from using, trusting or acting on information provided. All proprietary rights and interest in or connected with this publication shall vest in Euronext. No part of it may be redistributed or reproduced in any form without the prior written permission of Euronext.

Euronext refers to Euronext N.V. and its affiliates. Information regarding trademarks and intellectual property rights of Euronext is located at <https://www.euronext.com/terms-use> .

© 2022, Euronext N.V. – All rights reserved.

For further information in relation to Euronext Indices please contact: index-team@euronext.com

INDEX

1. General	2
Version notes	2
2. Index reviews	3
2.1 Review frequency and relevant dates	3
2.2 Review Selection	3
2.3 Periodical Weighting Update	5
3. Reference Table	6
3.1 Reference Table	6
3.2 Base Currency	6
3.3 Publication	6
4. ESG Disclosures	7

1. GENERAL

This document is applicable to the Euronext® Eurozone Screened Climate Ambition 40 EW (“Index Family”), which consists of all the Indices as mentioned in the Reference Table.

The Euronext Eurozone Screened Climate Ambition 40 EW is designed to reflect the price level trends in the trading of shares listed in the Eurozone.

Euronext Paris is the Administrator of this Index Family. For this Index Family no Independent Supervisor is appointed.

Euronext N.V. or its subsidiaries (hereinafter jointly “Euronext”) owns all intellectual and other property rights to the index, including the name, the composition and the calculation of the index. Information regarding trademarks and intellectual property rights of Euronext is located at <https://www.euronext.com/terms-use>.

VERSION NOTES

Version	Effective date	New or changed parts	Reference/announcement
21-01	18 Aug 2021	Initial version	
21-02	15 Dec 2021	Restyled version in view of newly published Calculation and Corporate Actions rulebook	
22-01	21 March 2022	Addition of some exclusion criteria: <ul style="list-style-type: none">• Carbon Budget• N+5 Forward looking Carbon Budget• Arctic Drilling• Deep Water Drilling	
22-02	20 June 2022	Addition of an alternative scenario for the selection of index constituents at reviews in case less than 40 companies pass the eligibility screening: <ul style="list-style-type: none">• Cf scenario 2 in section 2.2 review selection Change of base level and base date of the CLAMB Index (decrement version): <ul style="list-style-type: none">• Base date: 13/06/2022• Base level: 970	
22-03	08-09-2022	Addition of Review Weighting Date	EIA 2022-318

2. INDEX REVIEWS

2.1 REVIEW FREQUENCY AND RELEVANT DATES

Review frequency: Quarterly

Review Effective Date: After the market close of the third Friday of March, June, September and December.

Review Cut-Off Date: After the market close of the penultimate Friday of February, May, August and November.

Review Announcement Date: At least two trading days before the Review Effective Date.

Review Weighting Date: Three trading days before the Review Effective Date.

Review Weighting Announcement Date: Two trading days before the Review Effective Date.

2.2 REVIEW SELECTION

Step 1: Index Universe

The Index Universe consists of the Companies included in the Euronext Eurozone 300 index. At reviews this means included in the Euronext Eurozone 300 index after the Review Effective Date.

Step 2: Eligibility screening at reviews

Step2a: Free Float Market Capitalization Screening

Companies within the Index Universe are ranked on their Free Float Market Capitalization, the 150 largest Companies are eligible.

Step2b: Trust Metric screening

Companies with a Trust Metric as defined by ISS-ESG strictly lower than 0.6 are not eligible.
Companies not covered by this ISS metric are not eligible.

Step2c: UNGC Violators screening

Companies with an active critical controversy related to UNGC as determined by ISS-ESG are not eligible.
Companies not covered by this ISS metric are not eligible.

Step2d: Current Carbon Budget screening

Companies exceeding their Carbon Budget according to ISS-ESG for the current year are not eligible.
Companies not covered by this ISS metric are not eligible.

Step2e: N+5 Forward looking Carbon Budget screening

Companies exceeding their N+5 Forward Looking Carbon Budget according to ISS-ESG are not eligible.
Companies not covered by this ISS metric are not eligible.

Step2f: Controversial weapons screening

Companies with an active critical involvement in controversial weapons as determined by ISS-ESG are not eligible.
Companies not covered by this ISS metric are not eligible.

Step2g: Thermal Coal Mining Screening

Companies with involvement in Thermal Coal Mining (Maximum Percentage of Revenues > 0%) as evaluated by ISS-ESG are not eligible.
Companies not covered by this ISS metric are not eligible.

Step2h: Thermal Coal Power Generation Screening

Companies with involvement in Thermal Coal Power Generation (Maximum Percentage of Revenues > 10%) as evaluated by ISS-ESG are not eligible.
Companies not covered by this ISS metric are not eligible.

Step2i: Oil Sands screening

Companies with involvement in Oil Sands (Maximum Percentage of Revenues > 0%) as evaluated by ISS-ESG are not eligible.

Companies not covered by this ISS metric are not eligible.

Step2j: Shale Oil and/or Gas screening

Companies with Shale Oil and/or Gas Involvement Tie as defined by ISS-ESG equal to "Production" or "Not Collected"

Step2k: Arctic Drilling screening

Companies with involvement in Oil & Gas extraction through arctic drilling (Maximum Percentage of Revenues > 0%) as evaluated by ISS-ESG are not eligible.

Companies not covered by this ISS metric are not eligible.

Step2l: Deep Water Drilling screening

Companies with involvement in Oil & Gas exploration in water of depths greater than 125 meters as evaluated by ISS-ESG are not eligible.

Companies not covered by this ISS metric are not eligible.

Step 3: Selection of constituents at the reviews

Euronext® Eurozone Screened Climate Ambition 40 EW consists of 40 companies:

<u>Scenario 1: If at least 40 companies pass the eligibility screening</u>	<u>Scenario 2: If less than 40 companies pass the eligibility screening</u>
<p>Step 3.a: Carbon Budget Ranking</p> <p>From the Companies that have passed screenings 2a till 2l, the 75 Companies that use the lowest % of their Carbon Budget for the current year are eligible.</p> <p>Step 3.b: Selection Ranking</p> <p>Companies within the Index universe that fulfil the eligibility requirements are ranked based on the Free Float Market Capitalization on the Review Cut-Off Date.</p> <p>Step 3.c: Selection of constituents at the reviews</p> <p>The 40 Companies with the highest Free Float Market Capitalization are selected.</p>	<p>Fill up the selection list up to 40 companies by following the below step:</p> <p>Step 3.a: Relaxation of eligibility screening</p> <p>In the event that less than 40 companies are eligible after the eligibility screening in Step 2, the exclusion steps 2d and 2e will be relaxed in the following way:</p> <ul style="list-style-type: none"> • Delete step 2e • If we still end up with less than 40 eligible companies, delete step 2d <p>Step 3.b: Selection Ranking</p> <p>Companies within the Index universe that fulfil the eligibility requirements are ranked based on the % of current year Carbon Budget used on the Review Cut-Off Date.</p> <p>Step 3.c: Selection of constituents at the reviews</p> <p>The 40 Companies that use the lowest % of their Carbon Budget for the current year are selected.¹</p>

¹ In this scenario, selecting the top 40 companies based on the % used of their carbon budget is the same as selecting the companies (less than 40 companies) that passed the eligibility screening before the relaxations in step3.a scenario 2 and then selecting the rest with scenario 2.

2.3 PERIODICAL WEIGHTING UPDATE

Weighting method

The index is Non-Market Capitalization weighted, based on equal weight.

The Weighting Factors are explained in the following paragraphs.

Number of shares

The Number of Shares will be calculated such that each Company will have an equal weight in the Index. The Number of Shares will be rounded to the nearest whole number.

The Number Of Shares are determined based on the closing prices of the Companies to be included in the Index on the Review Weighting Date.

Free Float factor

The Free Float Factor is not applicable for this Index Family.

Capping Factor

The Capping Factor is not applicable for this Index Family.

3. REFERENCE TABLE

3.1 REFERENCE TABLE

Index name	Isin code	Mnemo	Bloomberg Code	Reuters code	Base date	Base value	Publication since	Index Type
Euronext® Eurozone Screened Climate Ambition 40 EW	FR0014004XR2	CLAMP	CLAMP	.CLAMP	30/12/2009	1000	11/08/2021	Price Return
Euronext® Eurozone Screened Climate Ambition 40 EW NR	FR0014004XO9	CLAMN	CLAMN	.CLAMN	30/12/2009	1000	11/08/2021	Net Return
Euronext® Eurozone Screened Climate Ambition 40 EW GR	FR0014004XP6	CLAMG	CLAMG	.CLAMG	30/12/2009	1000	11/08/2021	Gross Return
Euronext® Eurozone Screened Climate Ambition 40 EW Decrement 50 Points	FR0014004XQ4	CLAMB	CLAMB	.CLAMB	13/06/2022	970	11/08/2021	Decrement 50 points on GR

3.2 BASE CURRENCY

The Base Currency of this index family is Euro.

3.3 PUBLICATION

The opening index level is disseminated at the same time as the first index level.

The index is calculated based on the most recent prices of transactions concluded on the relevant markets. The level of the index is in principle published every 15 seconds. The index is calculated from 09:00 hours until Euronext Markets stop regular daytime trading on the days when the Euronext Markets are open for trading.

The closing level is the last level disseminated on the trading day.

4. ESG DISCLOSURES

EXPLANATION OF HOW ESG FACTORS ARE REFLECTED IN THE KEY ELEMENTS OF THE BENCHMARK METHODOLOGY	
Item 1. Name of the benchmark administrator.	Euronext Paris
Item 2. Type of benchmark	Equity Benchmark
Item 3. Name of the benchmark or family of benchmarks.	Euronext Eurozone Screened Climate Ambition 40 EW Index
Item 4. Does the benchmark methodology for the benchmark or family of benchmarks take into account ESG factors?	Yes
Item 5. If the response to Item 4 is positive, please find below the ESG factors that are taken into account in the benchmark methodology and how they are used for selection, weighting and exclusion	
a) List of environmental factors considered:	<ul style="list-style-type: none"> • Trust Metric • UNGC factors • Controversial weapons factors • Thermal Coal mining factors • Thermal Coal Power generation factors • Sands or Oil Shale extraction factors • Carbon Budget factors
b) List of social factors considered:	Not applicable
c) List of governance factors considered:	Not applicable
Item 6. Data and standards used.	
a) Data input. (i) Describe whether the data are reported, modelled or, sourced internally or externally. (ii) Where the data are reported, modelled or sourced externally, please name the third party data provider.	ISS ESG provides: <ul style="list-style-type: none"> • ISSUER SDS CARBON BUDGET PCT This factor identifies the issuer's percentage of assigned budget used based on the IEA Sustainable Development Scenario • NBS OVERALL FLAG This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's link with any breaches of international standards. • ANTI-PERSONNEL MINES - OVERALL FLAG This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any anti-personnel mines program. • BIOLOGICAL WEAPONS - OVERALL FLAG This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any biological weapons program. • CHEMICAL WEAPONS – OVERALL FLAG This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any chemical weapons program.

- **CLUSTER MUNITIONS – OVERALL FLAG**

This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any cluster munitions program.

- **DEPLETED URANIUM – OVERALL FLAG**

This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any depleted uranium program.

- **INCENDIARY WEAPONS – OVERALL FLAG**

This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any incendiary weapons program.

- **NUCLEAR WEAPONS OUTSIDE NPT – OVERALL FLAG**

Nuclear Weapons Outside NPT - Overall Flag: This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any nuclear weapons program outside of the Non-Proliferation Treaty (NPT)

- **WHITE PHOSPHORUS WEAPONS - OVERALL FLAG**

This factor assigns an overall Red, Amber, or Green flag to an issuer based on the issuer's involvement in any white phosphorus weapons program.

- **POWER GENERATION**

This factor provides the maximum percentage of recent-year revenues for the issuer's involvement in the generation of electric power using fossil fuels.

- **THERMAL COAL MINING**

This factor provides the maximum percentage of recent-year revenues for the issuer's total involvement in thermal coal mining, including any exposure in Production or Services.

- **OIL SANDS**

This factor provides the maximum percentage of revenues for the company's involvement in the extraction and processing of oil sands for the most recent fiscal year period

- **SHALE OIL AND/OR GAS – INVOLVEMENT TIE**

This factor identifies issuers involved in shale oil and/or gas.

- **TRUST METRIC**

Reported Emissions - Emissions Trust Metric: This factor provides a numeric value that identifies the assessed reliability of issuer-reported emissions data. The Reported Emissions Trust Metric evaluates how consistent companies are in reporting and takes into account factors such as: whether the issuer-reported data has been externally verified; the extent of disparity between data reported to different sources; and the consistency of the issuer's reporting over time.

- **ARCTIC DRILLING**

This factor provides the maximum percentage of revenues for the company's involvement in oil and gas extraction through arctic drilling for the most recent fiscal year period.

	<p>• DEEP WATER DRILLING</p> <p>This factor identifies issuers engaged in oil and gas exploration in water of depths greater than 125 meters.</p>
<p>b) Verification of data and guaranteeing the quality of those data.</p> <p><i>Describe how data are verified and how the quality of those data is ensured.</i></p>	<p>ISS ESG represents and warrants that to the best of its knowledge the Methodology is robust and reliable, rigorous and capable of validating and verifying including, but not limited to, the following:</p> <ul style="list-style-type: none"> • shall promptly correct any errors made in its computations of the Data and inform Euronext thereof, immediately. • periodically review the Methodology • has clear written rules identifying how and when discretion may be exercised when deviating from the methodology • will inform Euronext prior to making any material change to the Methodology and will provide Euronext with the rationale for such change
<p>c) Reference standards</p> <p><i>Describe the international standards used in the benchmark methodology.</i></p>	<p>The scope of ISS ESG Norm-Based Research is aligned with the Principles of the U.N. Global Compact and the OECD Guidelines for Multinational Enterprises.</p> <p>These globally endorsed standards translate obligations established in international norms into expectations of what constitutes Responsible Business Conduct. Principles of international law referenced and translated for business in leading global frameworks for Responsible Business Conduct include the following :</p> <ul style="list-style-type: none"> • Human rights (among others): <ul style="list-style-type: none"> ○ The International Covenant on Civil and Political Rights (ICCPR) ○ The International Covenant on Economic, Social and Cultural Rights (ICESCR) ○ The Geneva Conventions • Labour rights: <ul style="list-style-type: none"> ○ International Labour Organization (ILO) Conventions • Environmental standards (among others): <ul style="list-style-type: none"> ○ The Rio Declaration on Environment and Development ○ The Convention on Biological Diversity ○ The UN Framework Convention on Climate Change ○ The Paris Agreement • Anti-corruption standards: <ul style="list-style-type: none"> ○ The UN Convention against Corruption
<p>Information updated on:</p>	<p>11-01-2022</p>