

# **INDEX RULE BOOK**

**Euronext® France Social**

Version 22-01

Effective from 15 Dec 2021

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# 1. GENERAL

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This document is applicable to the Euronext® France Social (“Index Family”), which consists of all the Indices as mentioned in the Reference Table.

The Euronext France Social is designed is to reflect price level trends in the trading of shares listed in France.

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

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## VERSION NOTES

Version	Effective date	New or changed parts	Reference/announcement
21-01	22 Sept 2021	Index Rulebook created	
21-02	15 Dec 2021	Restyled version in view of newly published Calculation and Corporate Actions rulebook	
22-01	10 June 2022	Addition of new decrement version :  Euronext France Social Decrement 5%	

## 2. INDEX REVIEWS

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### 2.1 REVIEW FREQUENCY AND RELEVANT DATES

**Review frequency:** Quarterly

**Review Effective Date:** After the market close of the second Friday of January, April, July and October.

**Review Cut-Off Date:** After the market close of the first Friday of January, April, July and October.

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

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

### 2.2 REVIEW SELECTION

#### Step 1: Index Universe

##### Index Universe definition

The index universe consists of the Companies included in the SBF 120 index at the Review Cut-off date.

#### Step 2: Eligibility screening at reviews

At reviews, the Companies included in the Index Universe are screened on controversial activity. Companies with the following characteristics as determined by V.E are not eligible:

- Controversies: companies with active controversies of severity flag critical
- Tobacco : companies with 5% or more of revenues derived from the production of tobacco
- Coal: companies with 25% or more of revenues derived from Coal-fuelled power generation or coal mining extraction .

In case no exact percentage of involvement is computed, but only a range of involvement (e.g [20% - 33%[ involvement in Coal mining extraction), the upper bound will be taken into account.

The Euronext ESG Providers Methodologies document gives a detailed background on various scoring methodologies.

After screening on contriversional activity Companies are ranked according to their Social score, as determined by Vigeo-Eiris (VE). In case of the same score, the Company with the higher free float market capitalisation will be ranked higher. The 80 highest ranking Companies in terms of Social score are eligible.

#### Step 3: Selection ranking

Eligible companies are then ranked by Free float market capitalisation.

The free float market capitalisation is calculated using the free float factor and number of shares of the index universe, SBF120, at the Review Cut-off Date.

#### Step 4: Selection of constituents at the reviews

The 50 highest ranking companies are selected.

### 2.3 PERIODICAL WEIGHTING UPDATE

#### Weighting method

The index is Free Float Market Capitalisation weighted.

The Weighting Factors are explained in the following paragraphs.

**Number of shares**

At each review, the number of shares will be updated in line with the number of shares of the constituents in the starting index Universe, SBF120, at the Review Cut-Off date, taking into account adjustments due to Corporate Actions.

**Free Float factor**

At each review, the Free Float Factor will be updated in line with the Free Float factor of the constituents in the starting index Universe, SBF120, at the Review Cut-Off date.

**Capping Factor**

A maximum weighting of 5% is applied to each index constituent at the reviews. The assessment and new capping coefficients are based on the Review Weighting Announcement Date.

## 3. REFERENCES

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### 3.1 REFERENCE TABLE

Index name	Isincode	Mnemo	Bloom-berg Code	Reuters code	Base date	Base value	Publication since	Index Type
Euronext® France Social	FR0014005D77	FRSOP	FRSOP	.FRSOP	01/01/2010	1000	22/09/2021	Price
Euronext® France Social NR	FR0014005D85	FRSON	FRSON	.FRSON	01/01/2010	1000	22/09/2021	Net Return
Euronext® France Social GR	FR0014005D93	FRSOG	FRSOG	.FRSOG	01/01/2010	1000	22/09/2021	Gross Return
Euronext® France Social Decrement 3.75%	FR0014005D69	FRSOC	FRSOC	.FRSOC	01/01/2010	1000	22/09/2021	Decrement 3.75% on GR
Euronext France Social Decrement 5%	FRESG0000645	FRSO5	FRSOC5	.FRSO5	01/01/2010	1000	10/06/2022	Decrement 5% 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	
<b>Item 1.</b> Name of the benchmark administrator.	Euronext Paris
<b>Item 2.</b> Type of benchmark	Equity Benchmark
<b>Item 3.</b> Name of the benchmark or family of benchmarks.	<b>Euronext France Social</b>
<b>Item 4.</b> Does the benchmark methodology for the benchmark or family of benchmarks take into account ESG factors?	Yes
<b>Item 5.</b> 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:	<p>Companies are excluded from the universe if</p> <ul style="list-style-type: none"> <li>Revenue involvement equal or above 25% in Coal Mining as determined by Vigeo as determined by Vigeo-Eiris</li> <li>Revenue involvement equal or above 25% in Coal Fuelled Power generation as determined by Vigeo-Eiris</li> </ul>
b) List of social factors considered:	<p>Companies are excluded from the universe if:</p> <ul style="list-style-type: none"> <li>Revenue derived from the production of tobacco equal or above 5%, as determined by Vigeo-Eiris</li> </ul> <p>Companies are ranked and selected for inclusion according to:</p> <ul style="list-style-type: none"> <li>Social score as determined by Vigeo-Eiris</li> </ul>
c) List of governance factors considered:	<p>Companies are excluded from the universe if:</p> <ul style="list-style-type: none"> <li>Facing active Critical Controversies as determined by Vigeo-Eiris</li> </ul>
<b>Item 6.</b> Data and standards used.	
<p>a) Data input.</p> <p>(i) Describe whether the data are reported, modelled or, sourced internally or externally.</p> <p>(ii) Where the data are reported, modelled or sourced externally, please name the third party data provider.</p>	<p>Vigeo Eiris provides:</p> <ul style="list-style-type: none"> <li>Social score</li> <li>Revenue involvement in Coal Mining</li> <li>Revenue involvement in Coal Fuelled Power generation</li> <li>Revenue derived from the production of tobacco</li> </ul> <p>Vigeo-Eiris: Section 10 provides detailed definitions</p>
<p>b) Verification of data and guaranteeing the quality of those data.</p> <p>Describe how data are verified and how the quality of those data is ensured.</p>	<p>Vigeo-Eiris 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"> <li>shall promptly correct any errors made in its computations of the Data and inform Euronext thereof, immediately.</li> <li>periodically review the Methodology</li> <li>has clear written rules identifying how and when discretion may be exercised when deviating from the methodology</li> </ul>



	<ul style="list-style-type: none"> <li>• will inform Euronext prior to making any material change to the Methodology and will provide Euronext with the rationale for such change</li> </ul>
<p>c) Reference standards</p> <p><i>Describe the international standards used in the benchmark methodology.</i></p>	<p>Vigeo-Eiris: the methodology behind ESG performance indicators and the assessment of controversies severity is based on the following international standards :</p> <ul style="list-style-type: none"> <li>• Global Reporting Initiative (GRI)</li> <li>• OECD Guidelines for Multinational Enterprises, and sectorial guidance</li> <li>• G20/OECD recommendations on Corporate governance</li> <li>• UN Conventions and recommendations,</li> <li>• UN Global Compact Principles</li> <li>• UN Sustainable Development Goals</li> <li>• ILO Conventions , including the core ones, and recommendations</li> <li>• TFCO recommendations</li> <li>• Paris Agreement (UNFCCC)</li> </ul>
<p><b>Information updated on:</b></p>	<p>21/09/2021</p>

## Overview of Rulebooks and other documents applicable for Euronext Indices

The following documents, all available on or via the following link: <https://www.euronext.com/en/indices/index-rules> should be read in conjunction with this document or provide other relevant information for the reader.

### **BENCHMARK STATEMENT**

The Benchmark Statement identifies the primary features of an index family or families of indices in the context of the EU Benchmark regulation. For ESG based indices it also contains disclosure of ESG factors and reporting of scores.

### **COMPLIANCE STATEMENT**

The Compliance Statement provides details, for both significant and non-significant benchmarks, for which provisions the Administrator has chosen not to apply, and offers an explanation as to why it is appropriate not to apply each provision.

### **GOVERNANCE EURONEXT INDICES**

The purpose of the 'Governance Euronext Indices' is to describe the role and responsibilities of each of the governance bodies that are part of the Benchmark Administrators of Euronext.

### **RULEBOOK OF EACH FAMILY OF INDICES**

Each index is part of an index family that shares the basis for selection (universe) and which is managed in a comparable way. A separate rulebook is provided for each index family that will describe the specific features of that index family as well as specific elements of each index within that family.

### **INDEX CALCULATION AND PERIODICAL REVIEW Euronext Indices**

The Methodology Euronext describes all common aspects that apply for the

- periodical reviews, and
- the calculation of indices

### **EURONEXT INDICES CORPORATE ACTION RULES**

- treatment of corporate actions

of indices provided by Euronext Indices.

### **EURONEXT ESG PROVIDERS METHODOLOGIES**

An overview of various methods applied by providers of ESG scorings and labels

### **PROCEDURES EURONEXT INDICES**

These rulebooks describe the various procedures that are applied for all Euronext Indices:

- Correction Policy
- Announcement Policy
- Complaints Procedure
- Consultations Procedure
- Procedure For Cessation of Indices

### **RULES OF PROCEDURE INDEPENDENT SUPERVISORS**

For each Independent Supervisor Euronext publishes a 'Rules of Procedure' that describes the responsibilities and composition of each Independent Supervisor.

### **BENCHMARK OVERSIGHT COMMITTEE CHARTER**

The Benchmark Oversight Committee Charter describes the role and responsibilities of the Benchmark Oversight Committee.