

CONSULTATION SUMMARY

Consultation subject: CAC ESG Change to Quarterly Eligibility of Companies new to Universe

Consultation started: March 2023

Summary published: May 2023

Details:

Euronext consulted on a proposed change on the eligibility criteria for the CAC ESG Index. In order to limit the changes during Quarterly reviews, it proposed that companies that join the Index Universe (CAC Large 60 Index) during the Quarterly reviews (March, June and December) are not eligible to join the CAC ESG Index before the next Annual review in September.

Currently companies that join the Index Universe of the CAC Large 60 Index during Quarterly reviews are eligible for inclusion in the CAC ESG Index that same review.

Proposed new rule:

The proposed additional eligibility screening at Quarterly reviews (March, June and December) is as follows:

A company that enters the Index Universe at Quarterly reviews is not eligible for Index inclusion until the next Annual review in September

Number of Responses:

A Small number of reactions was received (<5).

Follow up:

(Update 1)

The (potential) new rules will shortly be announced via this communication channel and in a dedicated Index Announcement.

(Update 2 – Final decision)

Given mixed feedback it has been decided to not implement the proposed new rule

Feedback received in the consultation

The feedback received was mixed. For some, the proposed new quarterly eligibility criteria is acceptable and others do not see a particular good reason to make this change in methodology.

