

STOXX® WILLIS TOWERS WATSON WORLD CLIMATE TRANSITION MONTHLY HEDGED

Index description

The iSTOXX Uninvest Sustainable World Index is designed to achieve sustainable carbon reduction in terms of greenhouse gas emissions and intensities over time, while tracking the iSTOXX Uninvest World Index and providing exposure to Value, Momentum, Quality and Low Risk risk-premia factors. The iSTOXX Uninvest Sustainable World Index also tilts away from companies that are laggards in corporate governance, and other social criteria. In addition, the Index aims to reduce its greenhouse gas emissions and intensity at least by half by December 2024 (versus the baseline values of iSTOXX Uninvest World Index in December 2019), and aims to track the iSTOXX Uninvest World Index with a tracking error close to 1%.

Key facts

»The iSTOXX Uninvest Sustainable World Index is designed to achieve sustainable carbon reduction in terms of greenhouse gas emissions and intensities over time, while tracking the iSTOXX Uninvest World Index and providing exposure to Value, Momentum, Quality and Low Risk risk-premia factors.

» The iSTOXX Uninvest Sustainable World Index also tilts away from companies that are laggards in Corporate Governance, Human Capital, and Human Rights. In addition, the Index aims to reduce its greenhouse gas emissions and intensity at least by half by December 2024 (versus the baseline values of iSTOXX Uninvest World Index in December 2019).

»Use of Axioma's factor risk model and optimization to control for unintended systematic and ESG exposures

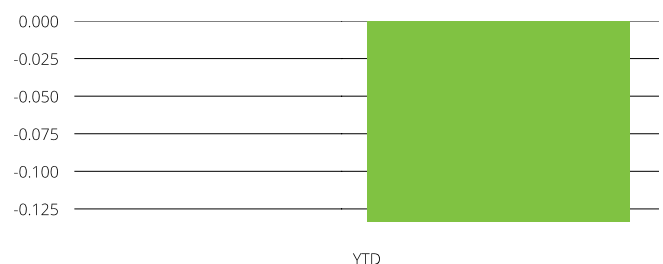
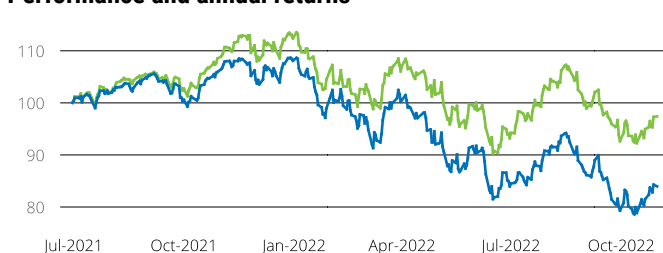
»Ensures tradability by managing turnover and using liquidity constraints in the optimization

»Ensures diversification using country and industry controls

Risk and return figures¹

Index returns	Return (%)					Annualized return (%)				
	Last month	YTD	1Y	3Y	5Y	Last month	YTD	1Y	3Y	5Y
STOXX Willis Towers Watson World Climate Transition Monthly Hedged Index	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
STOXX Willis Towers Watson World Climate Transition Index	5.1	-13.3	-10.2	N/A	N/A	N/A	N/A	-10.3	N/A	N/A
Index volatility and risk	Annualized volatility (%)					Annualized Sharpe ratio ²				
STOXX Willis Towers Watson World Climate Transition Monthly Hedged Index	0.0	0.0	0.0	0.0	0.0	N/A	N/A	0.0	0.0	0.0
STOXX Willis Towers Watson World Climate Transition Index	20.5	20.1	19.3	17.3	17.3	N/A	N/A	-0.5	-0.0	-0.0
Index to benchmark	Correlation					Tracking error (%)				
STOXX Willis Towers Watson World Climate Transition Monthly Hedged Index	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Index to benchmark	Beta					Annualized information ratio				
STOXX Willis Towers Watson World Climate Transition Monthly Hedged Index	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Performance and annual returns³



— STOXX® Willis Towers Watson World Climate Transition Monthly Hedged Index
 — STOXX® Willis Towers Watson World Climate Transition Index

■ STOXX® Willis Towers Watson World Climate Transition Monthly Hedged Index
 ■ STOXX® Willis Towers Watson World Climate Transition Index

¹ For information on data calculation, please refer to STOXX calculation reference guide.

² Based on EURIBOR1M

³ STOXX data from Jun. 30, 2021 to Oct. 31, 2022

(EUR, price), all data as of Oct. 31, 2022

STOXX® WILLIS TOWERS WATSON WORLD CLIMATE TRANSITION

Methodology

The iSTOXX Uninvest Sustainable World Index is constructed by solving a series of optimization problems using Axioma's portfolio optimization software and the Axioma World-wide medium horizon fundamental factor risk model. Four single factor portfolios are first constructed which are then combined to create a target multifactor portfolio such that the four single factor portfolios contribute equally to active risk. A final optimization is then run to track the target portfolio while managing risk, liquidity risk, and tradability of the portfolio and while satisfying the Climate, Social and Governance constraints.

Quick facts

Weighting	Free-float market cap adjusted
Cap factor	Component: max(ffmcap, 5%); Industry: overweight 5%; Country:
No. of components	Variable
Review frequency	Quarterly
Calculation/distribution	dayend
Calculation hours	22:30:00 22:30:00
Base value/base date	100 as of Jun. 30, 2021
History	Available from Jun. 30, 2021
Inception date	Sep. 08, 2021

To learn more about the inception date, the currency, the calculation hours and historical values, please see our data vendor code sheet.

CONTACT DETAILS

STOXX customer support | P +41 43 430 7272 | customersupport@stoxx.com | <https://qontigo.com/support/>

DISCLAIMER

STOXX, Deutsche Boerse Group (DBAG) and their licensors, research partners or data providers do not make any warranties or representations, express or implied, with respect to the timeliness, sequence, accuracy, completeness, currentness, merchantability, quality or fitness for any particular purpose of its index data and exclude any liability in connection therewith. STOXX, DBAG and their licensors, research partners or data providers are not providing investment advice through the publication of indices or in connection therewith. In particular, the inclusion of a company in an index, its weighting, or the exclusion of a company from an index, does not in any way reflect an opinion of STOXX, DBAG or their licensors, research partners or data providers on the merits of that company. Financial instruments based on the STOXX® indices, DAX® indices or on any other indices supported by STOXX are in no way sponsored, endorsed, sold or promoted by STOXX, DBAG or their licensors, research partners or data providers.

BACKTESTED PERFORMANCE

This document contains index performance data based on backtesting, i.e. calculations of how the index might have performed prior to launch if it had existed using the same index methodology and based on historical constituents. Backtested performance information is purely hypothetical and is provided in this document solely for information purposes. Backtested performance does not represent actual performance and should not be interpreted as an indication of actual performance.

CUSTOMIZATION

The index can be used as a basis for the definition of STOXX® Customized Indices, which can be tailored to specific client or mandate needs. STOXX offers customization in almost unlimited forms for example in terms of component selection, weighting schemes and personalized calculation methodologies.

