

DAX[®] ESG TARGET INDEX

DAX [®] FAMILY					
REGIONS	ESG	SIZES	SECTORS	BLUE CHIPS	STYLE & THEME

SCOPE AND OBJECTIVE

The objective of the DAX ESG Target Index is to reflect the DAX Index while maximizing its ESG score and at the same time reducing its carbon intensity by at least 30%. The predicted tracking error is constrained with respect to the parent index. The index uses Sustainalytics' Global Standards Screening as well as ESG exclusion filters for Severe Controversies, Weapons (Controversial Weapons, Military Contracting, Small Arms), Tobacco, Thermal Coal, Nuclear Power and Oil Sands.

KEY FACTS

- The index consists of 40 large ESG screened German securities listed on the Frankfurt Stock Exchange (FSE).
- The screens applied are based on responsible policies and aim to reduce reputational and idiosyncratic risks
- Screening is provided by award winning ESG data provider Sustainalytics
- The component weights are derived through an optimization process with the goal of maximizing the portfolio ESG score and reducing carbon intensity relative to the DAX Index by at least 30%
- The Index is aligned with the SFDR¹ Article 8 and is considered as an ESG-Product (3) under the German associations concept²
- The index is suitable as underlying for ETFs, mandates, passive funds, structured products, and listed derivatives

INDEX METHODOLOGY

The universe for the DAX ESG Target is defined by all stocks included in the HDAX[®] Index, which comprises the joint set of companies included in DAX, MDAX[®] and TecDAX[®]

Companies identified as non-compliant based on Sustainalytics' Global Standards Screening assessment, or which are involved in Weapons (Controversial Weapons, Military Contracting, Small Arms), Tobacco, Thermal Coal, Nuclear Power and Oil Sands are not eligible for selection.

The selection is a twostep approach: First, companies from the DAX Index that pass ESG screens are selected. Secondly, to reach the same number of constituents as in DAX Index, the largest companies from the HDAX with suitable ESG scores are selected. The weights are derived through an optimization process with the goal of maximizing the portfolio ESG Score. Securities are capped at 10% on a component level.

VERSIONS AND SYMBOLS

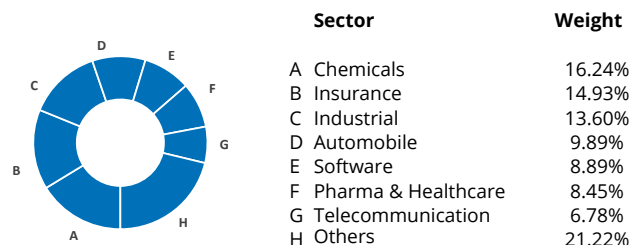
DAX ESG TARGET	ISIN	Symbol	Bloomberg	Reuters
EUR Gross Return	DE000A3CLUH8	DAXESGT	DAXESGT INDEX	.DAXESGT
EUR Net Return	DE000A3CLUJ4	DAXESGTN	DAXESGTN INDEX	.DAXESGTN
EUR Price	DE000A3CLUK2	DAXESGTK	DAXESGTK INDEX	.DAXESGTK
USD Gross Return	DE000A3CLUL0	DAXESGTU		.DAXESGTU
USD Net Return	DE000A3CLUM8	DAXESGTV		.DAXESGTV
USD Price	DE000A3CLUN6	DAXESGTL		.DAXESGTL

¹ based on SFDR principal-based Level 1 requirements as of 10 March 2021

² Pre-final, as of Q4 2021

COMPOSITION

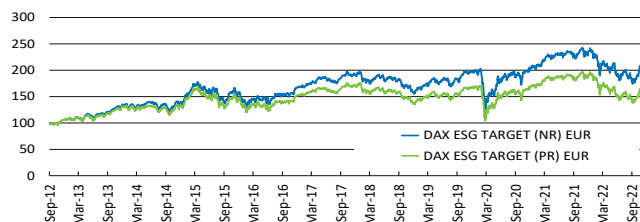
SECTOR ALLOCATION



Largest components	Index weight	MCAP ¹ [EUR bn]	Currency
LINDE PLC EO 0,001	9.9%	9.7	EUR
SIEMENS AG NA O.N.	9.1%	8.9	EUR
SAP SE O.N.	8.9%	8.7	EUR
ALLIANZ SE NA O.N.	8.0%	7.8	EUR
DT.TELEKOM AG NA	6.8%	6.6	EUR

¹ Capped free-float market cap

INDEX PERFORMANCE

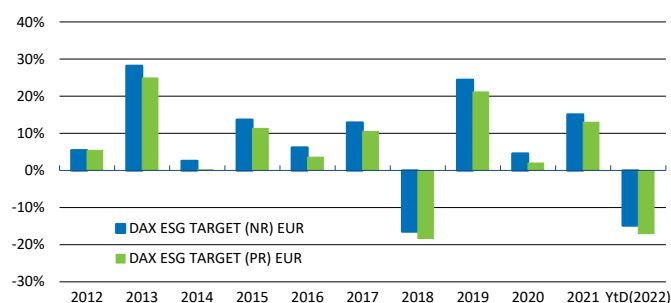


QUICK FACTS

Weighting scheme	Price weighted, according to optimization
Recomposition	Semi-annually
Rebalancing	Quarterly
Components	40
Component capping	10%
Corporate action and dividends	According to the Guide to the DAX Equity Indices
Currencies	EUR, USD
Calculation hours & frequencies	9:00 - 17:55 CET (realtime, 1 sec)
Launch date	Mar. 31, 2021
Base value	1,000 as of Sep. 24, 2012
History	Available since Sep. 24, 2012

DAX[®] ESG TARGET INDEX

ANNUAL RETURNS



KEY FIGURES

Name	DAX ESG@TARGET (NR)	DAX ESG@TARGET (PR)
	EUR	EUR
Performance YTD	-14.9%	-17.0%
Performance 1 Y	-15.0%	-17.2%
Performance 3 Y (annualized)	0.8%	-1.5%
Performance 5 Y (annualized)	1.3%	-1.1%
Volatility 30 D (annualized)	17.4%	17.4%
Volatility 1 Y (annualized)	23.7%	23.8%
Sharpe ratio 1 Y	-0.57	-0.67
Market capitalization (EUR bn) ¹	97.6	97.6
Market capitalization (USD bn) ¹	104.1	104.1
ADTV (3 months, EUR mn)	98	98
P/E (trailing)	12.6	12.6
P/E (projected)	10.9	10.9
Dividend yield 1 Y	2.2%	-
Price/Book	1.4	1.4

¹Capped free-float market cap

ABOUT STOXX

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

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BACKTESTED PERFORMANCE ASSESSMENT

This document contains index performance data based on back testing, 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.

STOXX Ltd. is part of Qontigo

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Data as of December 30, 2022, EUR; backtested. As of November 8, 2021 EONIA is replaced with €STR, and USD Libor is replaced with SOFR.