

Dow Jones U.S. Total Stock Market IndexSM

Dow Jones U.S. Completion Total Stock Market IndexSM

Methodology

Introduction

The Dow Jones U.S. Total Stock Market IndexSM is designed to represent all U.S. equity securities that have readily available prices. The Dow Jones U.S. Completion Total Stock Market IndexSM is a subset of the Dow Jones U.S. Total Stock Market IndexSM and excludes components of the S&P 500.

Membership

To be included in the indexes, an issue must be all of the following:

- An equity issue: a common stock or REIT.
- The security of a U.S. company. (For U.S. company definition, see the *Guide to the Dow Jones U.S. Total Stock Market Indexes* at www.djindexes.com)
- Bulletin-board issues are not added to the indexes because they generally do not have consistently readily available prices. The company's primary issue for index valuation is determined based on the following criteria:
 - Market capitalization
 - Trading volume
 - Institutional holdings
 - Conversion rules (for companies with multiple share classes)

Share Treatment & Float Adjustment

The following rules describe the treatment of shares and the application of float factors in the float-adjusted versions of the indexes:

- Shares outstanding for multiple classes of stock are combined into the primary issue's shares outstanding to reflect the company's total market capitalization.
- Float adjustments are based on block ownership of each class of stock, and then are combined to determine total float for a company's combined shares.
- Float-adjustment factors will be implemented only if the blocked shares are greater than 5% of the company's total shares outstanding.

Adjustments & Maintenance

Changes to the indexes' composition and updates of component shares and float factors are based on the following rules:

Composition Changes

The composition of the indexes is reviewed monthly. Additions and deletions are made after the close of trading on the third Friday of the month. Final component changes are announced on the second Friday of the month.

- Added is any new noncomponent company—an IPO or new exchange listing—that meets the index inclusion standards as of the close of trading on the second Friday of the month.
- Deleted is any issue that becomes a pink sheet or otherwise stops trading for ten consecutive days. The issue is removed at its latest quoted value, or at \$0.01 if no recent quoted value is available. Until the monthly review, the issue remains in the indexes at its last exchange-traded price.
- In addition to the scheduled composition reviews, any issue that at any time fails to meet one or more of the index membership requirements is removed from the indexes as soon as prudently possible.

Share and Float Factor Updates

- Component shares and float factors are updated quarterly after the close of trading on the third Friday of March, June, September and December. The changes become effective at the opening of trading on the next business day.
- In addition to the scheduled shares and float factor reviews, if the impact of a corporate action during the period between scheduled updates changes a company's float-adjusted shares outstanding by 10% or more, the company's shares and float factor are updated as soon as prudently possible. Share and float changes based on corporate actions are implemented using standard Dow Jones Indexes procedures.
- Shares and float factors of bulletin-board and pink-sheet stocks are not adjusted until they are returned to exchange listings, except to account for stock splits and reverse splits.

Weighting

The Dow Jones U.S. Total Stock Market Index is weighted by both full market capitalization and float-adjusted market capitalization.

The Dow Jones U.S. Completion Total Stock Market Index is weighted by float-adjusted market capitalization.

For more information on the Dow Jones U.S. Total Stock Market IndexSM & the Dow Jones U.S. Completion Total Stock Market IndexSM, email djindexsupport@dowjones.com or call 609.520.7249. Learn more at www.djindexes.com.