|  |  |
| --- | --- |
|  |  |
| Approved by the Directorate of  CJSC MICEX Stock Exchange  On February 4, 2014  (Minutes No. 5)  \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  D. Shcheglov  Acting General Director  CJSC “MICEX Stock Exchange” | Approved by  Executive Board of  Moscow Exchange  On February 4, 2014  (Minutes No.  7)  \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_   1. Afanasiev   Chief executive Officer  Moscow Exchange |

**Moscow Exchange Blue-Chip Index Methodology**

Moscow Exchange, CJSC “MICEX Stock Exchange”, 2014

CONTENTS

[1. **General provisions** 3](#_Toc379463615)

[**2.** **General procedure for the Index calculation** 3](#_Toc379463616)

[**3.** **Calculation of i-th Stock price** 5](#_Toc379463617)

[**4.** **Determination of the free float** 6](#_Toc379463618)

[**5.** **Calculation of the Divisor (D) value** 6](#_Toc379463619)

[**6.** **Calculation of the weighting coefficient values** 7](#_Toc379463620)

[**7.** **Procedure for reviewing the Constituent List** 9](#_Toc379463621)

[**8.** **Principles of drawing up the Constituent List** 9](#_Toc379463622)

[**9.** **Treatment of corporate events** 10](#_Toc379463623)

[**10.Procedure for Indices calculation control** 11](#_Toc379463624)

[**11.Publication** 12](#_Toc379463625)

1. **General provisions**
   1. The Moscow Exchange Blue-Chip Indices are the composite indices of the Russian stock market calculated by CJSC “MICEX Stock Exchange” (hereinafter – the Exchange) based on prices of trades executed in the most liquid and highly capitalized securities admitted to trading on the Exchange in accordance with this Methodology (hereinafter the Methodology).
   2. According to the Methodology the Exchange calculates the Index using prices of trades in securities denominated in Russian rubles (hereinafter the Index), and, if the relevant decision is made by the Exchange, the Index using prices of trades in securities denominated in US dollars (hereinafter the Dollar Index). The Index and the Dollar Index shall be together referred to as “the Indices”.
   3. The name of the Index in Russian shall be “Индекс голубых фишек Московской Биржи”, the name of the Index in English shall be “Moscow Exchange Blue Chip Index”.
   4. The name of the Dollar index in Russian shall be “Индекс голубых фишек Московской Биржи в долларах”, the name of the Dollar index in English shall be “Moscow Exchange Blue Chip Index in USD”.
   5. The Exchange may use other Russian names of the Index: “Индекс ММВБ голубых фишек”, “Индекс РТС Стандарт”, and these other English names “Moscow Exchange Blue Chip Index”, “MICEX Index Blue Chip” and “RTS Standard Index”.
   6. The present Methodology together with all amendments and supplements thereto shall be developed in compliance with recommendations of Moscow Exchange Index Committee (hereinafter the Index Committee).
   7. The Methodology as well as any amendments and supplements thereto shall be subject to approval by Moscow Exchange and the Exchange. The Methodology as well as all amendments and supplements thereto take effect starting from the date set forth by the exchanges. The Methodology may be amended and supplemented not more frequently than once per quarter.
   8. The text of the Methodology (any amendments and supplements thereto) shall be disclosed through the Moscow Exchange’s website at least two weeks prior to the day when the Methodology, amendments and supplements come into force.
   9. Terms and definitions used in this Methodology shall be construed as defined in internal documents of the Exchange, laws of the Russian Federation and regulatory acts for financial markets.
2. **General procedure for the Index calculation**
   1. The Indices are calculated based on information about on-exchange trades in stocks, Russian depositary receipts representing stocks and other securities that may be used to calculate the equity index as stipulated in the regulatory framework for financial markets. The Indices are calculated throughout the main trading session and additional trading sessions (if any) unless the Exchange has established a different trading schedule.
   2. The Indices are updated and released every second throughout the trading day. Such frequency of the Indices calculation may be changed by the Exchange subject to time frames set forth in the regulatory acts for financial markets. The Indices’ values are published on the Moscow Exchange’s website every second. Such frequency of the Indices publication may be changed by the Exchange; however, it cannot be less than once a day.
   3. The first values of the Indices published during the main (additional) trading session shall be considered their opening values for relevant trading session.
   4. The last values of the Indices published during the main (additional) trading session shall be considered their closing values for relevant trading session.
   5. The Exchange is entitled to change the time of start and (or) end of the Index calculation. The Exchange shall inform trading members on resolutions made by the Exchange as per this clause by publishing relevant information on the Moscow Exchange’s website no later than five business days before these changes come into force, unless the Exchange sets a different deadline.
   6. Stocks of Russian and foreign issuers excluding stocks issued by joint-stock investment funds (hereinafter referred to as “Stocks”) as well as Russian depositary receipts representing stocks (hereinafter referred to as “RDRs”) and other securities that may be used to calculate the equity index as stipulated in the regulatory framework for financial markets can be included into the List of constituent securities for calculation of the Index (hereinafter “the List of Constituents”). All those securities are hereinafter together referred to as the “Stocks”.
   7. The Index is computed by dividing the aggregate value (total capitalization) of all Stocks as of the calculation moment by the value of divisor by the following formula:

,

where:

In – the Index value as of the n-th moment of the Index calculation;

MCn – aggregate value (total capitalization) of all Stocks as of the n-th moment of the Index calculation determined in accordance with clause 2.9 hereof;

Dn – the value of divisor of the n-th moment of the Index calculation;

Divisor means the aggregate value (total capitalization) of all Stocks as of the Index inception date, corrected with regard to the changes of the List of constituents and the initial Index value. On Index inception date the following formula shall be used to calculate the Index:

,

MC1 – aggregate value (total capitalization) of all Stocks as of the Index inception date;

I1 – the Index value as of the Index inception date;

* 1. The following values as of April 23, 2009 (the Index inception date) are used as the initial values:

1) Index value (I1) = 6,285.76;

2) Aggregate value of all Stocks (MC1) = RUB1,836,578,113,861.74  ;

3) Divisor value (D1) = 292,180,756.7998;

* 1. The aggregate value of all Stocks as of the n-th moment of the Index calculation is calculated as follows:

,

where:

N – the total number of Stocks of one category (type) issued by the same issuer;

Pi – price of i-th Stock in rubles;

Qi – the total number of i-th Stocks of one category (type) issued by the same issuer;

FFi– adjusting coefficient, determined in accordance with the requirements of the present Methodology, based on the number of stocks and outstanding stocks represented by RDRs (free-float coefficient);

Wi – coefficient restricting the share of i-th Stock's capitalization (weighting coefficient).

* 1. For the purpose of this Methodology the total number of stocks (Qi) shall be determined as a total number of i-th stocks of the main issue, excluding the stocks purchased by the issuer as well as redeemed (cancelled) stocks if not otherwise specified. For RDRs and other depositary receipts included in the Indices as set forth in clause 2.6 hereof, the total number of i-th represented stocks (Qi) shall be determined by dividing the total number of stocks represented by these RDRs by the number of stocks represented by one depositary receipt of a relevant issue.
  2. Except as provided for in clause 9.4 hereof, the total number of i–th Stocks (Qi) is calculated based on the results of the trading day preceding the day when the notice on changing the List of constituent Stocks was published on the Moscow Exchange’s website.
  3. The Dollar Index shall be calculated according to the following formula:

,

where:

Iсn – the Dollar Index value as of the n-th moment of its calculation;

MCcn – aggregate value (total capitalization) of all Stocks as of the n-th moment of the Dollar Index calculation determined in accordance with clause 2.13 hereof;

Dcn – the value of divisor of the n-th moment of the Dollar Index calculation. On Dollar Index inception date the following formula shall be used to calculate the Index:

,

MCc1 – aggregate value (total capitalization) of all Stocks as of the Dollar Index inception date;

Ic1 – the Dollar Index value as of the Index inception date;

* 1. The following values as of April 23, 2009 (the Dollar Index inception date) are used as the initial values:

1. Dollar Index value (Ic1) = 820.70;
2. Aggregate value of all Stocks (MCc1) = USD53 922 322 095,0783;
3. Divisor value (Dc1) = 65 702 841,5926.
   1. The aggregate value of all Stocks as of the n-th moment of the Dollar Index calculation is calculated as follows:

,

where:

,

N – the total number of Stocks of one category (type) issued by the same issuer;

Pci – price of i-th Stock in dollars;

Qi – the total number of i-th Stocks of one category (type) issued by the same issuer;

FFi– adjusting coefficient, determined in accordance with the requirements of the present Methodology, based on the number of stocks and outstanding stocks represented by RDRs (free-float coefficient);

Wi – coefficient restricting the share of i-th Stock's capitalization (weighting coefficient),

Pi – price of i-th Stock in rubles;

Kn – US dollar exchange rate against the Russian ruble as of the n-th moment of calculation that equals the indicative USD/RUB exchange rate computed by Moscow Exchange, if not otherwise specified by the Exchange.

* 1. The values of the Indices are expressed in basis points and calculated accurate to 2 decimal places.

1. **Calculation of i-th Stock price**
   1. To calculate the price of i-th Stocks (Pi) the following information can be used:
      1. Prices of trades executed during the trading period of the Main Trading Mode T+;
      2. Prices of trades executed based on off-order book orders during the evening trading session of the Standard sector;
      3. Closing prices of Stocks.
   2. Market sectors, markets, trading modes and periods served as data source in calculating the price of i-th Stock in accordance with the procedure described in clause 3.1 hereof, shall be set by the Exchange with regard to the requirements set forth in clause 2.1 of the present Methodology.
   3. The price of i-th Stock (Pi) shall be deemed equal to the price of the last trade executed in this Stock (Pideal), except for in the cases stipulated in clauses 3.4 and 3.5 hereof.
   4. To avoid non-market price fluctuations the deviation of each trade price from the average weighted price of last ten trades is determined. If the price of the last trade deviates from the average weighted price of last 10 trades by a value exceeding the prescribed cap, the previous price value that meets the following condition is to be used instead of the last trade price:

,

where:

Pit – price of i-th Stock at the moment of the last trade (t);

Pit-1 – price of i-th Stock at the moment of the previous trade execution (t-1);

Pitdeal – last trade price;

Ki – the maximum deviation value which equals 0.01, unless otherwise prescribed by the Exchange.

Pitavg – the average weighted price of last 10 trades determined as per the formula:

,

Where:

Pijdeal – price of j-th trade;

qij – size of j-th trade in Stock units.

If less than 10 trades in i-th Stock were executed in relevant trading mode since the beginning of the main trading session of a given trading day, the price of i-th Stock (Pi) is set equal to the price of last trade executed in that Stock (Pitdeal).

* 1. If the closing price may be used to determine the price of i-th Stock (Pi) as stated in clause 3.1 hereof, those prices are to be deemed equal at the end of the trading day.
  2. If two or more issues of securities of the same issuer and of the same category (class), but with different state registration numbers are admitted to trading in the Exchange, the sale and purchase transactions executed in the securities of the primary issue shall be taken to calculate the price of i-th Stock, however, it is possible to use the price of the additional issue under the directives of the Exchange.
  3. The price of i-th Stock (Pi) shall be determined accurate to two decimal places. If the price tick specified in the internal documents of the Exchange regulating securities trading differs from the value of RUB0.01, then the price of i-th Stock shall be calculated accurate to the price tick specified for such Stock.
  4. The price of i-th Stock (Pci) in US dollars shall be calculated accurate to five decimal places.
  5. The procedure for calculation of the price of i-th Stock (Pi) specified in clauses 3.1- 3.6 hereof shall not be applied in the case described in clause 9.4 hereof.

1. **Determination of the free float**
   1. The free float (FFi) is determined based on the information that is disclosed by securities issuers and other publicly available information that contains information about owners of securities and/or owners of securities represented by depositary receipts including nominee (beneficiary) owners.
   2. The value of the free float is determined by dividing the number of securities (of the same category, type) of the issuer (issuer’s represented securities) readily available on the regulated market by the total number of issuer’s placed securities (of the same category, type) and/or issuer’s securities represented by depositary receipts determined as at the date of the latest quarterly report published by the issuer (as for Russian issuers) or other information containing data on holders of the Stocks.
   3. The Exchange adopts a free float methodology which stipulates how the free float is determined, reviewed and published as well as how stocks (of one category and type) of one issuer (or its represented stocks) that are readily available on the market are counted for the purpose of the free float calculation.
2. **Calculation of the Divisor (D) value**
   1. The values of Divisors Dn and Dсn are calculated if the Indexes’ constituent list, FFi coefficient (free-float), Wi coefficient (weighted coefficient) have been changed, and (or) if any corporate event specified in article 9 hereof has taken place.
   2. The value of Divisor Dn shall be calculated as per the formula:

,

where:

Dn+1 – the new value of Divisor D;

Dn – the current value of Divisor D;

MCn – the aggregate value of all the Stocks denominated in rubles before the occurrence of a condition which serves as a ground to calculate a new value of the Divisor D as per clause 5.1 hereof;

MCn' – the aggregate value of all the Stocks denominated in rubles after the occurrence of a condition which serves as a ground to calculate a new value of the Divisor D as per clause 5.1 hereof.

* 1. The value of Divisor Dcn shall be calculated as per the formula:

,

where:

Dcn+1 – the new value of Divisor D;

Dcn – the current value of Divisor D;

MCcn – the aggregate value of all the Stocks denominated in US dollars before the occurrence of a condition which serves as a ground to calculate a new value of the Divisor D as per clause 5.1 hereof;

MCсn' – the aggregate value of all the Stocks denominated in US dollars after the occurrence of a condition which serves as a ground to calculate a new value of the Divisor D as per clause 5.1 hereof.

* 1. The values of Divisors Dn and Dсn shall be calculated accurate to four decimal places.

1. **Calculation of the weighting coefficient values**
   1. The share of i-th Stocks’ value (hereinafter referred to as “Specific weight”) in the aggregate value of all Stocks is calculated by the formula:



where:

Wghti – Specific weight of i-th Stock;

Pi – price of i-th Stock;

Qi– total number of i-th Stock;

Wi *–* the coefficient restricting the share of i-th Stock in total capitalization (weighting coefficient);

FFi– adjusting coefficient reflecting the number of outstanding stocks and outstanding stocks represented by depositary receipts (free-float coefficient);

N – number of Stocks.

* 1. Specific weight of the Stocks of one issuer is calculated as a sum of specific weights of the Stocks of all categories of this issuer.
  2. In order to limit the impact of Stocks of certain issuers on the Index value:
     1. Specific weight of Stocks of each issuer shall not exceed 20% (S=20%) at any moment of the List of constituent Stocks compilation.
     2. On the day following the day when the new List of constituent Stocks comes into force Specific weight of Stocks of each issuer, shall not exceed 30% (S=30%).
     3. At each moment of the Index calculation Specific weight of Stocks of each issuer shall not exceed 50% (S=50%).
  3. In order to ensure that the restriction requirements set forth in clauses 6.3.1– 6.3.3 hereof are met, coefficients that restrict the share of i-th Stock capitalization (Wi) (weighting coefficients) are calculated.
  4. The weighting coefficient (Wi) of the i-th Stock shall be deemed equal to the weighting coefficient of the Stock that was set for the MICEX Index as per the Moscow Exchange Indices Methodology.
  5. If the Specific weight of the Stocks of one issuer exceeds limits set forth in clauses 6.3.1-6.3.3 hereof, the weighting coefficients (Wi) shall be reviewed as follows:
     1. Shares of the j-th issuer’s Stocks with weighting coefficients (Wi) determined as per clause 6.5 hereof are calculated (hereinafter referred to as the Initial restricting coefficient):

, 

where:

*Sj* – the share of j-th issuer’s stock value;

*N* – the number of the Stocks issuers;

*MCapj* – the value of the j-issuer’s Stocks:



where:

*Ppj* – the price of Stocks of p-th category of the j-th issuer;

*Qpj* – the total number of stocks of the *p*-th category (type) of the *j*-th issuer;

*FFpj* – the free-float coefficient of the stocks of the p-th category (type) of the j-th issuer;

Wpj – the Initial restricting coefficient for the Stocks of p-th category of j-th issuer;

*p* – the category of stocks of one issuer that are taken into account while calculating the Indices.

* + 1. Number of issuers that subject to restriction (M) due to exceeding the admissible cap (S) as per clause 6.3.1 hereof is calculated.
    2. If there are no pent-up issuers (M=0), then for all i-th Stock the weighting coefficient shall equal to the Initial restricting coefficient set for such Stock. In this case clauses 6.6.4-6.6.7 hereof shall be skipped.
    3. If there are issuers for whom the share of their Stocks’ value exceeds the maximum allowed (S) set forth by clause 6.3.1 hereof (M>0), then auxiliary value (X) is determined that defines admissible amount of capitalization for pent-up issuers as follows:



where the value is calculated only for Stocks of those issuers whose value share does not exceed the prescribed S.

* + 1. New shares of Stocks value of each issuer () are calculated as per the formula specified in clause 6.6.1 hereof. Furthermore, value of Stocks of j-th pent-up issuer, (MCapj) is set equal to the auxiliary value (X), whereas for all other issuers (MCapj) is calculated as per the formula specified in clause 6.6.1 hereof.
    2. If there are still issuers with Stocks value exceeding allowed S from clause 6.6.2 hereof, new amount of such issuers (M‘) shall be calculated. Then (M‘) is set equal to (M) and procedures specified in clauses 6.6.4-6.6.6 hereof shall be performed once again.
    3. If following the procedures performed in accordance with clauses 6.6.4-6.6.6 there are no issuers with Stocks value exceeding allowed S from clause 6.3.1 hereof, then for all categories of Stocks of issuers that were restricted at the last iteration the weighting coefficient (Wi) shall be calculated as follows:



The weighting coefficient (Wi) for all other Stocks is set equal to the Initial restricting coefficient.

* 1. The coefficients restricting the share of i-th Stocks in total market capitalization (weighting coefficients Wi) are calculated based on the results of the trading day preceding the day when the notice on updating the List of constituent Stocks is published on Moscow Exchange’s website.
  2. If by the end of the day on which the new List of constituent Stocks comes into effect the Specific weight of the Stocks of j-th issuer exceeds 25%, the Exchange is entitled to take a decision to carry out an unscheduled calculation of the coefficients, restricting the share of i-th Stocks in total market capitalization (weighting coefficients Wi), with the purpose of meeting the restricting requirements set forth in clauses 6.3.1-6.3.3 hereof.
  3. If by the end of any day the Specific weight of the Stocks of the issuer exceeds 40%, the Exchange is entitled to take a decision to carry out an unscheduled calculation of the coefficients, restricting the share of i-th Stocks in total market capitalization (weighting coefficients Wi), with the purpose of meeting the restricting requirements set forth in clauses 6.3.1 - 6.3.3 hereof.

1. **Procedure for reviewing the Constituent List**
   1. The List of constituent Stocks contains the name of the issuer and indicates the Stocks’ categories (types).
   2. Stocks are added to and removed from the List of constituent Stocks when the List of constituent Stocks is reviewed.
   3. The Exchange reviews the List of constituent Stocks four times a year on a regular basis, except for the cases provided for in this Methodology. After a scheduled review the updated List of constituent Stocks comes into effect after the end of the evening clearing session on March 15th, June 15th, September 15th or December 15th. If March 15th, June 15th, September 15th, or December 15th falls on a day that is not a trading day, then the updated List of constituent Stocks comes into effect after the end of the main trading session on the day following the 15th day of the relevant month. The Exchange is entitled to determine other dates for the reviewed List of Constituents to come into force.
   4. Trading volume in Stocks that are to be included in the List of constituent Stocks shall meet the criteria set for quotation list B. At scheduled review the List of constituent Stocks is made up in accordance with the principles stipulated by article 8 hereof.
   5. The Exchange reviews the List of constituent Stocks out of schedule if:
   * the Stocks are excluded from the list of securities admitted to trading on the Exchange including as a result of delisting, or if restrictions are imposed on trading in the Stocks in the specific market sector, or in the specific market sector’s trading mode chosen for calculation of the Index in accordance with clause 3.2 hereof;
   * issuer’s corporate events have occurred including the corporate events provided for in clause 9 hereof.
   1. When the List of constituent Stocks is reviewed out of the schedule, the Stocks can only be excluded from the List of constituent Stocks.
   2. Information on a regular Constituent lists review shall be published on the Moscow Exchange’s website not later than 2 weeks before the effective day of new lists according to the Exchange’s resolution.
   3. The notices on the unscheduled Constituent Lists review shall be disclosed on the Moscow Exchange’s website not later than one day before the day when such reviewed constituents come into force in accordance with the decision of the Exchange.
2. **Principles of drawing up the Constituent List**

* 1. The liquid Stocks included on the quotation lists of the Exchange, including the Quotation list “I”, as well as admitted to trading without having gone through the listing procedure can be added to the List of constituent Stocks.
  2. The List shall include only the Stocks with the value of the adjusting coefficient (free-float coefficient which is calculated based on the number of Stocks placed or the outstanding Stocks in compliance with clause 4 hereof) that is 5% or more.
  3. A Stock is deemed eligible for inclusion on the List if trading days on which at least one trade was executed in that Stock accounted for at least 90% of the total number of trading days over six months preceding the index review date.
  4. Subject to recommendations of the Index committee, the List includes Stocks placed on the 30th position or above it in the daily median trading volume ranking over six months preceding the index review date, unless otherwise required by the Exchange.
  5. The Index’s List is comprised of Stocks of 15 issuers unless otherwise decided by the Exchange. Minimum number of issuers in the Index must be ten.
  6. To ensure consistency of the Index’s List of constituents, the exchange reviews it quarterly as follows:
     1. Stocks complying with requirements set forth in clauses 8.1-8.4 are ranged by market capitalization adjusted for free float. The first stock category of an issuer in the ranking is to be numbered, while other stock categories of the same issuer are not numbered.
     2. If a constituent Stock was placed on 18th or lower position in the ranking, it is to be replaced by a Stock placed on the 17th position or higher as numbers descend.
     3. If the Index does not contain a Stock placed on the 13th position or higher in the ranking, it is to replace a Stock with the 14th or lower ranking position as numbers ascend.
     4. If the Index contains a Stock that was not numbered and its free float cap is less than the free float cap of a Stock ranked 18th, it is to be removed from the Index.
     5. If the Index does not contain a Stock that was not numbered and its free float cap is larger than that of a Stock ranked 14th, it is to be included in the Index.
  7. The Index Committee is entitled to give the Exchange a recommendation whether it shall decide upon the inclusion of the Stock into (or exclusion the Stock from) the Constituent List if such Stocks are not included into (or excluded from) the List as it is specified in clauses 8.3-8.6 hereof.

1. **Treatment of corporate events**
   1. If represented stocks were split or consolidated, or a scope of rights and/or procedure for exercising the rights carried by represented stocks was changed, the Exchange shall make a resolution on treating such events based on recommendations of the Index Committee.
   2. Suspension of trading in Stocks on the Exchange.
   3. If trading in i-th Stock suspended at the Exchange for the period that is more than one trading day, then the price measured in Indices shall remain equal to the last price that had been calculated before the suspension.
   4. Placement of additional Stocks, redemption (cancellation) of Stocks by an issuer.
   5. Admission of i-th Stocks of additional issue to trading on the Exchange and redemption (cancellation) of i-th Stocks do not serve as grounds for recalculation of the total number of i-th Stocks (Qi). The given recalculation is performed in accordance with the established procedure and in due time specified in clause 2.11 hereof.
   6. Split and reverse split of stocks.
   7. In case of a split or reverse split of i-th Stocks on the day the resulting stocks issue, which the mentioned Stock was converted into due to their consolidation or split, is admitted to trading the Exchange recalculates the total number of i-th Stocks (Qi) and the price of i-th Stock (Pi), that was computed by the results of trading on the day preceding the day specified. During the recalculation the total number of i-th Stocks (Qi) is multiplied by the split ratio or divided by the reverse split ratio, and i-th Stock’s price (Pi) is divided by the split ratio or multiplied by the reverse split ratio.
   8. Reorganization of a joint stock company, whose shares are included into the List of constituent Stocks.

When a joint stock company is reorganized, certain actions are taken to reflect the fact of reorganization in the process of calculating the Index. Depending on the form of reorganization various actions can be undertaken. It is the Exchange who takes the decision on the kind of action to undertake with regard to recommendation of the Index Committee. Information on the adopted resolutions is published on the Moscow Exchange’s website.

A model action plan in case of reorganization of a company whose stocks are on the constituent list:

* + 1. Merger of joint stock companies.

In case of merger Stocks of reorganized companies are excluded from the List of constituent Stocks within the timeframe determined by the Exchange on recommendation of the Index Committee.

* + 1. Reorganization of a joint stock company in the form of split-off.

In case of split-off Stocks of the reorganized company are removed from the List of constituent Stocks within the timeframe determined by the Exchange on recommendation of the Index Committee.

* + 1. Reorganization of a joint stock company in the form of spin-off.

In case of spin-off, the price for the reorganized company’s Stocks (i-th Stocks’ price) (Pi) is locked in at the level determined based on the trading results on the day preceding the lock-in day. The lock-in day and the terms of unlocking the price of i-th Stock (Pi), are set by the Exchange with regard to the recommendation of the Index Committee. On the day of unlocking the price of i-th Stock (Pi) the Exchange recalculates the total number of i-th Stocks (Qi) and Divisor D.

* + 1. Reorganization of a joint stock company in the form of acquisition.

In case of acquisition of a joint stock company by another joint stock company, whose Stocks are included into the List of constituent Stocks, the price of the Stocks (i-th Stocks) (Pi) is locked in at the level determined based on the trading results on the day preceding the lock-in day. The lock-in day and the terms of unlocking the price for i-th Stock (Pi) are determined by the Exchange with regard to the recommendation of the Index Committee. On the day of unlocking the price of i-th Stock (Pi) the recalculation of the total number of i-th Stocks (Qi) and Divisor D shall take place.

In case of acquisition of a joint stock company with Stocks included on the List of constituent Stocks by another joint stock company, the Stocks are removed from the List of constituent Stocks within the timeframe determined by the Exchange with on recommendation of the Index Committee.

* + 1. Reorganization of a joint stock company with Stocks included on the List of constituent Stocks in the form of split-off or spin-off with simultaneous merger or acquisition.

In case of spin-off of a joint stock company from a joint stock company whose Stocks are included into the List of constituent Stocks with a simultaneous acquisition of the latter by a stock company whose Stocks are included into the List of constituent Stocks, the rules specified in clause 9.5.3 hereof are applied to the spin off and the rules specified in clause 9.5.4 hereof, are applied to the acquisition except for the requirement to recalculate Divisor D.

In case of spin-off of a joint stock company from a joint stock company whose Stocks are included into the List of constituent Stocks with a simultaneous acquisition of the latter by a joint stock company whose Stocks are included into the List of constituent Stocks, the rules specified in clause 9.5.3 hereof are applied.

In case of spin-off of a joint stock company from a joint stock company whose Stocks are included into the List of constituent Stocks with a simultaneous merger of the latter by a joint stock company whose Stocks are included into the List of constituent Stocks, the rules specified in clause 9.5.3 hereof are applied to the spin off and the rules specified in clause 9.5.1 hereof are applied to the merger.

In case of spin-off of a stock company from a stock company whose Stocks are included into the List of constituent Stocks with a simultaneous merger of the latter with a joint stock company whose Stocks are not included into the List of constituent Stocks, the rules specified in clause 9.5.3 hereof are applied.

In case of spin-off of a joint stock company from a joint stock company whose Stocks are included into the List of constituent Stocks with a simultaneous acquisition of the latter with a joint stock company whose Stocks are included into the List of constituent Stocks, the rules specified in clause 9.5.2 hereof are applied to the spin off and the rules specified in the clause 9.5.4 hereof are applied to the acquisition, except for the requirement to recalculate Divisor D.

In case of spin-off of a joint stock company from a joint stock company whose Stocks are included into the List of constituent Stocks with a simultaneous acquisition of the latter by a joint stock company whose Stocks are not included into the List of constituent Stocks, the rules specified in clause 9.5.2 hereof are applied.

In case of spin-off of a joint stock company from a joint stock company whose Stocks are included into the List of constituent Stocks with a simultaneous merger of the latter with a joint stock company whose Stocks are included into the List of constituent Stocks, the rules specified in clause 9.5.2 hereof are applied to the spin off and the rules specified in clause 9.5.1 hereof are applied to the merger.

In case of spin-off of a stock company from a stock company whose Stocks are included into the List of constituent Stocks with a simultaneous merger of the latter with a joint stock company whose Stocks are not included into the List of constituent Stocks, the rules specified in clause 9.5.2 hereof are applied.

1. **Procedure for Indices calculation control**
   1. In case of a technical disruption in the process of the Index calculation or during trading in securities in the Exchange that led to distortion of the data used for calculating the Indices recalculation of the previously calculated Indices, but not earlier than for the previous trading day. In case the Indices values recalculation takes place, the Exchange shall perform such recalculation as soon as possible after the technical disruption was revealed. In case of recalculation of the Index values a relevant notice is published on the Moscow Exchange’s website.
   2. If circumstances or events occur that can have an adverse impact on how accurate the Index reflects the actual state of the Russian stock market, the Exchange is entitled to undertake any actions necessary to ensure accuracy of the Indices, including removal of Stocks from the List of constituent Stocks, setting values of parameters used for calculation of the indicators specified in this Methodology, etc.
2. **Publication**
   1. Information on the Indices shall be disclosed through the Moscow Exchange’s website.
   2. Not only the information that is disclosed through the Moscow Exchange’s website as it is specified herein, but also the Index constituent list, the total number of i-th Stocks (Qi) per each i-th Stock, the absolute weight of i-th Stocks per each i-th Stock, the information on the conformity of the Indices with the requirements set forth in the regulatory acts for financial markets specifying the Indices to be used for creating a mutual fund as well as the information on the values of the Indices including the last calculated value of each Index, the values of the RUB/USD exchange rate used for the Index calculation shall be disclosed regularly on a daily basis. The information about the current value of the Indices shall be disclosed during the two minutes from the moment of its calculation.
   3. The present Methodology, the information about the Indices values and the total number of i-th Stocks (Qi) per each i-th Stock, the absolute weight of i-th Stocks per each i-th Stock for the past two years shall be available through the Moscow Exchange’s website for every person interested in this information.
   4. Information that is subject to disclosure through the Moscow Exchange’s website as per the present Methodology may be disclosed in any different ways including via information agencies disseminating Exchange’s market data.