



# **Alerian Texas Weighted Oil and Gas Index Methodology**

## Table of Contents

Introduction .....	2
Index Objective .....	2
Dates .....	2
Supporting Documents .....	3
Eligibility Criteria and Index Construction .....	3
Universe .....	3
Entity Eligibility.....	3
Constituent Selection.....	3
Constituent Weightings .....	3
Index Maintenance .....	4
Rebalancing.....	4
Corporate Actions .....	4
Currency of Calculation.....	4
Index Information .....	4
Disclaimer.....	4

## Introduction

### Index Objective

The Alerian Texas Weighted Oil and Gas Index (ATXWO) is comprised of energy companies that extract oil and gas within the state of Texas and are constituents of the S-Network Developed World Equity 5000 Index. The index is weighted based on the total economic value of oil and gas extracted by each company from within Texas subject to a maximum 10% constraint.

### Dates

Snapshot Dates: The last trading day of the second month of each calendar quarter.

Reconstitution Date: Indexes reconstituted annually on the third Friday of March.

Record Date: Thursday before 2nd Friday of Rebalance Month.

Rebalance Dates: Indexes are rebalanced quarterly on the third Friday of the last month of each calendar quarter.

## Supporting Documents

This methodology is meant to be read in conjunction with supporting documents providing greater detail with respect to the policies, procedures and calculations described herein.

The list of the main supplemental documents for this methodology can be found in the Methodologies and Governance tabs on the [Index Resources](#) page as follows:

Supporting Documents
Index Maintenance Policy
Index Governance
Index Policies
Methodology Policies
Glossary
Index Change and Consultation Policy

## Eligibility Criteria and Index Construction

### Universe

Universe: S-Network Developed World Equity 5000 Index (SNDW5K)

### Entity Eligibility

Companies are weighted based on their economic value of production which is an aggregate of the economic value of production of their underlying eligible entities. Only entities that contribute at least 10 bps of the total economic value of oil and gas produced in Texas are eligible.

### Constituent Selection

Companies eligible for the index are companies with eligible entities that produce oil and gas. The economic value of oil and gas production respectively is found by multiplying the average of the previous and current year's year end prices, based on their February futures contracts, with the total annual quantity<sup>1</sup> of oil and gas produced in Texas.

### Constituent Weightings

The economic values for oil and gas are combined to form an entity economic value of production. The sum of economic values from eligible entities are attributed to their respective parent companies.

The weight per company is determined by its aggregated economic value of production relative to the value within the index. Individual constituent weights are capped at 10% and the sum of all the constituent weights greater than 5% cannot exceed 40% of the index. Excess weight is distributed proportionately across the uncapped constituents.

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<sup>1</sup> . The Railroad Commission of Texas collects data on the quantity of oil and gas produced by all entities within its borders.

## Index Maintenance

### Rebalancing

The Indexes are rebalanced on the “Rebalance Date” and additionally reconstituted on the “Reconstitution Date”.

Pricing used in share weights used for reconstitutions are as of the “Record Date”.

Share weights for the rebalanced Indexes are computed as of the “Record Date”.

Changes to the Indexes related to the rebalances are as of the “Rebalance Date”.

Additions are only made on reconstitution dates.

### Corporate Actions

Please refer to the Index Maintenance Policy document for information on Corporate Action processing.

### Currency of Calculation

USD

## Index Information

Index	Type	Ticker	Base Date	Base Value	Launch Date
Alerian Texas Weighted Oil and Gas Index	Price	ATXWO	03/16/2012	1000	03/14/2023
Alerian Texas Weighted Oil and Gas Index	Total Return	ATXWOT	03/16/2012	1000	03/14/2023
Alerian Texas Weighted Oil and Gas Index	Net	ATXWON	03/16/2012	1000	03/14/2023

## Disclaimer

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