



EVO FACTOR Indices Methodology

- EVO Quality Core Index EQC
- EVO Quality SMID Index EQCSM
- EVO Quality Growth Index EQGRO
- EVO Low Volatility Core Index EQLV
- EVO Quality International Index EQW

Table of Contents

Introduction	3
Index Objective	3
Index Family & Highlights	3
Dates	3
Supporting Documents	3
Eligibility Criteria and Index Construction	4
Universe	4
Eligibility Criteria	4
Multiple Share Classes and Dual Listed Companies.....	4
Index Construction.....	4
Constituent Selection.....	4
Constituent Weightings & Constraints	5
Index Maintenance	6
Rebalancing.....	6
Corporate Actions	6
Base Date and History Availability	6
Index Calculation.....	6
Index Governance	6
Index Policies	6
Contact Information.....	6
Appendix	7
Modifications	7
Disclaimer.....	7

Introduction

Index Objective

The EVO Quality Core index and EVO Quality SMID index measure the performance of US companies from their respective starting universes that exhibit highest quality, value and momentum multi factor composite score. The indices are subject to sector, security weight and turnover constraints. The constituents are weighted by float market cap.

The EVO Quality Growth index measures the performance of US companies from its starting universe that exhibit highest quality, value, momentum and growth multi factor composite score. The index is subject to sector, security weight and turnover constraints. The constituents are weighted by float market cap.

The EVO Low Volatility Core index measures the performance of US companies from their starting universe that exhibit highest quality and lower volatility multi factor composite score. The index is subject to sector, security weight and turnover constraints. The constituents are weighted by float market cap and inverse of volatility score.

The EVO Quality International Index measures the performance of US listed International companies from its starting universe that exhibit highest quality, value and momentum multi factor composite score. The indices are subject to sector, region, security weight and turnover constraints. The constituents are weighted by float market cap.

Index Family & Highlights

The indexes are designed to select the highest ranked securities while maintaining sector (and region for EQW) weight ranges that are derived from their universes. To promote low turnover current securities are not considered for removal unless their percentile rankings drop below a minimum rank. Security counts are based on the amount required to meet sector (and region for EQW) and portfolio requirements.

Dates

Cut off Dates: Last business day of May and November.

Reconstitution Dates: Indexes reconstituted semi-annually on the third Friday of June and December.

Weight Date: Six business days prior to rebalance effective date.

Rebalance Dates: Indexes are rebalanced semi-annually on the third Friday of June and December.

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
Index Factor and Score Calculation
VettaFi Generic Factor Algorithm Weighting Methodology Rulebook

Eligibility Criteria and Index Construction

Universe

Index	Index Universe ¹
EVO Quality Core Index	SNR500 – VettaFi 500 US Large Cap Index
EVO Quality SMID Index	SNR2500 - VettaFi US Equity Mid/Small-Cap 2500 Index
EVO Quality Growth Index	SNR500 – VettaFi 500 US Large Cap Index
EVO Low Volatility Core Index	SNR500 – VettaFi 500 US Large Cap Index
EVO Quality International Index	VFADXUS - VettaFi Developed World ex United States ADR Index

Eligibility Criteria

At each semi-annual rebalancing, a company must satisfy the following requirements, as of the rebalancing reference date, to be eligible for index inclusion:

- Have ICE sector other than Quasi Government.

Index Construction

Applicable Factors

Top level composite scores constructed from the following factors are used for the constituent selection process:

Index	Factors
EVO Quality Core Index	Quality with volatility tilt, Value, Momentum
EVO Quality SMID Index	Quality with volatility, Value, Momentum

¹ As of Rebalance/Reconstitution date.

EVO Quality Growth Index	Quality with volatility tilt, Value, Momentum, Growth
EVO Low Volatility Core Index	Quality, Volatility
EVO Quality International Index	Quality with volatility tilt, Value, Momentum

Constituent Selection, Constituent Weightings & Constraints

Constituents are selected based on factor ranking to meet sector (and region for EQW) minimum and maximum weights and 100% portfolio weight. In initial construction minimum sector (and region for EQW) weights are achieved by selecting top ranked securities, targeting their maximum weights. Constituent maximum weights are a function of a global maximum and a multiple of their weight in the underlying universe. After initial construction, current constituents are automatically included if they maintain a minimum score ranking. Once current sectors have been adjusted to meet sector (and region for EQW) weight constraints, the highest ranked securities are adjusted or added to bring portfolio weight to 100%.

Sector and region weight ranges are based on the sector and region weights of the underlying universe. The Low Volatility Core sector weight range is based on an average of the underlying universe sector weights and sector weights based on inverse volatility.

For more details on factors and scores, please refer to Index Factor and Score Calculation

For more details on selection and weighting, please refer to VettaFi Generic Factor Algorithm Weighting Methodology Rulebook.

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

Base Date and History Availability

Index history availability, base dates and base values are shown in the table below.

Index	Price Index	Base Date	Base Value	Total Return Index	Base Date	Base Value
EVO Quality Core Index	EQC	12/17/1999	1000	EQCT	12/17/1999	1000
EVO Quality SMID Index	EQCSMP	12/17/1999	1000	EQCSMT	12/17/1999	1000

EVO Quality Growth Index	EQGROP	12/17/1999	1000	EQGROT	12/17/1999	1000
EVO Low Volatility Core Index	EQLVP	12/17/1999	1000	EQLVT	12/17/1999	1000
EVO Quality International Index	EQWP	12/15/2000	1000	EQWT	12/15/2000	1000

Index Calculation

Please refer to the Index Maintenance Policy document for information on index calculations.

Index Governance

The index is governed and managed by a VettaFi Index Committee for the purpose of meeting the goals of the index. For more information, please refer to the Index Governance document.

Index Policies

Please refer to the Index Policies document for information regarding Announcements, Holiday Schedules, Unexpected Exchange Closures, and Recalculation Policy.

Contact Information

For any questions regarding an index, please contact: index.production@vettafi.com

Appendix

Parameter Values:

Index	Drop bottom %	Max Multiple	Max Stock Weight %	Max Sector Variance %	Max Region Variance %
EVO Quality Core Index	40	5	7	5	
EVO Quality SMID Index	40	10	7	5	
EVO Quality Growth Index	40	5	7	10	
EVO Low Volatility Core Index	40	5	7	5	
EVO Quality International Index	40	5	7	1.5	1

Modifications

Rule Book Modifications

Version	Effective Date	Previous	New	Note
1.0.0			Created	
1.1.0	Nov 2024		Added EVO Quality International Index (EQW)	

Disclaimer

The Indices are proprietary to VettaFi. No use or publication may be made of an Index, or any of its provisions or values, without the prior written consent of VettaFi. VettaFi is not responsible for any errors or omissions, regardless of the cause, for the results obtained from the use of the Content. In no event shall VettaFi be liable to any party for any direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, or losses (including, without limitation, lost income or lost profits and opportunity costs) in connection with any use of the Content.