

March 20, 2026

### **Corporate Action Enhancement Notification 2026**

Dear Client,

Effective May 14, 2026, Morningstar Indexes will update the Corporate Action Category of certain events within the Corporate Action (CPACT) file. The update serves to better differentiate tradable corporate actions and non-tradable corporate actions, for specific indexes according to their respective corporate action framework. There will be no changes to the actual treatment, file format, or new values introduced.

This change applies only to Corporate Action Types – “IWF Change” indicating changes in investable float factor when there is a data update, “Share Change” indicating changes in Company Outstanding or Index Shares and “Rights Offering” indicating a rights issue. Outside of index reconstitution and rebalance, these corporate actions are neutralized by a change in the “AWFactor” for alternate weighted indexes, such that there are no changes to the index shares or IndexMarketValue (Index Share \* LocalClosePrice) and therefore non-tradable. The “CorpActionCategory” will be changed to “Information” in these scenarios. For certain Index Services client indexes, Free Float and Shares Outstanding updates announced by Morningstar as part of our standard reconstitution and rebalance, may also not be actionable by clients. The “CorpActionCategory” will be changed to “Information” in these scenarios.

For more details, please see table below. The sample files for the current and new experience can be downloaded [here](#).

<b>CorpActionType</b>	<b>(Current) CorpActionCategory for all CA framework</b>	<b>(New) CorpActionCategory For Float Market Cap- Weighted CA framework</b>	<b>(New) CorpActionCategory for Alternative Weighted CA framework</b>
Scenario: Intra-rebalance Share Changes			
IWF Change	Shares or Weights Change	Shares or Weights Change	<b>Information</b>
Share Change	Shares or Weights Change	Shares or Weights Change	<b>Information</b>
Rights Offering	Shares or Weights Change	Shares or Weights Change	<b>Information</b>
Scenario : When the indexes are rebalanced or reconstitute Semi-Annually or Annually, Morningstar regular IWF and Share update might happen during the non proforma period.			
Share Change	Recon & Rebalance	<b>Information</b>	<b>Information</b>
IWF Change	Recon & Rebalance	<b>Information</b>	<b>Information</b>
Scenario: For Index Services client indexes where the Reconstitution and Rebalance pro forma schedule does not align with the Morningstar standard pro forma schedule, and Morningstar announced updates to IWF and Shares Outstanding on the first day of our pro forma. There are no index share changes for the client indexes as a result of these data updates.			
IWF Change	Recon & Rebalance	<b>Information</b>	<b>Information</b>
Share Change	Recon & Rebalance	<b>Information</b>	<b>Information</b>

Please refer to our [corporate action methodology](#) for additional information.

## About Morningstar Indexes

Morningstar Indexes was built to keep up with the evolving needs of investors—and to be a leading-edge advocate for them. Our rich heritage as a transparent, investor-focused leader in data and research uniquely equips us to support individuals, institutions, wealth managers and advisors in navigating investment opportunities across major asset classes, styles and strategies. In February 2026, the acquisition of CRSP brought the CRSP Market Indexes—benchmarks for over \$3 trillion in US equities—into the Morningstar Indexes family. Additionally, CRSP's Research Data Products, renowned for their academic rigor, historical depth and accuracy, will further enhance Morningstar's equity research and data capabilities. This integration unites two trusted sources of market insight, reinforcing a shared commitment to transparency, quality, and investor-focused solutions.

Please visit [indexes.morningstar.com](https://indexes.morningstar.com) for more information.

## Contact Us

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