

# Morningstar® Global Markets Index<sup>SM</sup> Family

## Learn More

For more information about all of Morningstar's indexes, please visit:  
<http://indexes.morningstar.com>

## Contact Us

indexes@morningstar.com  
 U.S. +1 312 384-3735  
 Europe +44 203 107 2969  
 Asia +852 2973 4680  
 North Asia +81 3 5511 7540

## Bloomberg Tickers

MSGMUSDG  
 Morningstar Global Markets  
 MSCADMGC  
 Morningstar Canada Domestic  
 MSTART  
 Morningstar US Market  
 MDXUSG  
 Morningstar Developed  
 Markets ex-US  
 MEMMG  
 Morningstar Emerging Markets

The Morningstar® Global Markets Index<sup>SM</sup> family is built to facilitate accurate performance benchmarking and efficient portfolio construction. These indexes follow transparent, objective construction rules, and balance market representativeness with investability. Their strong liquidity rules help mitigate transaction costs and reflect opportunity set available to asset managers.

This index family targets stocks representing the top 97% of the investable equity market capitalization in the U.S., ex-U.S. developed and emerging markets. By focusing on the more liquid end of equity markets, the indexes emphasize investability and ease of tracking. They are ideal for underlying investment vehicles that allow investors to participate in equity markets at a low cost, a formula for long-term success. Morningstar research has demonstrated repeatedly over the years that low-cost investments possess a built-in performance advantage.

## Index Eligibility

Shares of companies listed on major global exchanges and classified as U.S., ex-U.S. developed or emerging markets are eligible for inclusion in this index family. Securities are classified to countries by considering both their country of incorporation and their country of primary listing. The following classes of listed securities are ineligible for the indexes:

- ▶ Mutual funds
- ▶ Exchange-traded funds
- ▶ Derivatives
- ▶ Convertible notes, warrants, and rights
- ▶ Limited partnerships
- ▶ Depository receipts, except for Swedish and Philippine depository receipts and American depository receipts

To ensure investability, securities must rank in the top 75% in their respective region (U.S., developed markets outside the U.S., and emerging markets) by trading volume and turnover. Securities may also be excluded if they have experienced a significant number of nontrading days in the months preceding reconstitution.

## Index Weighting

Each index is weighted according to float-adjusted market capitalization. This reflects the composition of the opportunity set, while ensuring high capacity and mitigating turnover.

## Reconstitution and Rebalancing

The indexes are reconstituted (membership reset) semiannually and implemented after the close of business on the third Friday of June and December, effective the following Monday. If Monday is a holiday, reconstitution is effective on the business day immediately following. The market data used for reconstitution is as of the last trading day of May and November. The indexes are rebalanced (weight reset) quarterly and implemented after the close of business on the third Friday of March, June, September, and December, effective the following Monday. If Monday is a holiday, the rebalance is effective on the next business day.

## Reconstitution and Rebalancing

Asset-class weights are adjusted annually in June to incorporate the latest holdings data in our universe. The indexes are rebalanced to the target weights monthly and priced daily.

## Morningstar Global Markets Index Construction Process

