



Euronext Crypto Basket Indices

Benchmark Statement



July 17th, 2023

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1 General Information

Index Family Name : Euronext Crypto Basket Indices

Initial Date of Publication : July 26th, 2023

Index Administrator : Compass Financial Technologies (France)

Index Calculation Agent : Compass Financial Technologies (France)

2 Index Description Objective

The Euronext Crypto Basket Indices (the Indices or the Index) are a family of diversified digital asset indices designed with the objective to offer exposure to the cryptoassets space and to its sectors.

The Indices are composed of most representative and liquid cryptocurrencies or tokens satisfying eligible requirements. Weightings are based on market capitalization and may involved other criteria such as liquidity criteria.

The components have to be selected within the Euronext Crypto Indices (ECI) registered as benchmarks under the EU benchmark regulations (BMR).

The Euronext Crypto Basket Indices combine expertise in cryptocurrency and index engineering to offer investors a diversified exposure to the digital asset class.

The Euronext Crypto Basket Indices are part of the Euronext Cryptocurrency Indices family.

As of July 26th 2023, the following Euronext Crypto Basket Indices are computed and published:

Euronext Crypto Basket Indices (end of day vendors codes)					
Index	ISIN	Euronext Refintiv Mnemo	Bloomberg Code	Rounding (official levels)	Rounding (publication levels)
Euronext Crypto Select Top 25 Index	NLIX00001544	ECI25	ENXI25	2	2

Table 1: Euronext Crypto Basket Indices - Publication Codes and Rounding policy

Euronext Crypto Basket Indices (real time vendors codes)					
Index	ISIN	Euronext Refintiv Mnemo	Bloomberg Code	Rounding (official levels)	Rounding (publication levels)
Euronext Crypto Select Top 25 Real Time Index	NLIX00001551	ERI25	ENXRTI25	2	2

Table 2: Euronext Crypto Basket Indices - Real time - Publication Codes and Rounding policy

Indices may be accessed online on the Compass Financial Technologies website (www.compass-ft.com) or on Bloomberg or Refinitiv.

3 Regulatory Information

The Euronext Crypto Basket Indices are non-significant benchmarks according to EU Regulation 2016/1011 given:

1. they are not used directly or indirectly within a combination of benchmarks as a reference for financial instruments or financial contracts or for measuring the performance of investments funds having a total average value of at least EUR 50 billion on the basis of all the range of maturities or tenors of the benchmark, where applicable, over a period of six months; and
2. they have market-led substitutes and, in the event that the benchmarks cease to be provided or are provided on the basis of input data no longer fully representative of the underlying market or economic reality or unreliable input data, the benchmark administrator do not anticipate a significant and adverse impact on market integrity, financial stability, consumers, the real economy or the financing of households or businesses in the EU.

4 Index Methodology

4.1 Underlying Components

The Euronext Crypto Basket Indices invest in single digital asset crypto indices, called Underlying Components. The prices used to compute the Index are the Underlying Component Closing Prices and the Underlying Component real time prices. They are based on the single coin Euronext Crypto Indices prices. The Euronext Crypto Indices (*ECI*) have been designed to provide institutional investors with independent and robust cryptocurrency reference prices. Based on a resilient and BMR-ready compliant methodology, they serve as independent and transparent reference prices to value cryptocurrency portfolios or as benchmarks for investors willing to issue investment products tracking cryptocurrencies prices.

More details on the ECI indices including their methodology are available on the Compass website (www.compass-ft.com) or on Euronext website (www.euronext.com).

4.2 Underlying Component Eligibility requirements

To be considered as an Eligible Underlying Component, a cryptoasset linked to an *ECI* needs to satisfy the following criteria:

- Trades in USD
- Is not a stablecoin
- Presents favorable protocol tokenomics (taking into consideration supply issuance, distribution of cryptocurrencies/tokens and any parameter which could affect the behaviour of the cryptocurrency/token)
- Has at least a 3-month history of trading on an eligible exchange
- Has no known security vulnerabilities
- Is traded on at least one of the Eligible Exchanges (or equivalent) and supported by one of the Eligible Custodians (or equivalent) described in the index Methodology
- Is approved by the Index Committees as an eligible coin

Outside of exceptional circumstances, Eligible Underlying Components are reviewed every quarter based on eligibility requirements described above.

4.3 Index Mechanism

Indices are rebalanced every quarter on the third Friday of December, March, June and September (the Rebalancing Date) on new weights computed two business days before the Rebalancing Date.

Weights are based on market capitalization. For each index, a maximum exposure per component is defined to maximize index diversification.

4.4 Market Disruption Adjustments

A Market Disruption event occurs when the trading activity of an Index constituent is disrupted or the fair determination of its price is obstructed. Such scenarios take place when:

- An Index constituent is not open for trading on the specific day on all eligible exchanges
- All eligible exchanges suspend their trading for an Index constituent at a time prior to the Index published closing time with no prior notice on

The occurrence of a Market Disruption Event is determined by the Steering Committee.

If a Market Disruption Event occurs during a rebalancing date, the constituents involved are not rebalanced and their respective weights are equal to those they had on the first business day preceding the Market Disruption Event. The rebalancing period for the involved constituents will be postponed until the next available business day upon which no Market Disruption Event occurs them.

4.5 Exceptional Circumstances

In exceptional circumstances, the Index Committees governing the Index may trigger an exceptional rebalancing to adjust the composition if it considers that some of the Selected Underlying Components do break one or more of the requirements defined in Section Underlying Component Eligibility requirements.

The calculations of the Index is obstructed when there are no price available for one of the Underlying Component *ECI* at the official time of publication. If no closing price is available for the calculation date t , the Index will use the last available closing price for their Underlying Components.

The *ECI* methodology outlines management of extraordinary circumstances where data used in the *ECI* computation is delayed or missing. In the event of failure to retrieve the official closing prices for the Underlying Components, the Index Committees will do its best effort to determine relevant Underlying Component prices from alternative providers that are readily available.

5 Amendment to the Index methodology

The Index methodology may be supplemented, amended in whole or in part, revised or withdrawn at any time. Supplements, amendments, revisions and withdrawals may also lead to changes in the way the Index is compiled or calculated or affect the Index in another way. In the absence of exceptional circumstances affecting the Index calculation or methodology, the Index is reviewed annually. Changes in Index methodology decided during the annual review will be published on the Compass website (www.compass-ft.com).

The Index Administrator shall inform Index licensees of any amendment to the Index methodology with reasonable prior notice. The notification document shall provide Index licensees with the amendments, the reasons for making such amendment and the effective date of the changes.

6 Cessation of the Index

The Index Administrator has established procedures to be followed for termination of one or many Euronext Crypto Basket Indices. Any termination of a Euronext Crypto Basket Index must be approved in advance by the Index Committee. A notice to licensees will be published in advance of the termination. Before disactivating the index, the Index Administrator always determines whether there are any listed financial products issued on that index as the underlying. The Index Administrator terminates indices only provided that:

- All existing commercial customers have been consulted, and commercial relationships have been terminated or transitioned accordingly.
- Consultations with stakeholders have not led to the decision to continue the index.

The Index Administrator is not responsible for determining or offering an alternative index to its subscribers or other stakeholders when the Index is terminated. However, the Index Administrator may recommend an alternative index if it considers, based on various criteria, that this alternative index could be a credible substitute index.

7 Disclaimer

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