# Nasdaq US T-Bill Index Methodology

## Index Description

The Nasdaq US T-Bill Index is designed to act as a US dollar-denominated cash position through the use of nine US Treasury-Bills (T-Bills) ranging from 30-91 days in duration.

## Index Calculation

The NASDAQ US T-Bill Index is an equal weighted index. The value of the Index equals the aggregate value of the Index share weights, also known as the Index Shares, of each of the Index Securities multiplied by each security's Last Sale Price, and divided by the divisor of the Index. The divisor serves the purpose of scaling such aggregate value to a lower order of magnitude which is more desirable for Index reporting purposes. The Index began on July 13, 2015 at a base value of 100.00.

One versions of the Index is calculated –a total return index.
- The total return index (Nasdaq: NQCASH) reinvests cash proceeds

The Indexes are calculated and disseminated once per day in USD. The closing value of the Indexes may change up until 17:15:00 ET due to corrections to the Last Sale Price of the Index Securities.

## Eligibility Criteria

Index eligibility is limited to active United States Treasury Bills with duration greater than 30 days and less than or equal to 91 days.

## Index Evaluation

The Index Securities are evaluated on a weekly basis, except as outlined below under the Holiday Exceptions section.

1) Up to nine T-Bills with maturities between 30 days and less than or equal to 91 days remaining will be selected for Index inclusion at the launch.
2) Each Thursday, at the open of trading, the Index will be reviewed to determine the Index Security with the last amount of maturity remaining. This Index Security will be removed from the Index and will be replaced with a new Index Security that has up to 90 days of maturity remaining. The new Security will be replaced at the same weight as the removed Index Security. In specific cases, a T-Bill may have 92 days left to maturity and will still be considered as an index component to maintain a count of 9 components in the Index.
3) The Index change will become effective prior to market open on the following Monday.

## Holiday Exceptions

1) In the event Thursday is a US trading holiday, the evaluation review will be conducted on the next US trading day.
2) In the event Monday is a US trading holiday, the evaluation effective date will become the next US trading day.

## Index Rebalance

The Index employs an equal-weighted methodology and will be set to equal weighted at the Index launch. At each weekly Evaluation, the removed Index Security will be replaced at the same weight as the new Index Security.

If the weight of any individual security deviates by more than 20% from a target equal weight percentage, the Index will undergo a rebalance back to equal weight at the next Weekly Evaluation.

Nasdaq may, from time to time, exercise reasonable discretion as it deems appropriate in order to ensure Index integrity.

January 2017