

**HOCHIMINH STOCK EXCHANGE**

**GROUND RULES FOR MANAGEMENT OF THE  
VIETNAM DIAMOND INDEX**

(Acronym: VN DIAMOND)

(In accordance with Decision No.502/QĐ-SGDHCM on 30 August 2024 by the  
Chief Executive Officer of HOSE)

**Version 3.0**

**Ho Chi Minh City**

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## INDEX SUMMARY

|                                   |   |
|-----------------------------------|---|
| <b>Index Name</b>                 | <b>VIETNAM DIAMOND INDEX (VN DIAMOND)</b>   |
| <b>Index Type</b>                 | Price Index/ Total Return Index   |
| <b>Feature</b>                    | Comprising HOSE listed companies conforming to the rules of eligibility and selection criteria  |
| <b>Index governance structure</b> | <ul style="list-style-type: none"> <li>- The Index Investment Committee acts as the supervisor of VN Diamond Index</li> <li>- HOSE is responsible for constructing rules and day-to-day management of the Index</li> </ul>  |
| <b>Calculation Methodology</b>    | Free-float adjusted market capitalization   |
| <b>Number of constituents</b>     | At least 10   |
| <b>Selection criteria</b>         | <ul style="list-style-type: none"> <li>- Eligibility, Free-float ratio, Liquidity</li> <li>- FOL ratio</li> </ul>   |
| <b>Capping</b>                    | 15% for single stocks and 40% for one sector  |
| <b>Periodic review</b>            | <ul style="list-style-type: none"> <li>- Constituents change, weight limits for new constituents or constituents pending elimination: The 3<sup>rd</sup> Mondays of April and October.</li> <li>- Adjusting Outstanding shares, Free-float, Cap-weight rate, FOL weight, Liquidity weight on the 3<sup>rd</sup> Mondays of January, April, July and October.</li> </ul> |
| <b>Data review</b>                | The last trading date of each quarter   |
| <b>Time to apply change</b>       | <b>The 1<sup>st</sup> Mondays of February, May, August, and November.</b>   |
| <b>Calculation frequency</b>      | Price Index: Real-time (every 5 second)<br>Total Return Index: End of day (one per day)   |
| <b>Base date</b>                  | 15/11/2019  |
| <b>Base value</b>                 | 1000  |

**1. INTRODUCTION**

- 1.1. The Ground rules for management of the VIETNAM DIAMOND INDEX (hereinafter referred to as “Ground Rules”) state the principles in constructing and managing VIETNAM DIAMOND INDEX (referred to as VN DIAMOND Index) of Ho Chi Minh Stock Exchange (HOSE). The Ground Rules are issued according to Decision No.502/QĐ-SGDHCM on 30 August 2024 by the Chief Executive Officer of HOSE.
- 1.2. The VN DIAMOND index is calculated as a price index. The Price index represents the price movement of companies listed on HOSE, which met the eligibility and selection criteria.

## **2. INDEX MANAGEMENT**

### **2.1. The HOSE Index Investment Committee**

Established by Decision No. 331/QĐ-SGDHCM August 22, 2019, The HOSE Index Investment Committee is responsible for regularly monitoring and case-by-case review of the Indices, oversight the management, operation and maintenance of the VN DIAMOND index in compliance with Ground Rules issued by HOSE.

The Index Committee nomination, scope of responsibility, organizational and operational principles, resolution of conflict of interest and confidentiality shall be stated in “Operating principles of HOSE Investment Index Committee”.

### **2.2. Implementation**

HOSE sets the Ground Rules and is responsible for the day-to-day management of the indices.

### **2.3. Cases not covered in Ground Rules**

For cases which are not expressly stated in Ground Rules, HOSE reserves the right to take necessary action to ensure the best interest of market participants.

The action shall not create a precedent for HOSE’s future decisions

### **2.4. Amendment, supplement and withdrawal**

Ground Rules may be supplemented, amended or withdrawn in whole or in part at any time. Amendments, supplements or withdrawals may lead to changes in the way the Indices are constructed and managed or affect the indices.

Amendments, supplements or withdrawn of Ground Rules are made when approved by a majority of members of the HOSE Index Investment Committee according to the “Operating principles of HOSE Investment Index Committee”.

### **2.5. Liability**

Based on the purpose of Ground Rules and the ability of amendment, supplement or withdrawn of Ground Rules from time to time, HOSE and the Index Committee (or any individuals involved in the preparation or disclosure of Ground Rules) shall not be liable for any losses, damages, claims or expenses suffered by any individuals, institutions as a result of any of the followings:

- (i) Any reliance on Ground Rules or database of the constituents of the Indices, and/or;
- (ii) Any errors or any inaccuracies in Ground Rules, and/or;
- (iii) Any errors or any inaccuracies in collecting and using data relating to determine free-float shares, and/or;
- (iv) Any non-application or misapplication of the policies and the procedures described in Ground Rules and/or;



- (v) Any errors or inaccuracies in the compilation, calculation or any data of the constituents of the indices.

Within its authority, HOSE shall conduct all necessary measures to ensure the accuracy of Ground Rules and Index constituents as well as calculating, adjusting and disclosing the Indices subjected to the appropriate rules.

2.6. Intellectual property right

HOSE owns all intellectual property rights to Ground Rules and the indices of VN DIAMOND index including name, the composition and the calculation of the indices. Any reproduction or printing in whole or in part of the VN DIAMOND index without prior consent of HOSE are considered copyright breach, are prohibited and shall be handled under legislation.

2.7. Correction policy

In order to maintain the index series at the highest standard of accuracy, integrity and with the reliable data source subject to the best practice in the statistics and operation, data errors in calculation process shall be adjusted and index users shall be notified in due time. However, minor errors that do not significantly affect the accuracy of the Index shall be adjusted without notice.

2.8. Index re-calculation

The indices shall be re-calculated in case of significant errors. Index users shall be notified at the earliest time.



### 3. INDEX SELECTION METHODOLOGY

- 3.1. Determining the index for the first time is done similarly to the periodic review steps below but does not consider prioritizing stocks that are in the previous period of the index.

In case the establishment of the index basket for the first time is not at the same time as the periodic review in Section 3.8, the list of stocks to be reviewed and the data closing date are based on the latest review period of the HOSE Index.

#### 3.2. Eligible stocks

- a. Stocks are constituents of the current VNALLSHARE index.
- b. Stocks not in the current VNALLSHARE index, must satisfy the following conditions:
  - Stocks are not subject to warnings, controlled, trading restrictions, or temporary trading suspension (*except temporary trading suspension due to corporate actions such as stock split/merger, M&A, etc. less than 30 trading days*), be suspended from trading within 3 months up to the date of closing data for review.
  - Have at least 3 months of listing and trading on HOSE up to the data closing date for periodic index review.
  - Stocks with a free-float adjusted market capitalization (GTVH\_f) of at least VND 5,000 billion (how to calculate GTVH\_f referred to Section 3 of the Rules for construction and management of the HOSE-Index).
  - Stocks with a minimum order-matching (OM) trading value of 15 billion VND (how to calculate trading value refer to Section 3 of the Rules for construction and management of the HOSE-Index).

#### 3.3. Market Capitalization

- Stocks that meet the conditions in Section 3.2 are considered for the index' constituents when they have a minimum GTVH\_f of VND 2,000 billion.
- In case the index's basket contains less than 50 eligible stocks, additional stocks will be selected in descending order of GTVH\_f until the index's basket contains 50 stocks.

#### 3.4. Liquidity

- Stocks that meet the conditions in Section 3.3 will be considered for OM trading value.
- Stocks that are not index's constituents in the previous period and have OM trading value of less than 20 billion VND will be removed from the list of stocks for the index's basket (how to calculate OM trading volume, please refer to Section 3 of this article).
- Stocks that are index's constituents in the previous period with OM trading value of less than 10 billion VND will be removed from the index.

- In case the index's basket contains less than 30 eligible stocks, additional stocks will be selected in descending order of OM trading value until the index's basket contains 30 stocks.

### 3.5. FOL

#### 3.5.1. Definitions and formula

- **Foreign\_Limit(%)** is the maximum foreign investor ownership ratio announced by VSDC on the last trading day of the month.
- **Foreign\_Limit\_Adjust(%)** is the maximum adjusted ownership ratio of foreign investors on the last trading day of the month .

**Foreign\_Limit\_Adjust** of stock *i* is defined as follows:

- *For stocks in Banking sector:*

$$\text{Foreign\_Limit\_Adjust}(\%)_i = \max(\text{Foreign\_Limit}(\%)_i, 20\%)$$

- *For stocks not in Banking sector:*

- + In case  $\text{Foreign\_Limit}(\%)_i$  is less than or equal to 50%:

$$\text{Foreign\_Limit\_Adjust}(\%)_i = 50\%$$

- + In case  $\text{Foreign\_Limit}(\%)_i$  is greater than 50%:

$$\text{Foreign\_Limit\_Adjust}(\%)_i = 100\%$$

Note: Stocks are classified as Banking and Non-Banking sector according to GICS® level 2.

- **Total\_Foreign\_Per\_Shr\_AM<sub>i</sub>** is the ratio of currently owned by foreign investors holding stock *i* on the last trading day of the month. This value is disclosed by VSDC on the last trading day of the month.
- **FOL<sub>month</sub>** is the ratio between the holding ratio of foreign investors on the last trading day of each month compared to the adjusted maximum ownership ratio.

**FOL<sub>i-month</sub>** is determined by the following formula:

$$\text{FOL}_{i\_tháng} = \frac{\text{Total\_Foreign\_Per\_Shr\_AM}_i}{\text{Foreign\_Limit\_Adjust}(\%)_i}$$

- **FOL<sub>i</sub>** is calculated as the average of the **FOL<sub>i</sub>** last 12 **\_month values**.

#### 3.5.2. Screening conditions for FOL

Stocks, after meeting the following conditions in Section 3.4, will be arranged in descending order of FOL. **Selecting the 25 stocks with the highest FOL.**

**Stocks in the previous period that meet the following conditions after step 3.4** will be considered for the index's basket.

### 3.6. Stock quality



## 3.6.1. Definitions and formula

- **Earnings per share (EPS)** is the ratio of total earnings after tax of the 12 most recent quarters with published data compared to the average adjusted daily circulation volume of stocks listed on HOSE and adjusted for the annual average. For newly listed stocks or stocks transferred to HOSE, the number of quarters is calculated by the actual number of listed quarters on HOSE.
- **P/E ratio** is the ratio of the closing price of a stock at the time of data review to EPS.

$$P/E_i = \frac{\text{Close price of stock } i \text{ at the time of data review}}{\text{Earnings per share of stock } i (EPS_i)}$$

- **Average P/E ratio** is the average P/E ratio of stocks selected from Section 3.5, excluding P/E of stocks with negative values or greater than 100. The average P/E ratio is calculated for two (02) groups of stocks: the Banking group and the Non-Banking group.

## 3.6.2. Screening conditions for stock quality

Stocks that meet the conditions in Section 3.5 are considered for P/E ratio as follows:

- Stocks **that are not** in the index of the previous period are considered to participate in the index if  $0 \leq P/E \leq 2$  times the average P/E of that group.
- Stocks in the previous period are considered to participate in the index if  $0 \leq P/E \leq 3$  times the average P/E of that group.
- In case the index contains less than 10 stocks, continue selecting until there are 10 stocks in the following order of priority:
  - Prioritize stocks with P/E value  $\geq 0$ , select stocks with P/E value in ascending order, in which stocks in the previous period will be considered first. If the index still contains less than 10 stocks, then new stocks will be considered.
  - In case the index contains less than 10 stocks, additional stocks will be selected based on P/E value  $< 0$ : select stocks in descending order of P/E.

## 3.7. Index Selection

3.7.1. Stocks that meet the conditions in Section 3.6 will be considered for FOL in the index so that the number of stocks in the index is at least 10.

- **Select index's constituents for the first time:** Stocks that meet the conditions in Section 3.6 and have a minimum FOL of 95% will be selected for the index.
- **Selecting a periodic index:** Stocks that meet the conditions in Section 3.6 and meet the following conditions are selected to be included in the index:
  - For new stocks: minimum FOL of 95%

- For stocks in the previous period: minimum FOL of 65%.
- In case the index's basket does not have enough 10 stocks, the selection of the remaining stocks is based on descending order of FOL until there are enough 10 stocks.

3.7.2. Determining the official index's basket:

- This period's provisional index's basket is all stocks that satisfy the selecting conditions after Section 3.7.1, Section 6.4 (if have).
- The basket of stocks pending elimination includes stocks that simultaneously satisfy the following conditions:
  - Belong to the previous official index's basket
  - Not included in the basket of stocks pending to be eliminated in the previous period, not applicable in case the previous period has not determined the stocks pending to be eliminated due to the first application of the rule improvement.
  - Not included in this period's provisional index's basket
- The basket of stocks entering the index for the first time is:
  - Stocks included in this period's provisional index's basket but not in the previous period's official index's basket; or
  - Stocks in the provisional index's basket this period and in the pending elimination basket of the previous period
- The basket of stocks maintained for two consecutive periods (abbreviated as maintained stocks) is the stock in the provisional index's basket of this period but not in the basket of stocks pending to be eliminated and the basket of stocks entering the index for the first time.
- The official index's basket this period includes the basket of stocks pending to be eliminated, the basket of stocks entering the index for the first time and the basket of stocks maintained.

3.8. Review period

The index's constituent stocks will be reviewed semi-annually in April and October. The data cut-off date is the last trading day ending each quarter in March, June, September and December of each year.

- 3.9. During the period from the data closing date to the official effective date of the new basket, the list of constituent stocks that are part of the official basket will continue to be updated, excluding stocks that fall into controlled trading restrictions, temporary trading suspension (*except temporary trading suspension due to corporate events of less than 30 trading days*), trading suspension, delisted stocks. The replacement of removed stocks will be similar to the adjustment in the period specified in section 7.1 and will be classified into index's basket as specified in Section 3.7.2.



#### 4. PRICE INDEX CALCULATION

4.1. The VN DIAMOND Index is calculated based on free-float adjusted market capitalization method.

4.2. Formula:

$$\text{Index} = \frac{\text{CMV}}{\text{Divisor}}$$

Where:

\* **CMV** (Current market capitalization):

$$\text{CMV} = \sum_{i=1}^n (p_i \times s_i \times f_i \times c_i \times wS_i \times wFOL_i \times wL_i)$$

- $i = 1, 2, 3 \dots n$
- $n$ : number of stocks in the Index.
- $p_i$ : price of stock (i) at the time of calculation.
- $s_i$ : number of outstanding shares of stock (i) at the time of calculation.
- $f_i$ : rounded free-float ratio of stock i in the index at the time of calculation. (*Refer to free-float rounding in section 3 of the Rules for construction and management of the HOSE-Index*)
- $wS_i$ : weight for maintained stocks, stocks entering the index for the first time or stocks pending to be eliminated.

$wS_i$  is calculated as follows:

(a) For stocks entering the index for the first time or pending to be eliminated during period:  $wS_i = 50\%$

(b) For maintained stocks:  $wS_i = 100\%$

- $wFOL_i$ : the FOL weight of stock i is calculated as follows:

| FOL   | <i>Below 70%</i> | <i>From 70% to less than 80%</i> | <i>From 80% to below 90%</i> | <i>90% or more</i> |
|-------|------------------|----------------------------------|------------------------------|--------------------|
| FOL i | 25%              | 50%                              | 75%                          | 100%               |

- $wL_i$ : liquidity weight of stock i is calculated as follows:

| GTGD_KL / GTVH_f | <i>Less than 0.1%</i> | <i>From 0.1% to less than 0.15%</i> | <i>From 0.15% to less than 0.2%</i> | <i>From 0.2% or more</i> |
|------------------|-----------------------|-------------------------------------|-------------------------------------|--------------------------|
| $wL_i$           | 25%                   | 50%                                 | 75%                                 | 100%                     |

- $c_i$ : Cap-weight rate for each constituent (%), to ensure that the capitalization proportion of stocks does not exceed the specified threshold (*Refer to the principles on capitalization proportion limits in section 6*), is calculated as follows:

$$c_i = \frac{Z}{I \times (p_i \times s_i \times f_i \times wFOL_i \times wS_i \times wL_i)} \sum_{j=1}^J (p_j \times s_j \times f_j \times wFOL_j \times wS_j \times wL_j)$$

Where:

- i: single stock or group of stocks within the same sector exceeds the capitalization weight limit
- j: single stock or group of stocks within the same sector does not exceed the capitalization weight limit
- J: collection of single stocks or groups of stocks in the same sector with no capitalization limit
- wS : weight limit for stocks maintained, stocks entering the index for the first time or stocks pending to be eliminated.
- $p \times s \times f \times wFOL \times wS \times wL$ : capitalization value with free-float adjustment, weight limit according to FOL, maintained stocks, stocks entering the index for the first time or stocks pending elimination, and liquidity weighting of single stocks or groups of stocks in the same sector.
- I: total capitalization proportion of single stocks or groups of stocks in the same sector does not exceed the proportion limit.
- Z: capitalization weight limit (15% for individual stocks and 40% for groups of stocks in the same sector).

\* **Divisor:** At base date, Divisor equals to Total Market Capitalization divided by index base value. If CMV increases/decreases due to reasons other than market price fluctuations, necessary adjustment will be made to the Divisor in order to maintain the continuity of the index.

- 4.3. Prices to calculate the index and outstanding shares refer to details in Section 5 of the Rules for construction and management HOSE-Index.
- 4.4. The price index of VN DIAMOND is calculated on real-time basis and distributed every 5 seconds during the trading days.

## 5. TOTAL RETURN INDEX CALCULATION

### 5.1. Formula:

$$\mathbf{TRI}_t = \mathbf{TRI}_{t-1} * (1 + \mathbf{PriceReturn}_t + \mathbf{DividendYield}_t)$$

Where:

- \*  $\mathbf{TRI}_t$ : Total Return Index on day t
- \*  $\mathbf{TRI}_{t-1}$ : Total Return Index on day t-1
- \*  $\mathbf{PriceReturn}$ : Growth of price index on day t against day t-1

$$* \mathbf{PriceReturn}_t = \frac{\mathbf{IA}_t - \mathbf{IA}_{t-1}}{\mathbf{IA}_{t-1}}$$

- $\mathbf{IA}_t$  = Price Index A on day t
- $\mathbf{IA}_{t-1}$  = Price Index A on day t-1

$$\mathbf{DividendYield}_t = \frac{\mathbf{IndexDividend}_t}{\mathbf{IA}_{t-1}}$$

- $\mathbf{IndexDividend}_t$  is calculated on the total cash dividends of the stocks present in the price index A on date t

$$\mathbf{IndexDividend}_t = \frac{\sum_{i=1}^n \mathbf{DPS}_i \times s_i \times f_i \times c_i \times wS_i \times wFOL_i \times wL_i}{\mathbf{Divisor}_t} * 100$$

Where:

- $\mathbf{DPS}_i$  = cash dividend per share of stock i on day t
- $s_i$  = outstanding share for index calculation of stock i on day t-1
- $f_i$  = free-float ratio of stock i on day t
- $c_i$  = weight of stock i on day t
- $wS_i$ : weight limit for stocks maintained, stocks entering the index for the first time or stocks pending elimination
- $wFOL_i$  = FOL weight of stock i
- $wL_i$  = liquidity weight of stock i
- $\mathbf{Divisor}_t$  = Divisor of price Index A on day t

- 5.2. The Total Return Index shall be calculated based on the price index of VN-DIAMOND Index.
- 5.3. The method for calculating the total return index can be found in detail in Section 6 of the Rules for construction and management of the HOSE-Index.
- 5.4. The Total Return Index shall be calculated and distributed one time at the end of each trading day.



## **6. CAPPING FACTOR OF CONSTITUENT STOCKS**

- 6.1. In order to avoid the situation where a single stock or group of stocks within the same sector in the index accounts for too large a capitalization proportion, the capitalization proportion of stocks or groups of stocks with the same sector in the index basket will be limited at a certain threshold.
- 6.2. Groups of stocks with the same sector are determined based on the GICS® level 2 (Industry Group) implemented by MSCI and S&P and the sector classification information of listed companies is updated on the HOSE homepage: [www.hsx.vn](http://www.hsx.vn). (Updated sector information for stocks can be found in detail in Section 10 of the Rules for construction and management of the HOSE-Index).
- 6.3. The capitalization threshold limit applied to single stock of the VN DIAMOND index is 15%.
- 6.4. The capitalization threshold limit applied to sectors of the VN DIAMOND index is 40%.

In case there is one (01) sector that has capitalization threshold over 40%: If the number of stocks not in this sector is less than eight (08), then selecting additional stocks not in this sector to have enough eight (08) stocks based on the FOL list in descending order after screening in step 3.6 at the latest review of constituent stocks.

In case there are two (02) sector that have capitalization threshold over 40%: If the number of stocks not in these two (02) industries is less than three (03), then selecting additional stocks not in this sector to have enough (03) stocks based on the FOL list in descending order after screening in step 3.6 at the latest review of constituent stocks.

Selected stocks are classified into index's basket as specified in Section 3.7.2.



## 7. ADJUSTMENTS TO CONSTITUENT STOCKS

| No. | Type of Adjustment              | Method of Adjustment   |  |
|-----|---------------------------------|--|--|
|     |                                 | Periodic review  | During the period  |
| 7.1 | <b>Constituent replacement</b>  | At the review period, the constituents of the VN DIAMOND index will be determined according to the conditions specified in section 3 of the Index Rules. | <p>- If a constituent is categorized “Controlled”, “Restricted” or “Suspended” (except for suspended by corporate actions such as stock split or merger within 30 trading days), suspension of trading, de-listed, it will be removed from the list of constituents.</p> <p>- Replacement of removed constituents:</p> <ul style="list-style-type: none"> <li>• If the constituent list of the VN DIAMOND index has less than 10 stocks, select stocks from the list of 25 stocks considered after step 3.5 at the latest review period. Replacement stocks are prioritized according to FOL (determined at the time of the first/last periodic review) in descending order. If two stocks have equal FOL, then select the stocks with higher GTGD_KL.</li> <li>• If the constituent list of the VN DIAMOND index is greater than or equal to 10 stocks, do not add stocks to replace the removed stocks.</li> </ul> <p>- In case there is any change of constituents during the current period, leading to the limitation of the number of stocks not in group being less than the standard in section 6.4, the additional stocks will be added following rules in section 6.4.</p> |
| 7.2 | <b>Mergers and Acquisitions</b> | <i>Mergers among constituent companies</i>   |  |
|     |                                 |  | <p>- The resulting company will remain a constituent of the index. Related information will be adjusted (outstanding share, free-float ratio and cap-weight rate).</p> <p>- The merged company will be removed from the index.</p> <p>- Replacing removed stocks is similar to adjusting the index during the period in section 7.1</p>  |

|     |                             |   |   |
|-----|-----------------------------|---|---|
|     |                             | <i>A constituent company is taken over by a non-constituent company:</i>            |   |
|     |                             |   | <ul style="list-style-type: none"> <li>- Original companies in the index and resulting companies will be removed from the index.</li> <li>- Replacing removed stocks is similar to adjusting the index during the period in section 7.1</li> <li>- Any eligible company resulting from acquisition is subjected to constituent selection criteria for the next period.</li> </ul> |
| 7.3 | <b>Split-up or Spin-off</b> | <i>Split-up (split company ceases to exist)</i>                                     |   |
|     |                             |   | <ul style="list-style-type: none"> <li>- The resulting companies shall be removed from the index. The stocks shall be considered for the next period constituents if eligible for selection criteria.</li> <li>- Replacement of removed constituents is similar to adjusting the index during the period in section 7.1</li> </ul>  |
|     |                             | <i>Spin-off (parent company and resulting company acting as separated entities)</i> |   |
|     |                             |   | <ul style="list-style-type: none"> <li>- The resulting company may stay in the index if it is eligible for index selection criteria.</li> <li>- The resulting companies shall only be considered for the next period if they are eligible for selection criteria.</li> </ul>  |

## 8. DIVISOR ADJUSTMENT

- 8.1 In case of any increase or decrease in market capitalization which is influenced by corporate actions or changes in number of constituents, but not market fluctuation, Divisor needs to be adjusted in order to maintain the continuity of the index. The principle of Divisor adjustment is to keep the index before and after adjustment the same.

**Index after adjustment = Index before adjustment**

$$\frac{CMV_a}{Divisor_a} = \frac{CMV_b}{Divisor_b}$$

$$Divisor_a = \frac{CMV_a}{CMV_b} \times Divisor_b$$

Where:

- $Divisor_b$  = Divisor before adjustment
  - $CMV_b$  = Market Capitalization before adjustment
  - $Divisor_a$  = Divisor after adjustment
  - $CMV_a$  = Market Capitalization after adjustment
- 8.2. Events requiring adjustment of the divisor can be found in detail in Section 9 of the Rules for construction and management of the HOSE-Index.



## 9. INFORMATION DISCLOSURE POLICY

Changes to the indices including constituents or Ground Rules will be disclosed on HOSE's website ([www.hsx.vn](http://www.hsx.vn)). The time of disclosure is applied as follow:

| No.      | Content of disclosure  | Time of disclosure   |
|----------|--|--|
| <b>A</b> | <b>Periodic review</b>   |  |
| <b>1</b> | Constituent changes at periodic review; weight limits for maintained stocks, stocks entering the first time or stocks pending elimination. | <b>The 3<sup>rd</sup> Mondays of April and October and effective from the 1<sup>st</sup> Mondays of May and November.</b>  |
| <b>2</b> | Changes in free-float ratios, outstanding shares, capping factors, FOL weight limit, liquidity weight limit.                               | <b>The 3<sup>rd</sup> Mondays of January and April, July, and October and effective from the 1<sup>st</sup> Mondays of February, May, August and November.</b>           |
| <b>B</b> | <b>Non-periodic changes</b>  |  |
| <b>1</b> | Elimination/ Replacement of constituents (constituents, free-float ratios, outstanding shares, capping factors).                           | <b>At least 05 business days</b> before the effective date of the changes.   |
| <b>2</b> | Corporate actions.   | Accordance with the current rules and regulation of HOSE.  |
| <b>3</b> | Index management policy.   | <b>At least 30 days</b> before the effective date. However, the time of disclosure can be flexible if the changes do not conflict with the benefits of relevant parties. |
| <b>C</b> | <b>Other disclosures</b><br>Notices mentioned in Article 2.7, 2.8 and other announcements.   | To be announced as soon as possible.   |

### Note:

- In case the information disclosure date (the 3<sup>rd</sup> Monday of January, April, July, October) and/or the effective date of application (the 1<sup>st</sup> Monday of February, May, August, November) coincide for holidays and Lunar New Year, the information disclosure date and/or effective date will be the first trading day after that.
- The time for distributing information for the first calculated index may vary depending on reality.



## **10. CONTACT INFORMATION**

For more information or feedback on the VN DIAMOND index, please visit the homepage [www.hsx.vn](http://www.hsx.vn) or contact the Market Information Department - Ho Chi Minh Stock Exchange about construction methods, index calculation and information provision services.

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