



BeQ Indexes

Management rules

September 2025



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WEALTH FARMING

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Indexes Management Rules

Governance and Disclaimer

Rulebook

The **BeQ Indexes** are rules-based indexes completely.

Liability

The information contained in this document is given without warranty, implying no obligation of any kind on the part of BeQ Indexes and may be changed by BeQ Indexes at any time without further notice. BeQ Indexes accepts no liability for any loss resulting from supplementing, amending, revising or withdrawing from the Rules.

While BeQ Indexes is responsible for maintaining the accuracy of the BeQ Indexes, it does not assume liability for any losses that may result from calculation errors, publication of the index, or inaccuracies in the information used for index adjustments and periodic reviews.

Announcement Policy

Changes to the index resulting from periodical review and extra correction due to extraordinary events will be normally distributed via email and/or the website of VLI Logistics indexes two to five days before the effective date.

The daily corporate action treatment of which rules are fixed in the document requires no further public announcement. Exceptional treatment cases will be, however, publicly informed via email and/or the website of BEQ Indexes.

Indexes Calculation

Formula

Price indexes

The Price index (PI) level formula is used to calculate real-time index levels:

$$PI_t = BASE * \frac{[\sum_{i=1}^n N_{it} F_{it} k_{it} X_{it} P_{it}]}{CAPI_0 * K_t}$$

where

- BASE Base value of the index at the start date (or base date)
- n Number of instruments composing the index
- N_{it} Number of outstanding shares of an instrument in the sample
- F_{it} Free float of an instrument in the sample
- k_{it} Capping factor applied to the instrument

- M_i Price Multiplication ($M = 1$ as the expression is in 1 USD)
- P_{it} Last Traded Price of an instrument in the sample (if there is no trade for the current day, it is replaced by the last traded price of the previous days, eventually adjusted by corporate events)
- X_{it} Currency rate to convert the dividend into the index currency
- CAP_{I_0} Base capitalization (Capitalization of the index at the base date)
- K_t Adjustment factor on the index

For convenience, the index level could be expressed by a simpler formula:

$$PI_t = BASE * \frac{CAPI_t}{DIVISOR_t}$$

$$CAPI_t = \sum_{i=1}^n N_{it} F_{it} k_{it} M_i X_{it} P_{it}$$

$$DIVISOR_t = CAPI_0 * K_t$$

Return indexes

The Total Return Index (TRI) and the Net Return Index (NRI) formulas are used to determine returns on equity indexes and indicate the index's performance.

$$TRI_t = \frac{TRI_{d-1}}{PI_{d-1}} \times \left(PI_t + BASE \frac{GD_t}{DIVISOR_t} \right)$$

$$NRI_t = \frac{NRI_{d-1}}{PI_{d-1}} \times \left(PI_t + BASE \frac{ND_t}{DIVISOR_t} \right)$$

$$GD_t = \sum_{i=1}^n N_{it} F_{it} k_{it} M_i X_{it} D_{it} \text{ where } D_{it} \text{ is gross dividend}$$

where

- $TRRI_{d-1}$ Total Return Re-investment Index at the close of the previous day
- $NRRI_{d-1}$ Net Return Re-investment Index at the close of the previous day
- CAP_{It} Market Capitalization (eventually adjusted) of the index at time t
- $CAP_{I_{d-1}}$ Market Capitalization (eventually adjusted) of the index at the close of the previous day
- GD_t Gross Dividend of the index at time t
- ND_t Net Dividend of the index at time t

Indexes Reviews

Composition

The composition is reviewed every semester at the 3rd Friday of March, September.

To increase stability for **BeQ Tradable Indexes** composition, stability rule of 10% is applied in the composition review:

For example,

A company already in **BeQ Tradable Indexes** falls below the 8th position in the ranking list will be moved out of the index and replaced by a new company ranked the highest. Also, a new company is selected in the index if only it rises above the 12th in the ranking list to replace the company that ranks the lowest.

The selection is based on the market figures over the last 12 months ending the last trading day of previous month of the review. For example, for the March review, statistics are calculated over the period from March of the previous year to February of the current year.

The decision of the BeQ Indexes is published at least 2 days before the changes effective date.

Number of shares

The number of shares in all **BeQ Tradable Indexes** is only updated once a quarter (at the quarterly review), except for special circumstances:

In the case the change of the number of shares is higher than 10% in absolute value, the number of shares will be effective immediately with in principle 2 days of pre-announcement by BEQ indexes.

The effective date is the 3rd Friday of March, June, September and December, after the market close. The review information is published in principle 5 days before the changes effective date.

Free Float

The Free Float adjustment concerns BeQ Tradable Indexes.

The free float is reviewed semesterly.

The free-float calculation is based on the available and public information at the end of February and August. The effective date is the 3rd Friday of March, and September. The review information is published in principle 5 days before the changes effective date.

In the case the change of the free float rate is higher than 10% in absolute value; the new free float will be effective immediately with at least 2 days of pre-announcement by the BeQ indexes.

Capping Factor

The capping Factor adjustment concerns BeQ Tradable Indexes and BeQ Equally Weighted Indexes.

Capping factor is used to limit the maximum weight of a company in the Blue Chips index or to modify the weighting of the company in the Equal Weighted index to follow the target weighting

The capping factor is reviewed semesterly of the cycle March and September review barring exceptional circumstances.

The effective date is the 3rd Friday of the review quarter. At the close of the 3rd Friday of the review, the capping factor is calculated and based on the last traded prices of constituents and published immediately for the index adjustment.

In the case the change of weight is higher than 2% in absolute value or when index turnover is higher than 10%, the capping will be reviewed and effective immediately for the next trading date.

Indexes Adjustments

The following section shows how the price is adjusted following the corporate actions type. Assume

- Y is new received shares for every X hold share
- DIV is the dividend announced by the company
- CL is the closing price

Regular Cash dividend

While regular cash dividend is not taken account of in Price index, it is fully taken account of in Total return index.

- **Adjusted price** Unchanged
- **Adjusted share** Unchanged
- **Divisor** Unchanged

Special (or Extraordinary) cash dividend

Special cash dividend is determined as any cash dividend distributed out of usual dividend policy. Special cash dividend is taken account either in Price index or Total return index

In a split event, company increases the number of outstanding shares. Share price decreases in the same proportion to maintain the same market capitalization.

- **Adjusted price** $CL * X/Y$
- **Adjusted share** $Old\ number\ of\ shares * Y/X$
- **Divisor** Unchanged

Stock Dividend

Shareholders receive payment of company dividends in the form of stock.

- **Adjusted price** $CL * X / (X + Y)$
- **Adjusted share** $Old\ number\ of\ shares * (X + Y) / X$
- **Divisor** Unchanged

Stock Dividend (From treasury)

Company distributes treasury stock to shareholders as stock dividend.

- **Adjusted price** $CL - CL * Y / (X + Y)$
- **Adjusted share** Unchanged
- **Divisor** Decreases

Stock Dividend (of another company)

- **Adjusted price** $(CL * X - \text{price of the other company} * Y) / X$
- **Adjusted share** Unchanged
- **Divisor** Decreases

Right issue

Shareholders purchase additional share at a discount on the market price.

Out-of-the-money: If the subscription price \geq the stock closing price on the day before the ex-date, the rights offering is out-of-the-money, there's no adjustment on both price and shares for all BeQ Index.

In-the-money: If the rights price $<$ the stock closing price on the day before the ex-date, then the rights offering is in-the-money. Shares and prices are adjusted as follows:

- **Adjusted price** $(CL * X + (\text{Subscription price} + \text{DIV}) * Y) / (X + Y)$
- **Adjusted share** Old number of shares $* (X + Y) / X$
- **Divisor** Increases

For the effective date of the new share number:

- **Tradable indexes** The effective date is the ex-date
- **Other indexes** The effective date is the issue date of new share

Return of capital

- **Adjusted price** $[(CL - \text{capital return announced by company}) * (1 - \text{withholding tax})] * X / Y$
- **Adjusted share** Old number of shares $* Y / X$
- **Divisor** Decreases

Shares repurchase

- **Adjusted price** $[(\text{Price before tender} * \text{old number of shares}) - (\text{tender price} * \text{number of tendered shares})] / (\text{old number of shares} - \text{number of tendered shares})$
- **Adjusted share** Old number of shares - number of tendered shares

Spin - off

- **Adjusted price** $(CL * X - \text{price of spin-off shares} Y) / X$
- **Adjusted share** Unchanged
- **Divisor** Decreases

Combination of stock distribution and rights Offerings

- **Adjusted price** $[CL * X + \text{subscription price} * Z] / [X + Y + Z]$
- **Adjusted share** Old number of shares $* [X + Y + Z] / X$
- **Divisor** Increases

Exceptional treatment

BeQ Indexes reserve the right in certain appropriate cases to diverge from those treatments described from point 8.1 to point 8.12.

Any treatment classified as exceptional treatments will be announced publicly via email and/or the website of BeQ Indexes as soon as possible.

Changes of constituents

Replacements

Tradable Indexes

- In the case that a constituent of the index is deleted: there will be no further stock selected to maintain the fixed number of stocks in the index.
- Constituent number stays unchanged until the next periodical composition review. The deletion will be announced at least two days before the effective date.

Other indexes

- The constituent is removed from the index. There is no additional action.

Suspension

Tradable Indexes

- The Index Committee can remove a stock that is suspended from trading. In this case, the stock is removed at the suspension price.
- The removed stock can be reintroduced in the index composition as soon as the suspension is taken off. The event will be announced at least two days before the effective date.

Other indexes

- Not applicable.

Mergers, Restructuring and Acquisitions

Tradable Indexes

- When a constituent of this index is affected by an operation of mergers/restructuring or acquisition, the surviving stock or non-surviving stock that does not qualify for this index will be deleted immediately.
- A surviving stock that qualifies for this index is added to the indices as a replacement for the original stock. The event will be announced at least two days before the effective date.

Other indexes

- Not applicable.

New issues

Tradable Indexes

- The integration of a new listed stock into the index depends on the decision of the BeQ Indexes Committee in function of the size and the expected liquidity of the stock following the Fast Entry Rules.
- In the case of new adding, the decision will take effect two weeks after the announcement.

Other indexes

- New IPO will be introduced automatically in the concerned indexes (market or sector indexes) on the next day following the first trading day.

Spin- offs

Tradable Indexes

- All spin-off stocks will automatically be added to the index composition for one day trading. If the spin-off stock does not qualify with the eligible criteria, it will be deleted from the index composition after the first trading day.
- The event will be announced at least two days before the effective date.

Other indexes

- Not applicable.

Split-up

Tradable Indexes

- All new stocks issued from split-up operation will automatically be added to the index composition for one trading day. If the spin-off stock does not qualify with the eligible criteria, it will be deleted from the index composition after the first trading day.
- The event will be announced at least two days before the effective date.

Other indexes

- Not applicable.

Sector Changes

The indices are updated with the sector changes. The event will be announced at least two days before the effective date.

Implementation of Rules

INDEX	CODE MOTHER
BENCHMARK	
BeQ Blockchain ETF Benchmark Index	INDETFLKCHNCWPRUSD
BeQ Listed Exchanges Benchmark Index	INDEXCCWPRUSD
BeQ Listed Exchanges USA Benchmark Index	INDEXCUSACWPRUSD
BeQ Digital Trading Platforms Benchmark Index	INDDIGPLFCWPRUSD
BeQ Digital Trading Platforms USA Benchmark Index	INDDIGPLFUSACWPRUSD
TRADABLE	
BeQ Dynamic Multi Asset Index	INDCST002CWPRUSD
BeQ Indexes Review Index	INDREVRT20CWPRUSD
BeQ Top 5 Blockchain ETF Tradable Index	INDETFLKCHN05CWPRUSD
BeQ Top 10 Blockchain ETF Tradable Index	INDETFLKCHN10CWPRUSD
BeQ Top 5 Digital Trading Platforms Tradable Index	INDDIGPLF05CWPRUSD
BeQ Top 10 Digital Trading Platforms Tradable Index	INDDIGPLF10CWPRUSD
BeQ Top 5 Listed Exchanges Tradable Index	INDEXC05CWPRUSD
BeQ Top 10 Listed Exchanges Tradable Index	INDEXC10CWPRUSD



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