

## Systematic Cross Premia Index<sup>SM</sup>

The Systematic Cross Premia Index<sup>SM</sup>, designed by Asset Management One USA in 2021, measures the performance of a broad cross-section of risk premia factors, diversified over asset class and style. The universe includes risk premia strategies from a selected group of investment banks, with each bank curating a list for inclusion according to certain rule-based criteria. The Index is currently being implemented through an investable Cayman Segregated Portfolio that trades the index portfolio and resides on the Wilshire Managed Account Platform.

### Membership

To be included in the Systematic Cross Premia Index, a strategy must:

- Be investable and have capacity of \$100M or more at the time when first evaluated for inclusion
- Have a live track record (BBG ticker for it, or substantially similar strategy) of at least six months, or less under certain exceptional circumstances, if so approved by the Index Committee
- Offer daily positions and daily liquidity
- Represent established investment theme with back up of literature or empirical analysis
- Meet position-based risk parameters
- Comply with diversification metrics, with specified risk allocations across asset classes and styles

### Adjustments & Maintenance

The Index level updates will be published daily, with weightings of the underlying strategies determined daily based on risk and return parameters by each counterparty. The composition of the Systematic Cross Premia Index is reviewed by the Index Committee annually each December. Any changes to the Index composition and updates of components are made in January in tandem with the quarterly rebalance of the Index, according to the following rules:

- The composition of the eligible universe is reviewed using data through year end and new counterparties, strategies and classifications can be added, while existing strategies can be removed.
- Additions include identified strategies that meet all criteria for membership.
- Deletions include constituents that no longer satisfy the membership criteria.
- Index returns are net of fees, including but not limited to underlying strategy fees and rebalance costs.
- The Systematic Cross Premia Index Committee may remove a strategy, at its discretion, if it has determined that it poses operational or performance risks and in order to protect the integrity of the Index.
- If any risk premia strategy is discontinued by its bank sponsor at any time, the Index Committee may replace it with its successor strategy if available, or make a determination for a reasonable replacement.

### Weighting

- Each counterparty provides a universe of strategies according to parameters set by Asset Management One USA upon design of the Index, with strategy weights adjusted on a daily basis by the counterparties to account for market movements. Each counterparty receives an equal risk-weighted allocation, rebalanced quarterly, using data through two weekdays prior to the first weekday of each calendar quarter on which all counterparties' indices are executable. The rebalance weights are implemented in the Index calculation on the fourth weekday of each calendar quarter, on which all counterparties' indices are executable.

### Index Committee

- The Index Committee is responsible for adjustments and maintenance of the Systematic Cross Premia Index, as specified above.
- The Index Committee will meet at least annually but may also meet on an-hoc basis, as needed. Any member of the Index Committee can call a committee meeting as necessary.

## More Information

Powered by Wilshire Indexes, please visit [www.wilshire.com](http://www.wilshire.com) or email [wilshireindexes@wilshire.com](mailto:wilshireindexes@wilshire.com).

Asset Management One USA, please visit [www.am-one-usa.com](http://www.am-one-usa.com) or email [info@am-one-usa.com](mailto:info@am-one-usa.com) or [busdev@am-one-usa.com](mailto:busdev@am-one-usa.com).

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