

# Global X Genomics & Biotechnology UCITS ETF (GNOM)

## FUND OBJECTIVE

The Global X Genomics & Biotechnology UCITS ETF (GNOM) seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of the Solactive Genomics V2 Index.

For informational purposes only. This document should be used to highlight some of the criteria to be used by the index provider when publishing index constituents and is not comprehensive.

As of 2 Nov 2021

Index Provider: SOLACTIVE AG



## KEY FEATURES



High Growth Potential



Targeted Exposure



ETF Efficiency

## SOLACTIVE GENOMICS V2 INDEX

### SELECTION

- The index is designed to track the performance of companies that have or are expected to have significant exposure to the field of Genomics by using a natural language processing (NLP) algorithm that evaluates publicly available information such as financial websites, search engines, and company publications.
- Companies are first ranked according to the reference frequency of the index theme specific keywords ("Index Score"). Each company is classified according to the extent to which it generates revenues from relevant activities:
  - Pure-Play: Derives at least 50% of revenues from Genomics Activities.
  - Pre-Revenue: Has primary business operations in Genomics Activities but does not currently generate revenues.
  - Diversified: Derives revenues from Genomics Activities, but less than 50%.
- Genomics Activities include, but are not limited to:
  - Gene editing.
  - Genomic sequencing.
  - Development and testing of genetic medicine/therapies.
  - Computational genomics and genetic diagnostics.
- The remaining companies are ranked by their Index Scores and selected as follows:
  - The 20 highest-ranking Pure-Play and Pre-Revenue companies are selected.
  - The 5 highest-ranking Diversified companies are selected.
  - Current Index constituents that have an Index Score and continue to satisfy the Index Component Requirements are then retained in order of their index weights as of the Selection Day, subject to a maximum of 50 constituents.
  - If the Index still contains fewer than 50 constituents, companies satisfying the Index Universe Requirements are added according to their Index Scores until the Index contains a maximum of 50 constituents.
  - No more than 10 Diversified companies may be included in the Index.
- If two or more companies share the final qualifying rank, preference is given to the company with the highest average daily volume over the preceding six months.

### SELECTION POOL

- Primary listing is in one of the Developed Countries, as defined by the Solactive Country Classification, or
- American Depositary Receipts (ADRs) that have primary listing in Emerging Countries.
- Market capitalization of at least USD 200 million for new index constituents (existing constituents will remain in the index unless market capitalization falls below USD 160 million).
- Free float percentage of total shares outstanding of at least 10% or a minimum free float market capitalization of USD 1 billion.
- Average daily trading volume in the last six months of at least USD 2,000,000 for new index constituents (existing constituents will remain in the index unless average daily trading volume falls below USD 1,400,000).
- Classified under the Economy "Healthcare" in the FactSet Industries and Economic Sectors Classification.



## WEIGHTING SCHEME

- Index components are weighted according to Free Float Market Capitalization with the following constraints applied at each semi-annual rebalance:
  - Each component is subject to a maximum weight of 4.0% and a minimum weight of 0.3%.
  - Each Diversified company is subject to a maximum weight of 2.0%.
  - The aggregate weight of all Diversified companies may not exceed 10% of the Index.

## REBALANCES/REVIEWS

- The index follows a semi-annual reconstitution schedule. Adjustments are made on the second Friday in May and November.
  - Existing constituents that have an Index Score and continue to meet the eligibility requirements are considered for retention in order of their index weights, subject to the 50-constituent limit.
  - The 20 highest-ranking Pure-Play/Pre-Revenue companies and the 5 highest-ranking Diversified companies are selected. If fewer than 50 constituents are selected, additional eligible companies are added according to their Index Scores.

For more information on the Index, please visit [Solactive's website](https://www.solactive.com/).

### Disclosures

The Global X UCITS ETFs are regulated by the Central Bank of Ireland.

This is a marketing communication.

Please refer to the relevant prospectus, supplement, and the Key Information Document ("KID") of the relevant UCITS ETFs before making any final investment decisions.

Investors should also refer to the section entitled "Risk Factors" in the relevant prospectus of the UCITS ETFs in advance of any investment decision for information on the risks associated with an investment in the UCITS ETFs, and for details on portfolio transparency. The relevant prospectus and KID for the UCITS ETFs are available in English at [www.globalxetfs.eu/funds](http://www.globalxetfs.eu/funds).

Investment in the UCITS ETFs concern the purchase of shares in the UCITS ETFs and not in a given underlying asset such as a building or shares of a company, as these are only the underlying assets that may be owned by the UCITS ETFs.

A UCITS ETF's shares purchased on the secondary market cannot usually be sold directly back to a UCITS ETF. Investors must buy and sell shares on a secondary market with the assistance of an intermediary (e.g. a stockbroker) and may incur fees for doing so. In addition, investors may pay more than the current net asset value when buying shares and may receive less than the current net asset value when selling them. Changes in exchange rates may have an adverse effect on the value price or income of the UCITS ETF.

Past performance of a UCITS ETF does not predict future returns. Future performance is subject to taxation which depends on the personal situation of each investor, and which may change in the future. Neither past experience nor the current situation are necessarily accurate guides to the future growth in value or rate of return of a UCITS ETF.

Investment may be subject to sudden and large falls in value, and, if it is the case, the investor could lose the total value of the initial investment. Income may fluctuate in accordance with market conditions and taxation arrangements. The difference at any one time between the sale and repurchase price of a share in the UCITS ETF means that the investment should be viewed as medium term to long term.

Any investment in a UCITS ETF may lead to a financial loss. The value of an investment can reduce as well as increase and, therefore, the return on the investment will be variable.

Global X ETFs ICAV is an open-ended Irish collective asset management vehicle issuing under the terms of its prospectus and relevant supplements as approved by the Central Bank of Ireland and is the issuer of certain of the ETFs where stated.

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### Additional Information for Investors in Switzerland

This is an advertising document. The state of the origin of the fund is Ireland. In Switzerland, the representative is 1741 Fund Solutions AG, Burggraben 16, CH-9000 St.Gallen. The paying agent is Telco Bank Ltd, Bahnhofstrasse 4, 6430 Schwyz. The prospectus, the key information documents, the articles of association as well as the annual and semi-annual reports may be obtained free of charge from the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.

### Additional Information for Investors in Austria

The KID is available in German and other local languages at <https://globalxetfs.eu/explore/>.

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Global X ETFs ICAV is a collective investment scheme duly registered with the Spanish Securities Market Commission (CNMV) under number 1965. Global X ETFs II ICAV is a collective investment scheme duly registered with the CNMV under number 2095. The updated list of the authorised distributors of the ETFs in Spain (the Spanish distributors) is available at ([www.cnmv.es](http://www.cnmv.es)). All mandatory official documentation is available through the Spanish distributors, in hard copy or by electronic means, and also available upon request by dialling +44 (0)20 4529 2551, writing to [europe@globalxetfs.com](mailto:europe@globalxetfs.com) or consulting <https://globalxetfs.eu/>, where investors may also obtain updated information on the net asset value of the relevant units available in Spain. This information is addressed and intended exclusively to professional investors in accordance with MiFID (Markets in Financial Instruments Directive) rules. The information hereby contained is of advertising nature referred to Global X UCITS ETFs: (i) Global X ETF ICAV, a collective investment scheme duly registered with the Spanish Securities Market Commission (CNMV) under number 1965 and (ii) Global X ETFs II ICAV, a collective investment scheme duly registered with the CNMV under number 2095 ([www.cnmv.es](http://www.cnmv.es)) (the UCITS ETFs), where it may be consulted the updated list of the authorised distributors of the ETFs in Spain (the Spanish Distributors). The Spanish Distributors must provide to each investor, prior to subscribing the shares of the ETFs, a copy translated into Spanish of the KIID and the latest published economic report. In addition, a copy of the report on the planned types of marketing in Spain must be provided using the form published on the CNMV website. All mandatory official documentation shall be available through the Spanish Distributors, in hard copy or by electronic means, and also available upon request by dialling +44 (0)20 4529 2551, writing to [europe@globalxetfs.com](mailto:europe@globalxetfs.com) or consulting <https://globalxetfs.eu/>, where you may also obtain updated information on the net asset value of the relevant units available in Spain.

### Additional Information for Investors in Italy

The UCITS is registered with the Commissione Nazionale per le Società e la Borsa (CONSOB) and is available to Professional Investors only. This material is intended for Professional Investors only, as defined in Directive 2004/39/EC of 21 April 2004 (MiFID) and is not suitable for retail investors.

### Information for Investors in the Netherlands

Global X Management Company (Europe) Limited offers the interests in the funds in the Netherlands pursuant to the European passport regime. The interests in the Fund can solely be acquired by professional investors in the Netherlands. A potential investor shall familiarise, understand and base its decision to invest in the Fund solely on the contents of the prospectus, the key information document (essentiële informatiedocument) and the other legal fund documents.