MORNINGSTAR Indexes

November 2, 2026

Morningstar US Small Cap and Global Target Market Exposure Paris Aligned Benchmark Select Indexes Consultation

Morningstar Indexes is considering a methodology enhancement for the Morningstar US Small Cap Target Market Exposure Paris Aligned Benchmark Select Index and the Morningstar Global Target Market Exposure Paris Aligned Benchmark Select Index.

The proposed enhancement is to apply a client-provided exclusion list when determining index eligibility at each reconstitution.

Impacted Indexes

Portfolio ID	Index Name
3332847	Morningstar Global Target Market Exposure Paris Aligned Benchmark Select
3332846	Morningstar US Small Cap Target Market Exposure Paris Aligned Benchmark Select

Expected Impact

The table below shows the active share of hypothetical portfolios incorporating the proposed change relative to the live June 2026 Reconstitution portfolios.

Portfolio ID	Index Name	Active Share	Additions	Deletions
3332847	Morningstar Global Target Market Exposure Paris Aligned Benchmark Select	0.08%	0	1
3332846	Morningstar US Small Cap Target Market Exposure Paris Aligned Benchmark Select	0.18%	0	1

Please note that the additions and deletions are compared against the June 2026 reconstituted portfolios. There are no changes in additions, and the only deletions are the newly excluded companies.

The turnover impact relative to the June 2026 Reconstitution portfolios is shown below:

- **Morningstar Global Target Market Exposure Paris Aligned Benchmark Select**: Increased from 5.55% in recon to 5.57% in the impacted portfolio.

- **Morningstar US Small Cap Target Market Exposure Paris Aligned Benchmark Select**: Increased from 7.95% in recon to 8.02% in the impacted portfolio.

Submit your responses and question

Responses to this consultation can be submitted here.

General questions about the consultation may also be sent to indexes@morningstar.com.

Key dates

- **Consultation**: The consultation will be open for response from November 2, 2026, to November 16, 2026.

- **Decision announcement**: Final decisions will be announced by November 20, 2026.

- **Proposed implementation**: December 21, 2026.

Questions

1. Should Morningstar Indexes implement the proposed change to introduce a custom exclusion list within the Morningstar US Small Cap Target Market Exposure Paris Aligned Benchmark Select Index and Morningstar Global Target Market Exposure Paris Aligned Benchmark Select Index?

   a. Yes, for both indexes
   b. No, keep with the current approach
   c. Other, please explain

2. What other factors should Morningstar Indexes consider in making this decision?

About Morningstar Indexes

Morningstar Indexes was built to keep up with the evolving needs of investors—and to be a leading-edge advocate for them. Our rich heritage as a transparent, investor-focused leader in data and research uniquely equips us to support individuals, institutions, wealth managers and advisors in navigating investment opportunities across major asset classes, styles and strategies. In February 2026, the acquisition of CRSP brought the CRSP Market Indexes—benchmarks for over $3 trillion in AUM—into the Morningstar Indexes family. Additionally, CRSP's Research Data Products, renowned for their academic rigor, historical depth and accuracy, will further enhance Morningstar's equity research and data capabilities. This integration unites two trusted sources of market insight, reinforcing a shared commitment to transparency, quality, and investor-focused solutions.
Please visit indexes.morningstar.com for more information.

Contact Us

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