

NASDAQ-100 Impact Report

Q1-Q2 2026 Rebalancing + Methodology Change

PASSIVE AUM

\$1.5T+

Tracks NDX

JUNE PREDICTION

No Changes

Consensus view

METHODOLOGY

NEW

Top-125 rank rule

KEY DATES

DATE	EVENT	SIGNIFICANCE
Mar 20	March Quarterly (Effective)	Weight rebalance; last under old 10bp methodology
Jun 9	June Quarterly Announcement	First review under new rank-based methodology
Jun 19	June Quarterly Effective	Changes after close. Likely NO composition changes.
Dec 2026	Annual Reconstitution	Primary annual rebalance; full composition review

METHODOLOGY CHANGE (POST-MARCH 2026)

ASPECT	OLD RULE	NEW RULE
Removal Trigger	10 Basis Point Rule (weight < 0.10%)	Ranked outside top 125 by market cap for 2 consecutive months
TSO Adjustments	Ad-hoc between quarters	Accumulated changes applied at quarterly rebalances only
Effect	Frequent small changes	More predictable, less frequent turnover
Concentration	Special rebalances if top 5 > 48%	Continues unchanged

EXPECTED IMPACT

- **June quarterly:** Consensus is NO composition changes — new rules unlikely to trigger yet
- **New methodology increases predictability:** Screen for securities near rank 125 boundary
- **TSO change reduces mid-quarter noise:** Share count adjustments bundled into quarterly dates
- **December 2026 annual reconstitution** remains the primary rebalancing event
- **Weight concentration monitoring** continues — top names exceeding 48% trigger special rebalance