

S&P 500 Impact Report

March 2026 Quarterly Rebalance — Effective March 23, 2026

NET PASSIVE DEMAND

\$25.1B

Additions – Deletions

TOTAL PASSIVE BUYING

\$28.5B

4 additions

OPTIONS NOTIONAL EXPIRED

\$5.7T

Triple Witching Mar 20

KEY DATES

DATE	EVENT	SIGNIFICANCE
Mar 6	Announcement	VRT, LITE, COHR, SATS added; MTCH, MOH, LW, PAYC deleted
Mar 20	Trade Date + Triple Witching	\$5.7T notional options expired; largest March expiry ever (Citigroup)
Mar 23	Effective Date	New composition live; est. \$28.5B passive buying in additions
Jun ~8	Next Announcement (est.)	Q2 quarterly rebalance candidates TBD
Jun ~22	Next Effective (est.)	Q2 changes take effect

ADDITIONS — PASSIVE IMPACT ESTIMATES

TICKER	COMPANY	PRICE	SHARES (M)	FLOAT-ADJ MCAP	INDEX WT	PASSIVE BUY	ADTV DAYS
VRT	Vertiv Holdings	\$264	382.6	\$92.7B	0.185%	\$12.98B	3.3
LITE	Lumentum Holdings	\$700	71.4	\$44.0B	0.088%	\$6.16B	2.9
COHR	Coherent Corp	\$254	187.5	\$41.3B	0.083%	\$5.78B	3.8
SATS	EchoStar Corp	\$107	288.9	\$25.4B	0.051%	\$3.56B	4.7

DELETIONS — PASSIVE IMPACT ESTIMATES

TICKER	COMPANY	PRICE	SHARES (M)	FLOAT-ADJ MCAP	FORMER WT	PASSIVE SELL	ADTV DAYS
MTCH	Match Group	\$29	232.6	\$6.3B	0.013%	\$0.88B	6.1
MOH	Molina Healthcare	\$171	51.0	\$6.7B	0.013%	\$0.94B	5.5
LW	Lamb Weston	\$39	141.9	\$4.9B	0.010%	\$0.69B	4.8
PAYC	Paycom Software	\$139	53.2	\$6.5B	0.013%	\$0.91B	4.1

Methodology: Index Weight = Float-Adj MCap / \$50T (S&P 500 total). Passive Flow = Weight × \$7T passive AUM. All 4 deletions move to S&P SmallCap 600.

POST-REBALANCE DYNAMICS

- 80% of index effect occurs between announcement and trade date (Mar 6-20)
- Remaining 20% plays out in 1-5 trading days post-effective (Mar 23-27)
- Stocks with highest ADTV multiples (SATS 4.7x, MTCH 6.1x) have most residual flow
- Deletions moving to SmallCap 600 see offsetting buying from SC600 funds (~\$0.5-0.7T AUM)
- Historical mean reversion: additions decline 1-2%, deletions recover 1-2% within 1 week

S&P INDEX CASCADE (MIDCAP 400 / SMALLCAP 600)

TICKER	COMPANY	ACTION	INDEX	PRIOR	EFFECTIVE
TTMI	TTM Technologies	ADD	MidCap 400	SC600	Jan 30
BROS	Dutch Bros	ADD	MidCap 400	New	Feb 2
AEIS	Advanced Energy	ADD	MidCap 400	SC600	Feb 2
AHR	American Healthcare REIT	ADD	MidCap 400	New	Feb 2
MTCH, MOH, LW, PAYC	(S&P 500 deletions)	ADD	SC600	S&P 500	Mar 23
AMRX, APLS, LZ, CMA	Various	ADD	SC600	New	Mar 23
VSEC, AGX, RITM, LYFT, LAUR	Various	ADD	SC600	New	Mar 23
NSSC	NAPCO Security	REPLACE	SC600	ALEX	Mar 13

AGGREGATE SUMMARY

FLOW SUMMARY		MARKET CONTEXT	
Total Buying (Additions)	\$28.48B	S&P 500 Total MCap	~\$50T
Total Selling (Deletions)	\$3.42B	Passive AUM	~\$7T
Net Passive Demand	+\$25.06B	Mar 20 Options Expiry	\$5.7T