MORNINGSTAR Indexes

February 25, 2026

Changes to Float Shares Investability Screen

Float Shares Investability Screen will be expanded to include a float-adjusted market capitalization test for adding or dropping a security. Below is the table outlining the existing and the new rule to go into effect Monday, April 27th.

In conjunction with changing Float Shares Investability Screen, the rounding methodology for Effective Float Factor will also change to account for Float Factor that is less than 10%.

	Investability Screen	Add		Drop
		Ranking	Fast Track IPO	
Existing Rule	Float Shares	12.5% or more of shares outstanding	10% or more of shares outstanding	Less than 10% of shares outstanding
New Rule	Float Shares	12.5% or more of shares outstanding	10% or more of shares outstanding	10% or more of shares outstanding
	Logical Operator	- OR -		- AND -
	Float-Adjusted Capitalization	1/2 bps of the float-adjusted capitalization of index-eligible universe from the most recent ranking		1/10 bps of the float-adjusted capitalization of index-eligible universe from the most recent ranking

Based on December 2025 ranking, the float-adjusted capitalization for adds, which is ½ bps of the float-adjusted capitalization of index-eligible universe, was ~$3.3bn; the float-adjusted capitalization for drops, which is ⅒ bps of float-adjusted capitalization of index-eligible universe, was ~$0.7bn.

Float Factor Range		Effective Factor Range
Lower Bound	Lower Bound	Rounding Rule
≥10%	100%	Nearest 5%
≥1%	<10%	Nearest 1%
>0%	<1%	Nearest 0.1%

Contact Us

morningstar-indexes@alerts-morningstar.com is a no-reply email address. For questions concerning this notification, please contact us at indexes@morningstar.com.

MORNINGSTAR Indexes