

BNC LIQUID INDEX SERIES STATUS UPDATE

Brave New Coin Index Governance Committee announces the following status updates to the BNC Liquid Series. This change will affect the **Bitcoin Liquid Index (BLX)**, **Ethereum Liquid Index** and **XRP Liquid Index (XRPLX)**.

XRP Liquid Index (XRPLX)

The Index Committee is pleased to announce that the XRP Liquid Index is now live. The XRPLX will follow the same methodology as the BLX and ELX, including the Price Anomaly Factor and tracking the most liquid end of the XRP market.

Index	Exchange	Market
XRP Liquid Index (BLX)	Bitstamp Bitstamp Bitstamp Kraken Kraken Kraken Bitfinex Bitfinex Poloniex	XRP/USD XRP/EUR XRP/BTC XRP/USD XRP/EUR XRP/BTC XRP/USD (From Q2 2017) XRP/BTC (From Q2 2017) XRP/BTC

More details about the XRP Liquid Index (XRP) can be found [here](#).

UPDATE TO THE METHODOLOGY OF BNC LIQUID INDEX SERIES

The below features and changes are now live as concluded in the Liquid Index Quarterly April 2019 review:

Trust Factors

After an internal analysis, it was decided to remove the subjective criteria (external audit, response to security incidents, withdrawal capabilities) from the trust factor calculations.

Price Anomaly Factor (PAF)

To reduce the impact of any diverging constituent in the LX calculation the Index Committee decided to implement a fourth weighting factor in the calculation methodology (on top of Volume, Liquidity and Trust factors). This factor will evaluate the price deviation between a specific constituent and the median of the constituents, and reduce the contribution of constituents that are above a threshold.

The table below summarizes these changes.

Methodology	Previous	Updated
Trust Factors	Series of qualitative factors that are applied on top of the quantitative method.	The trust factors will be now purely algorithmically generated based on prior performance. This change also makes the LX series further aligned with the IOSCO guidelines by removing these elements.
Price Anomaly Factor (PAF)	Investigation of implementing a price divergence factor.	The Price Anomaly Factor (PAF) will be applied as of this quarter to increase the robustness of the LX Series. This Factor decreases the impact of a diverging constituent in the Index price.

About the Brave New Coin Liquid Indices program

Brave New Coin's (BNC) goal is to be the preferred provider of Market Data and Analysis to the global Cryptographic Asset market. BNC's focus is on transparent, timely and compliant market data and index solutions, something we have been providing since 2014. The Liquid Indices Program™ provides benchmark and reference pricing to the most liquid end of the respective markets. The Liquid Indices Program has been independently audited and aligned with IOSCO benchmark principles (SOC and EU BMR reviews pending).

For further information on BNC Indexes or BNC data, please visit our web site at www.bravenewcoin.com, or contact:

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