

Effective number of TICCS

We compute this metric for the following TICCS pillars: business model, industrial (super)class, region/country and corporate structure. For a given TICCS pillar, these numbers give an idea of the concentration of each category. This is a similar computation to [Effective number of constituents](#) except that the Herfindahl-Hirschman Index (HHI) is computed from the weights of each TICCS category as opposed to the weight of a constituent.

For a given TICCS pillar (e.g. business model) the weight of a TICCS category within it (e.g. contracted) is computed as:

$$\text{Weight of TICCS category} = \sum_{i=1}^n (w_i)$$

where:

w_i is the weight of asset i ,

n is the number of constituents in that TICCS category