

FTSE QUALITY OF MARKETS CRITERIA (EUROPE Emerging) as at March 2009

CRITERIA	COUNTRY NAMES									
	DEV	ADV EMG	Hungary	Poland	ADV EMG WATCH	Iceland	EMG	Czech	Russia	Turkey
World Bank GNI Per Capita Rating, 2007			High	Upper Middle		High		High	Upper Middle	Upper Middle
Market and Regulatory Environment										
Formal stock market regulatory authorities actively monitor market (e.g., SEC, FSA, SFC)	X	X	Pass	Pass	X	Pass	X	Pass	Pass	Pass
Fair and non-prejudicial treatment of minority shareholders	X	X	Pass	Pass	X	Pass		Pass	Restricted	Pass
Non or selective incidence of foreign ownership restrictions	X	X	Pass	Pass	X	Pass		Pass	Not Met	Pass
No objection to or significant restrictions or penalties applied on the repatriation of capital and income	X	X	Pass	Pass	X	Pass	X	Pass	Pass	Pass
Free and well-developed equity market	X	X	Pass	Pass	X	Pass		Pass	Not Met	Pass
Free and well-developed foreign exchange market	X	X	Pass	Pass	X	Pass		Not Met	Not Met	Not Met
Non or simple registration process for foreign investors	X	X	Pass	Pass	X	Pass		Pass	Pass	Pass
Custody and Settlement										
Settlement - Rare incidence of Not Meted trades	X	X	Pass	Pass	X	Pass	X	Pass	Pass	Pass
Custody-Sufficient competition to ensure high quality custodian services	X	X	Pass	Pass	X	Pass	X	Pass	Pass	Pass
Clearing & settlement - T + 3 , T + 7 for Frontier	X	X	T+3	T+3	X	T+3	X	T+3	T+7	T+2
Stock Lending is permitted	X		Pass	Pass		Restricted		Pass	Not Met	Pass
Settlement - Free delivery available	X		Pass	Pass		Pass		Pass	Not Met	Pass
Custody - Omnibus account facilities available to international investors	X	X	Pass	Pass	X	Pass		Not Met	Not Met	Restricted
Dealing Landscape										
Brokerage - Sufficient competition to ensure high quality broker services	X	X	Pass	Pass	X	Pass	X	Pass	Not Met	Pass
Liquidity - Sufficient broad market liquidity to support sizeable global investment	X	X	Pass	Pass	X	Pass	X	Pass	Pass	Pass
Transaction costs - implicit and explicit costs to be reasonable and competitive	X	X	Pass	Pass	X	Pass	X	Not Met	Pass	Pass
Short sales permitted	X		Pass	Pass		Pass		Pass	Restricted	Pass
Off-exchange transactions permitted	X		Pass	Pass		Pass		Pass	Pass	Pass
Efficient trading mechanism	X		Pass	Pass		Pass		Pass	Pass	Pass
Transparency - market depth information / visibility and timely trade reporting process	X	X	Pass	Pass	X	Pass	X	Pass	Pass	Pass
Derivatives										
Developed Derivatives Market	X		Pass	Pass		Not Met		Not Met	Not Met	Not Met
Size of Market										
Market Capitalisation \$mn (as at 31st Dec 2008)			18,465	90,815		1,956		66,371	374,988	118,329
Total Number of Listed Companies (as at 31st Dec 2008)			40	432		15		24	304	317

*Russia Size of Market data based on figures from RTS