

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

CRITERIA	COUNTRY NAMES														FRONT WATCH	Malta	Kazakhstan	Ukraine
	ADV DEV	EMG	EMG	FRONT	Bulgaria	Croatia	Cyprus	Estonia	Lithuania	Macedonia	Romania	Serbia	Slovenia	Slovak Rep.				
World Bank GNI Per Capita Rating, 2007					Upper Middle	Upper Middle	High	High	Upper Middle	Lower Middle	Upper Middle	Upper Middle	High	High		High	Upper Middle	Lower Middle
Market and Regulatory Environment																		
Formal stock market regulatory authorities actively monitor market (e.g., SEC, FSA, SFC)	X	X	X	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	X	Pass	Pass	Not Met
Fair and non-prejudicial treatment of minority shareholders	X	X			Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass		Pass	Restricted	Restricted
Non or selective incidence of foreign ownership restrictions	X	X			Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass		Pass	Pass	Pass
No objection to or significant restrictions or penalties applied on the repatriation of capital and income	X	X	X	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	X	Pass	Pass	Not Met
Free and well-developed equity market	X	X			Not Met	Not Met	Pass	Not Met	Not Met	Not Met	Not Met	Not Met	Pass	Not Met		Restricted	Not Met	Not Met
Free and well-developed foreign exchange market	X	X			Not Met	Not Met	Pass	Not Met	Not Met	Not Met	Not Met	Not Met	Restricted	Not Met		Restricted	Not Met	Not Met
Non or simple registration process for foreign investors	X	X			Restricted	Restricted	Pass	Restricted	Restricted	Restricted	Restricted	Restricted	Pass	Restricted		Restricted	Restricted	Restricted
Custody and Settlement																		
Settlement - Rare incidence of Not Met trades	X	X	X	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	X	Pass	Not Met	Pass
Custody-Sufficient competition to ensure high quality custodian services	X	X	X		Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Not Met	Pass		Pass	Pass	Restricted
Clearing & settlement - T + 3 , T+7 for Frontier	X	X	X	X	T+2	T+3	T+3	T+3	T+3	T+3	T+3	T+3	T+2	T+3	X	T+3	T+0	T+0
Stock Lending is permitted	X				Pass	Not Met	Not Met	Not Met	Not Met	Not Met	Not Met	Not Met	Pass	Not Met		Not Met	Not Met	Not Met
Settlement - Free delivery available	X				Restricted	Restricted	Not Met	Pass	Pass	Restricted	Restricted	Pass	Restricted	Restricted		Restricted	Not Met	Not Met
Custody - Omnibus account facilities available to international investors	X	X			Not Met	Not Met	Pass	Not Met	Not Met	Not Met	Not Met	Not Met	Not Met	Not Met		Pass	Not Met	Not Met
Dealing Landscape																		
Brokerage - Sufficient competition to ensure high quality broker services	X	X	X		Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass		Pass	Pass	Pass
Liquidity - Sufficient broad market liquidity to support sizeable global investment	X	X	X		Not Met	Not Met	Pass	Not Met	Not Met	Not Met	Not Met	Not Met	Restricted	Not Met		Not Met	Restricted	Restricted
Transaction costs - implicit and explicit costs to be reasonable and competitive	X	X	X		Pass	Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Restricted		Pass	Pass	Restricted
Short sales permitted	X				Restricted	Not Met	Not Met	Restricted	Not Met	Not Met	Restricted	Not Met	Not Met	Pass		Not Met	Not Met	Not Met
Off-exchange transactions permitted	X				Pass	Pass	Pass	Pass	Pass	Not Met	Not Met	Pass	Pass	Pass		Restricted	Not Met	Restricted
Efficient trading mechanism	X				Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Pass	Pass		Pass	Not Met	Pass
Transparency - market depth information / visibility and timely trade reporting process	X	X	X	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	X	Pass	Pass	Pass
Derivatives																		
Developed Derivatives Market	X				Not Met	Not Met	Not Met	Not Met	Not Met	Not Met	Not Met	Restricted	Not Met	Not Met		Not Met	Not Met	Not Met
Size of Market																		
Market Capitalisation \$mn (as at 31st Dec 2008)					8,982	27,556	7,988	1,956	3,632	824	16,273	12,165	11,799	5,419		3,576	31,097	22,519
Total Number of Listed Companies (as at 31st Dec 2008)					399	356	119	18	39	92	170	1848	84	148		19	151	303

*Ukraine Size of Market data based on PFTS Stock Exchange