

FTSE QUALITY OF MARKETS CRITERIA (EUROPE Frontier) as at September 2011

CRITERIA	COUNTRY NAMES																	
	DEV	ADV EMG	EMG	FRONT	Bulgaria	Croatia	Cyprus	Estonia	Lithuania	Macedonia	Romania	Serbia	Slovenia	Slovak Rep.	Malta	FRONT WATCH	Ukraine	Kazakhstan
World Bank GNI Per Capita Rating, 2010					Upper Middle	High	High	High	Upper Middle	Upper Middle	Upper Middle	Upper Middle	High	High	High		Lower Middle	Upper 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	Pass	X	Restricted	Pass
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 to the investment of capital or the repatriation of capital and	X	X	X	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	X	Restricted	Pass
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 failed trades	X	X	X	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	X	Pass	Not Met
Custody-Sufficient competition to ensure high quality custodian services	X	X	X		Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass		Restricted	Pass
Clearing & settlement - T + 3 , T + 5 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	T+3	X	T+9	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		Restricted	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		Restricted	Pass
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		Restricted	Not Met
Efficient trading mechanism	X				Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Pass	Pass	Pass		Pass	Not Met
Transparency - market depth information / visibility and timely trade reporting process	X	X	X	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	X	Pass	Pass
Derivatives																		
Developed Derivatives Market	X				Not Met	Not Met	Not Met	Not Met	Not Met	Not Met	Restricted	Not Met	Not Met	Not Met	Not Met		Not Met	Not Met
Size of Market																		
Market Capitalisation \$mn (as at 31st Dec 2010)					7,376	25,295	6,834	2,281	5,635	2,647	31,662	9,690	9,383	4,534	4,194		18,180	60,742
Total Number of Listed Companies (as at 31st Dec 2010)					390	240	110	15	40	83	174	1601	72	165	21		278	118

 Shading indicates a change from March 2011