

GROUND RULES for the Management of the

FTSE CNBC ASIA 100 Index

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Contents

- Introduction - Ground Rule 1.....3
 - 1.1 FTSE CNBC Asia 100 Index.....3
 - 1.2 Ground Rules3
 - 1.3 Indices Included as part of the FTSE CNBC Asia 100 Index.....3
- Status of Indices - Ground Rule 25
- Treatment of Eligible Securities - Ground Rule 36
 - 3.1 Eligible Securities.....6
 - 3.2 Ineligible Securities.....6
 - 3.3 Stapled Units.....6
 - 3.4 Treatment of Tracking Stocks6
- Industry Classification Benchmark (ICB) System - Ground Rule 4.....7
 - 4.1 Industry Classification Structure.....7
 - 4.2 Industry Classification Changes.....7
- Algorithms and Calculation Method - Ground Rule 58
 - 5.1 Prices8
 - 5.2 Shares in Issue.....8
 - 5.3 Algorithm.....9
- Qualification Criteria and Periodic Review of Constituents - Ground Rule 6 10
 - 6.1 Review Dates 10
 - 6.2 Review Process..... 10
 - 6.3 Adjustments Applied to Eligible Securities 10
 - 6.4 Rules for Addition and Deletion of a Country at the Periodic Review..... 12
 - 6.5 Rules for Insertion and Deletion at the Periodic Review..... 12
- Changes to Constituents Companies - Ground Rule 7 14
 - 7.1 New Issues 14
 - 7.2 Removal and replacement 14
 - 7.3 Mergers, Restructuring, and Complex Takeovers 14
 - 7.4 Suspension of Dealing..... 15
 - 7.5 Relisting of Suspended Constituents..... 15
- Amendments to these Ground Rules - Ground Rule 8 16
- Announcing Changes - Ground Rule 9 17
- Management Responsibilities - Ground Rule 10 18
- Appendix A - Treatment of Tracker Stocks..... 19
- Appendix B - List of Indices..... 20
- Appendix C - Contact Us 21

Introduction - Ground Rule 1

1.1 FTSE CNBC Asia 100 Index

1.1.1 The FTSE CNBC Asia 100 Index represents the performance of the 100 largest companies in Asia Pacific. The index uses the underlying universe of the FTSE Asia Pacific to select companies. The following countries that are eligible for inclusion in the index include Australia, China, Hong Kong SAR, India, Indonesia, Japan, Malaysia, New Zealand, Pakistan, Philippines, Singapore, South Korea, Taiwan and Thailand. In particular the index;

- captures the performance of the largest companies in Asia Pacific
- provides country and industry sub indices that enable users to determine the key drivers of the index performance
- aims to avoid excessive index turnover through its stock selection process at the periodic index reviews

1.2 Ground Rules

1.2.1 This document sets out the Ground Rules for the construction and maintenance of the FTSE CNBC Asia 100 Index. Copies of the Ground Rules are available from FTSE on the website www.ftse.com. For the latest revisions to the Ground Rules, see www.ftse.com.

1.3 Indices Included as part of the FTSE CNBC Asia 100 Index

The following indices are included as part of the FTSE CNBC Asia 100 Index:

1.3.1 FTSE CNBC Asia 100 Country Indices

These indices comprise of all the companies in a particular country of the FTSE CNBC Asia 100 Index. A total of 14 country indices will be available.

FTSE CNBC Asia 100 Australia Index
FTSE CNBC Asia 100 China Index
FTSE CNBC Asia 100 Hong Kong Index
FTSE CNBC Asia 100 India Index
FTSE CNBC Asia 100 Indonesia Index
FTSE CNBC Asia 100 Japan Index
FTSE CNBC Asia 100 Malaysia Index
FTSE CNBC Asia 100 New Zealand Index
FTSE CNBC Asia 100 Pakistan Index
FTSE CNBC Asia 100 Philippines Index
FTSE CNBC Asia 100 Singapore Index
FTSE CNBC Asia 100 South Korea Index
FTSE CNBC Asia 100 Taiwan Index
FTSE CNBC Asia 100 Thailand Index

Introduction - Ground Rule 1

1.3.2 FTSE CNBC Asia 100 Industry Indices

These indices comprise of all the companies in a particular ICB Industry of the FTSE CNBC Asia 100 Index. A total of 10 industry indices will be available.

- FTSE CNBC Asia 100 Index – Oil & Gas
- FTSE CNBC Asia 100 Index – Basic Materials
- FTSE CNBC Asia 100 Index – Industrials
- FTSE CNBC Asia 100 Index – Consumer Goods
- FTSE CNBC Asia 100 Index – Health Care
- FTSE CNBC Asia 100 Index – Consumer Services
- FTSE CNBC Asia 100 Index – Telecommunications
- FTSE CNBC Asia 100 Index – Utilities
- FTSE CNBC Asia 100 Index – Financials
- FTSE CNBC Asia 100 Index – Technology

- 1.4** Capital and Total Return indices are available. The total return indices are published at the end of each trading day. A series of net of tax indices are also available based on a Luxembourg based UCIT fund (Undertaking for Collective Investment in Transferable Securities). The total return indices are based on ex dividend adjustments. For further details please refer to Appendix C of the Ground Rules for the Management of the FTSE Global Equity Index Series available from FTSE.

Status of Indices - Ground Rule 2

2.1 The FTSE CNBC Asia 100 Country Indices are calculated in real time. At any given moment, they may exist in one of the following four states.

a) Firm

The indices are calculated during Official Market Hours. No message is displayed with the index value.

b) Closed

Real-time calculations have ceased for the day. The message 'CLOSE' is displayed with the index value.

c) Held

An index has exceeded pre-set real-time operating parameters and the calculation has been suspended pending resolution of the issue. The message 'HELD' is displayed with the last index value.

d) Indicative

Arises when a situation develops that affects the quality of the constituent prices during calculation. In this case, the index is declared indicative (e.g. normally when a 'fast market' exists). The message 'IND' is displayed with the index value.

e) Part

If the index is being calculated during the normal Official Index Period hours, but there are less than 75% of the constituents by capitalisation available with firm prices, then the index will be displayed with the message 'PART' to indicate that only a proportion of the securities prices are included. With the exception of the message 'PART', the index will continue to be calculated and displayed as if it were firm.

2.2 The real time indices will be calculated during official Stock Exchange trading hours. Whenever a country is open for trading the index will be calculated.

Treatment of Eligible Securities - Ground Rule 3

3.1 Eligible Securities

- 3.1.1 Securities that are current constituents of the FTSE Asia Pacific Index from each participating exchange will be eligible for inclusion in the FTSE CNBC Asia 100 Index.
- 3.1.2 Exceptionally, HSBC will be eligible for inclusion in the FTSE CNBC Asia 100 Index, notwithstanding it is classified as a constituent of the UK index in the FTSE All-World Index. The Hong Kong Dollar price of HSBC will be used in the index calculation.

3.2 Ineligible Securities

Companies whose business is that of holding equity and other investments (e.g. Investment Trusts) which are assumed by the Industry Classification Benchmark as Subsector equity investment instruments (8985) and Non-equity investment instruments which are assumed by the Industry Classification Benchmark as Subsector non-equity investment instruments (8995) will not be eligible for inclusion. For further details on the Industry Classification Benchmark (ICB), please visit the FTSE website.

3.3 Stapled Units

- 3.3.1 A unit which comprises multiple share classes and/or shares of multiple companies which are twinned in the form of a single, indivisible unit for the purposes of trading, and for which a price quotation is only available for the unit - not for each of the shares of each of the companies comprised within the unit.
- 3.3.2 Stapled units are eligible for inclusion in the FTSE CNBC Asia 100 Index. The appropriate FTSE Regional Committee of the FTSE Global Equity Index Series will determine the weighting of the eligible company or security.

3.4 Treatment of Tracking Stocks

Please see Appendix A.

Industry Classification Benchmark (ICB) System

- Ground Rule 4

4.1 Industry Classification structure

- 4.1.1 The FTSE CNBC Asia 100 Index constituents are classified into Industries, Super Sectors, Sectors and Subsectors, as defined by the Industry Classification Benchmark (ICB).
- 4.1.2 Details of the Industry Classification Benchmark are available from FTSE (see Appendix C) and published on the FTSE web site (www.ftse.com).

4.2 Industry Classification changes

- 4.2.1 Changes to the classification of a company within the FTSE CNBC Asia 100 Index are determined by the Industry Classification Benchmark Advisory Committee.
- 4.2.2 Where a constituent is the subject of a:
- merger
 - restructure or
 - complex takeover which results in a constituent (or part of a constituent) being absorbed by another entity, the industry classification of the resulting constituent(s) is reviewed by the Industry Classification Benchmark Advisory Committee.
- 4.2.3 Adjustments resulting from a change in a company's industry classification under Ground Rule 4.2.2 are implemented simultaneously; any relevant constituent changes are implemented in the Index.
- 4.2.4 Periodic updates to the industry classification of the companies are made by the Industry Classification Benchmark Advisory Committee. These changes are implemented on either a monthly basis or after the close of the index calculation on the third Friday of March, June, September and December as permitted by the Ground Rules for the Management of the Industry Classification Benchmark.

Algorithms and Calculation Method - Ground Rule 5

5.1 Prices

- 5.1.1 FTSE may remove a security from the FTSE CNBC Asia 100 Index should it consider that 'accurate and reliable' prices are not available.
- 5.1.2 The FTSE CNBC Asia 100 Index uses the official closing prices for securities with local bourse quotation for the end-of-day index calculation.
- 5.1.3 Reuters prices are used in the real-time index calculations.

5.2 Shares in Issue

- 5.2.1 The number of shares in issue for each constituent security is expressed to the nearest share. To prevent a large number of insignificant weighting changes, the number of shares in issue for each constituent security is amended only when the total shares in issue held within the index system changes by more than 1% on a cumulative basis. Changes will be made quarterly after the close of business on the third Friday of March, June, September and December (subject to Ground Rules 5.2.2 and 5.2.3).
- 5.2.2 Changes to numbers of shares in issue of index constituents resulting from corporate actions are applied simultaneously with the corporate action.
- 5.2.3 If the cumulative unapplied changes in the number of shares in issue is 10% or greater of the total index shares in issue or it represents at least USD 2 billion of a company's total market capitalisation, the change is implemented between quarters. A minimum of 4 days notice will be given to users of the index. WM/Reuters Spot Rates are used to convert the market capitalisation into USD. The USD 2 billion threshold may be adjusted annually in December by the FTSE Policy Group.
- 5.2.4 Any exceptions to the above policy are made by the FTSE. Users will be notified.
- 5.2.5 All index adjustments are made before the start of the trading on the effective date.

Algorithms and Calculation Method - Ground Rule 5

5.3 Algorithm

5.3.1 The FTSE CNBC Asia 100 Index is calculated using the chained Paasche methodology.

5.3.2 The performance of the FTSE CNBC Asia 100 Index on any given day is determined by calculating the percentage difference between:

- the index's market capitalisation as at the close of that day and
- the market capitalisation at the start of that day.

'Start of the day' is defined as the previous day's close adjusted for capital changes, free float weighting changes, additions and deletions, etc.

5.3.3 Adjustments apply whenever capital changes take place, so that the performance of the FTSE CNBC Asia 100 Index reflects the experience of investors. The Guide to Calculation Methods are available from FTSE (see Appendix C) contains descriptions of the statistical procedures and algorithms used in the compilation of the Index.

Qualification Criteria and Periodic Review of Constituents - Ground Rule 6

6.1 Review Dates

- 6.1.1 The FTSE CNBC Asia 100 Index constituents are reviewed semi-annually in March and September. Constituent changes are implemented on the first trading day following the third Friday of the same month. Data used in the review process is taken after the close of business on the last working day of February and August.
- 6.1.2 Index changes resulting from index reviews are published as soon as practical following the conclusion of the review.

6.2 Review Process

- 6.2.1 The review universe is comprised of all eligible securities that satisfy Ground Rule 3.1. Specifically, the review will be based on data from the close of the FTSE Asia Pacific Index calculation on the last trading day in February and August. The review will take into consideration any constituent changes announced by the FTSE Regional Committee at its March and September meetings, but will be conducted before the implementation date of these changes.
- 6.2.2 Companies are ranked by their full market capitalisation (i.e. before the application of any investability weightings) in descending order. For multiple lines included in the FTSE Asia Pacific Index, their full market capitalisation's will be joined for ranking purposes. The different multiple lines will be counted as one company.
- 6.2.3 Following the application of three screens – size, liquidity and free float – as part of the FTSE Global Equity Index Series periodic reviews, the remaining securities form the Index Universe.

6.3 Adjustments Applied to Eligible Securities

Eligible companies may be subject to adjustment for free float and multiple lines; see below.

6.3.1 Free Float

The FTSE CNBC Asia 100 Index is adjusted for free float.

A. Free float restrictions include:

- trade investments in an index constituent either by another constituent (i.e., cross-holdings) or non-constituent company or entity
- significant long term holdings by founders, their families and/or directors
- employee share schemes (if restricted)
- government holdings
- foreign ownership restrictions
- portfolio investments subject to a lock-in clause, for the duration of that clause

Qualification Criteria and Periodic Review of Constituents

- Ground Rule 6

B. The following are not considered as restricted free float:

- portfolio investments
- nominee holdings (including those supporting ADRs & GDRs) unless they represent restricted free float as defined by Ground Rule 6.3.1 above
- holdings by investment companies

C. Bands for initial weighting

Free float restrictions will be calculated using available published information. The initial weighting of a constituent in the index will be applied in the following bands.

a) free float less than or equal to 15%	= see Ground Rule 6.5
b) free float greater than 15% but less than or equal to 20%	= 20%
c) free float greater than 20% but less than or equal to 30%	= 30%
d) free float greater than 30% but less than or equal to 40%	= 40%
e) free float greater than 40% but less than or equal to 50%	= 50%
f) free float greater than 50% but less than or equal to 75%	= 75%
g) free float greater than 75%	= 100%

D. Changes in free float

The FTSE CNBC Asia 100 Index will be periodically reviewed for changes in free float. These reviews will coincide with the quarterly reviews undertaken by the FTSE Regional Committees. Implementation of any changes will happen at the close of business on the third Friday in March, June, September and December.

A constituent's free float will also be reviewed and adjusted if necessary:

- by identifying information which necessitates a change in free float weighting
- or following a corporate event.

E. Corporate events and actions

If a corporate event includes a corporate action which affects the index, any change in free float will be implemented at the same time as the corporate action. If there is no corporate action, the change in free float will be applied as soon as possible after the corporate event, subject to Ground Rule 6.3.1 F.

Qualification Criteria and Periodic Review of Constituents - Ground Rule 6

F. Percentage point thresholds

Following the application of an initial free float restriction, a constituent's free float will only be changed if its actual free float moves to more than 5 percentage points above the minimum or 5 percentage points below the maximum of an adjacent band.

This 5 percentage points threshold does not apply if the change is greater than one band i.e. a movement of 10 percentage points for the bands between 20% and 50% and 25 percentage points for the bands between 50% and 100% will not be subject to the 5 percentage point threshold.

The 15% limit in Ground Rule 6.3.1 C will also not be subject to the 5 percentage point threshold.

6.3.2 Multiple Lines

Where there are multiple lines of equity capital in a company, all are included and priced separately, provided that they are constituents of the FTSE Asia Pacific Index.

6.4 Rules for Addition and Deletion of a Country at the Periodic Review

6.4.1 At review countries that have an investable market capitalisation weight of more than 1 per cent in the index, when companies are aggregated together will be eligible for index inclusion.

6.4.2 At review existing countries that have an investable market capitalisation weight of less than 0.8 per cent in the index when companies are aggregated together will be ineligible for index inclusion.

6.4.3 For countries that were originally ineligible but now pass the country screen, eligible companies will be added to the index with the smallest constituent companies being removed to align the index company total to 100.

6.5 Rules for Insertion and Deletion at the Periodic Review

6.5.1 The rules for inserting and deleting securities at the periodic review are designed to provide stability in the selection of constituents of the FTSE CNBC Asia 100 Index while ensuring that the Index continues to be representative of the market by including or excluding those securities which have risen or fallen significantly.

Qualification Criteria and Periodic Review of Constituents - Ground Rule 6

6.5.2 A security will be inserted at the periodic review if it rises above the position stated below when the eligible securities for FTSE CNBC Asia 100 Index are ranked by full market capitalisation (the ranking excludes companies from ineligible countries as defined in rule 6.4) :

FTSE CNBC Asia 100 Index - Risen to 80th or above

6.5.3 A security will be deleted at the periodic review if it falls below the position stated below when the eligible securities for FTSE CNBC Asia 100 Index are ranked by market capitalisation (the ranking excludes companies from ineligible countries as defined in rule 6.4) :

FTSE CNBC Asia 100 Index - Fallen to 120th or below

6.5.4 A constant number of constituents, i.e. 100 will be maintained for the FTSE CNBC Asia 100 Index. Where a greater number of companies qualify to enter the index than those dropping out (see Ground Rules 6.5.2 and 6.5.3), the lowest ranking constituents presently included in the index will be deleted to ensure that an equal number of companies are inserted and deleted. Likewise, where a greater number of companies are dropping out than those qualifying to enter (see Ground Rules 6.5.2 and 6.5.3), the securities of the highest ranking excluded companies will be inserted to match the number of companies being deleted at the periodic review.

6.5.5 Securities which fall out of the FTSE CNBC Asia 100 Index due to suspension, takeover, etc. (see Ground Rule 7) will not be replaced, nor will a constituent of the index be removed to accommodate new issues or new companies arising from restructuring of constituents, etc.

6.5.6 Where a company is deleted from the FTSE CNBC Asia 100 Index after the periodic review changes to the index have been determined but before the periodic changes have been implemented, the vacancy will not be filled until the next semi-annual review.

Changes to Constituents Companies - Ground Rule 7

7.1 New Issues

- 7.1.1 If a new issue into the FTSE All-World Index has a full market capitalisation of 80th position or above in the index universe when companies are ranked in descending order (the ranking excludes companies from ineligible countries as defined in rule 6.4), then it will normally be included as a constituent of the FTSE CNBC Asia 100 Index after the close of business on the first day of official trading. In all cases, advance notification confirming the timing of the inclusion of the new constituent will be given accordingly. The security which is the lowest ranking constituent of the index will be selected for removal.
- 7.1.2 New issues that do not qualify as an eligible country as per the country weighting requirement in rule 6.4 of the review process, will not qualify as a new issue into the index.
- 7.1.3 New issues that are not large enough for fast entry will be eligible for inclusion at the next semi-annual review if large enough to become a constituent.

7.2 Removal and Replacement

- 7.2.1 If a constituent is delisted, or ceases to have a firm quotation, or is subject to a declared wholly unconditional takeover offer, the policy on constituent removal will follow the ground rules of the FTSE Global Equity Index Series. Any deletions to the FTSE CNBC Asia 100 Index will not be replaced until the next review.

7.3 Mergers, Restructuring, and Complex Takeovers

- 7.3.1 If the effect of a merger or takeover is that one constituent in the FTSE CNBC Asia 100 Index is absorbed by another, the resulting company will remain a constituent in the index, and a vacancy will be created. This vacancy will not be replaced until the next semi-annual review.
- 7.3.2 If a constituent company in the FTSE CNBC Asia 100 Index is taken over by a non-constituent company, the original constituent will be removed. The company resulting from the takeover will enter the index if it meets the inclusion eligibility requirement. If the resulting company is ineligible for inclusion the vacancy will be filled at the next semi-annual review.
- 7.3.3 If a constituent company is split so as to form two or more companies, then the resulting companies will remain in their respective index until the next semi-annual review providing it remains a constituent of the FTSE All-World Index.

Changes to Constituents Companies - Ground Rule 7

7.4 Suspension of Dealing

7.4.1 Suspended companies will follow the FTSE-All World Index rules. Where a company is removed from the FTSE CNBC Asia 100 Index the vacancy will be filled at the next semi-annual review.

7.5 Relisting of Suspended Constituents

7.5.1 Eligible relisted companies may enter the index at the next semi-annual review, providing they meet the eligibility requirements.

7.5.2 If a company relists after a continuous period of suspension lasting more than a year, FTSE reserve the right to treat that company as a new issue for the purposes of index eligibility.

Amendments to these Ground Rules - Ground Rule 8

8.1 Amendments

8.1.1 Changes and exceptions to these Ground Rules can only be authorised by FTSE and CNBC. If FTSE, CNBC or any of those responsible for the operation and administration of the FTSE CNBC Asia 100 Index consider that an exception should be made to any of the Ground Rules, the issue must be brought to the attention of FTSE and CNBC for a decision.

8.2 Exceptions

8.2.1 Where an exception is granted to the Ground Rules under Ground Rule 8.1, it will not create a precedent for future decisions by FTSE or CNBC.

8.3 Changes

8.3.1 Any proposed material changes to the Ground Rules will usually be part of the FTSE All-World Index changes and announced following each FTSE Regional Committee meeting. These changes will usually not come into effect until sufficient notice is given to index users.

8.4 Appeals of Decisions

8.4.1 A constituent or prospective constituent company (or broker or advisor acting on behalf of the company) may appeal against the decisions of FTSE on the following grounds:

- FTSE acted outside of the Ground Rules for the Management of the FTSE CNBC Asia 100 Index; or
- FTSE, when reaching their decision, failed to take into consideration a substantial and/or material fact. A substantial and material fact is any fact that would have influenced the decision of FTSE, had it been considered.

Decisions by FTSE are heard by the FTSE Policy Group. The decision of the Policy Group is final.

Any eligible appeal against a decision by the FTSE Policy Group will be heard by the FTSE Jury of Appeal. The FTSE Jury of Appeal consists of not less than three past or present senior practitioners in the investment industry appointed by FTSE, who have no current commercial involvement with FTSE, any connected company or any FTSE practitioner committee. The decision of the FTSE Jury of Appeal in such circumstances is final.

8.4.2 A request for an appeal must be made in writing to FTSE and must be received within six months of the application of the event giving rise to the appeal.

Announcing Changes - Ground Rule 9

9.1 Changes to Constituents

- 9.1.1 Decisions regarding the addition of new, eligible constituents (which are unrelated to existing index constituents or changes to the investable weighting of existing constituents) are announced at the earliest possible time before their inclusion in the Index. However, the announcement may be contingent upon the confirmation of the listing date of the security.
- 9.1.2 Index changes are published after the close of business on the day after each semi-annual review.
- 9.1.3 Implementation of the semi-annual index changes are applied after the close of business on the third Friday in March and September.
- 9.1.4 Announcements made after the close of the index calculation are normally made on the following business day.

9.2 Policy Changes

- 9.2.1 Policy changes announce by FTSE are disseminated through appropriate media before implementation.

9.3 Other Announcements

- 9.3.1 If FTSE gives special consideration to issues of particular importance to users of the FTSE CNBC Asia 100 Index, but a decision is taken not to implement a change, users will be notified through appropriate media that the issues have been reviewed.

9.4 Error Correction Policy

- 9.4.1 The objective is to maintain the FTSE CNBC Asia 100 Index to the highest standards of accuracy and integrity, using reliable data sources and following best practice in statistical and operational procedures.
- 9.4.2 Material errors in data or in calculation are corrected and users of the FTSE CNBC Asia 100 Index are notified promptly. However, FTSE Policy Group and FTSE are conscious of the risk of undermining the confidence of index users through frequent publication of amendments where trivial statistical errors have occurred that do not materially affect the accuracy of the published Index.

9.5 Re-calculations

- 9.5.1 The FTSE CNBC Asia 100 Index is recalculated whenever significant errors or distortions occur. Users of the Index are notified promptly.
- 9.5.2 Amended calculations are available from FTSE.

Management Responsibilities - Ground Rule 10

10.1 FTSE Policy Group

10.1.1 The FTSE Policy Group is established by FTSE as an independent committee. Its membership is representative of users of FTSE Indices. The FTSE Policy Group is responsible for determining major policy issues and monitoring the activities of the FTSE Regional and Country Committees.

10.1.2 The Policy Group meets Semi-annual or more frequently, if required.

10.2 FTSE International Limited (FTSE)

10.2.1 FTSE is responsible for the operation of the FTSE CNBC Asia 100 Index. FTSE maintains records of the market capitalisation of all constituents, and makes changes to the constituents and their weightings in accordance with the Ground Rules. FTSE conducts the index reviews and implements the resulting constituent changes as required by the Ground Rules.

10.2.2 Changes to constituent weightings are made by FTSE in accordance with the Ground Rules. FTSE is responsible for recording all constituent weighting changes. Daily index profiles of the real time and end of day indices are identical. Constituent weightings in the real time indices shall be used in the calculation of the end of day indices.

10.2.3 FTSE is responsible for monitoring the performance of the FTSE CNBC Asia 100 Index throughout the trading day and determines whether the status of each Index is Firm, Closed, Indicative, Held or Part (see Rule 2.1).

10.3 Status of these Ground Rules

10.3.1 These Ground Rules are effective as they are a guide to the policies and procedures of the operation and maintenance of the FTSE CNBC Asia 100 Index. They have been prepared and approved by the FTSE Policy Group. However, these policies and procedures, and their precise application, are subject to variation and periodic review.

10.3.2 This guide provides information about the general basis on which decisions relating to the construction and publication of FTSE CNBC Asia 100 Index are made.

10.3.3 No liability whether as a result of negligence or otherwise is accepted by FTSE, CNBC or any members of FTSE or FTSE Policy Group (or any other person concerned with the preparation or publication of this guide) for any losses, damages, claims and expenses suffered by any person as a result of:

- any reliance on this guide or any constituent data; and/or
- any errors or inaccuracies in this guide; and/or
- any non-application or misapplication of the policies or procedures described in this guide; and/or
- any errors or inaccuracies in the compilation or calculation of the FTSE CNBC Asia 100 Index or of any constituent data.

Appendix A – Treatment of Tracker Stocks

1.1 Definition of Tracking Stock

1.1.1 A line of stock issued to “track” the fortunes of a particular division, business unit, subsidiary or group of assets of the issuing company (the “parent”). Commonly called a Tracking Stock.

1.1.2 Tracking Stocks may be included in the Index if the Tracking Stock meets all the Ground Rules used to determine individual stock eligibility (as detailed in Ground Rule 3) after considering the points below:

- Tracking Stocks will not be reviewed as a multiple line of stock of the parent company under Ground Rule 6.3.2 but as a separate line of stock of the business unit. The business unit will be treated as a distinct company for the purposes of determining “shares in issue”, free float, and industry classification
- A Tracking Stock’s “shares in issue”, used by FTSE to determine ranking by market capitalisation and other related variables, will be the total number of shares imputed to the business unit by virtue of the economic interest retained by the parent company after the issue of tracking stocks
- Free float of tracking stocks will be determined as for the free float of any stock (see Ground Rule 6.3.1), using the imputed total number of shares in issue as the base
- The principles used to determine a business unit’s imputed shares in issue, and the tracking stock’s free float, are illustrated below:

Example 1: Parent issues 100 tracking shares, representing 20% of its economic interest of the business unit. The remaining 80% economic interest remains in the hands of the Parent, but no securities representing that interest are formally issued.

Tracking shares legally in issue = 100
Imputed total shares in issue = $100/0.2 = 500$;
Free float is 20% (100/500).

Example 2: Parent issues 100 tracking shares, 50 to the public and 50 to a strategic investor, representing 20% of the economic interest of the business unit. The remaining 80% economic interest remains in the hands of the Parent, but no securities representing that interest are formally issued.

Tracking shares legally in issue = 100
Imputed total shares in issue = $100/0.2 = 500$;
Free float is 10% (50/500).

Appendix B – List of Indices

The following indices are calculated as part of the FTSE CNBC Asia 100 Index: -

Composite Index:
FTSE CNBC Asia 100 Index
Country Indices:
FTSE CNBC Asia 100 Australia Index
FTSE CNBC Asia 100 China Index
FTSE CNBC Asia 100 Hong Kong Index
FTSE CNBC Asia 100 India Index
FTSE CNBC Asia 100 Indonesia Index
FTSE CNBC Asia 100 Japan Index
FTSE CNBC Asia 100 Malaysia Index
FTSE CNBC Asia 100 New Zealand Index
FTSE CNBC Asia 100 Pakistan Index
FTSE CNBC Asia 100 Philippines Index
FTSE CNBC Asia 100 Singapore Index
FTSE CNBC Asia 100 South Korea Index
FTSE CNBC Asia 100 Taiwan Index
FTSE CNBC Asia 100 Thailand Index
Industry Indices:
FTSE CNBC Asia 100 Index – Oil & Gas
FTSE CNBC Asia 100 Index - Basic Materials
FTSE CNBC Asia 100 Index – Industrials
FTSE CNBC Asia 100 Index - Consumer Goods
FTSE CNBC Asia 100 Index - Health Care
FTSE CNBC Asia 100 Index - Consumer Services
FTSE CNBC Asia 100 Index – Telecommunications
FTSE CNBC Asia 100 Index – Utilities
FTSE CNBC Asia 100 Index – Financials
FTSE CNBC Asia 100 Index - Technology

Appendix C – Contact Us

Further Information

Further information on The FTSE CNBC Asia 100 Index is available from FTSE, who will also welcome comments on these Ground Rules and on the Index.

For FTSE contact details please visit http://www.ftse.com/Contact_Us

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