

FTSE RAFI UK 100 INDEX

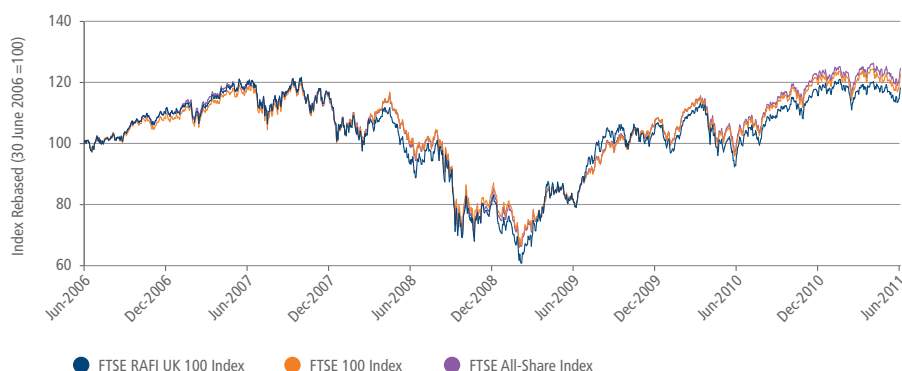
The FTSE RAFI UK 100 Index is part of the FTSE RAFI Index Series, launched in association with Research Affiliates. As part of FTSE Group's range of non-market cap weighted indices, the FTSE RAFI Index Series weights index constituents using four fundamental factors, rather than market capitalisation. These four factors include dividends, cash flow, sales and book value.

The FTSE RAFI UK 100 Index comprises of the 100 companies with the largest RAFI fundamental values selected from the constituents of the FTSE All-Share Index. The FTSE RAFI UK 100 Index will be capped on a quarterly basis at 10%.

FEATURES

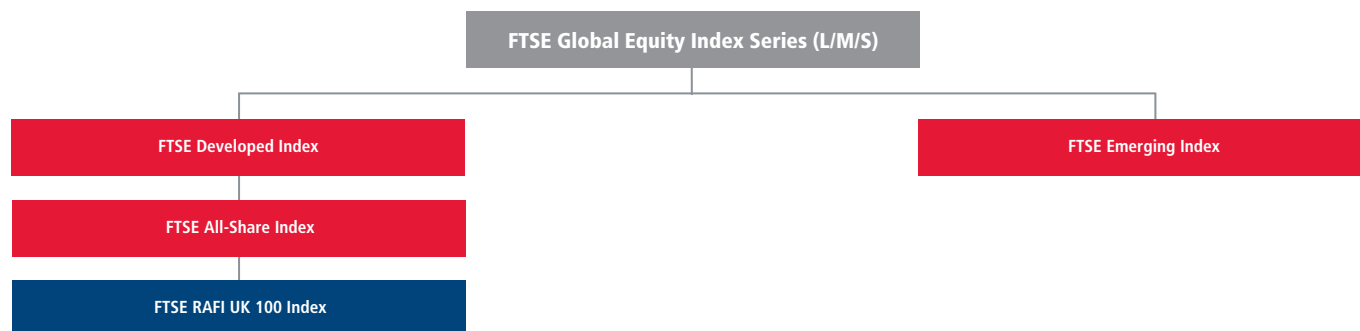
- FTSE RAFI Index-linked products offer a better beta, while maintaining the best features of passive index investment: broad market exposure, low turnover, and transparent rules-based selection, whilst retaining high investment capacity
- By using fundamental factors rather than prices to weight stocks, reviews of the FTSE RAFI Indices take advantage of price movements by reducing the index's holdings in constituents whose prices have risen relative to other constituents, and increasing holdings in companies whose prices have fallen behind
- Fundamentals weighting does not increase exposure to high P/E stocks during episodes of unsustainable P/E expansion. It therefore avoids over-exposure to the more overvalued stocks
- The indices have been designed to support index-linked funds, ETFs and over-the counter (OTC) products
- Transparent, independently governed and freely available index rules, overseen by an independent committee of leading market professionals

FTSE RAFI UK 100 INDEX 5-YEAR PERFORMANCE GRAPH (GBP TOTAL RETURN)



SOURCE: FTSE Group, data as at 30 June, 2011

FAMILY TREE



The complete FTSE RAFI Index Series family tree can be found at www.ftse.com/rafi

FTSE RAFI UK 100 INDEX TOP 10 CONSTITUENTS

Rank	Security	Supersector	FTSE RAFI UK 100 Index Weight (%)	FTSE 100 Index Weight (%)	Difference (%)
1	BP	Oil & Gas	10.23	5.58	4.65
2	HSBC Hldgs	Banks	7.99	7.11	0.88
3	Vodafone Group	Telecommunications	7.53	5.47	2.05
4	Royal Dutch Shell A	Oil & Gas	5.71	5.15	0.56
5	GlaxoSmithKline	Health Care	4.69	4.47	0.22
6	Royal Dutch Shell B	Oil & Gas	4.38	3.90	0.48
7	Barclays	Banks	3.23	2.02	1.22
8	AstraZeneca	Health Care	2.99	2.79	0.19
9	Tesco	Retail	2.52	2.06	0.45
10	British American Tobacco	Personal & Household Goods	2.25	3.52	-1.27
	Total		51.52	42.08	

SOURCE: FTSE Group, data as at 30 June, 2011

FTSE RAFI UK 100 INDEX SUPERSECTOR BREAKDOWN

ICB Code	Supersector	FTSE RAFI UK 100 Index		FTSE 100 Index		Difference (%)
		Weight (%)	No. of Constituents	Weight (%)	No. of Constituents	
0500	Oil & Gas	21.61	4	19.58	10	2.04
1300	Chemicals	0.29	1	0.27	1	0.02
1700	Basic Resources	7.05	9	14.23	12	-7.17
2300	Construction & Materials	0.20	1	0.00	0	0.20
2700	Industrial Goods & Services	3.73	11	4.64	13	-0.92
3300	Automobiles & Parts	0.23	1	0.23	1	-0.01
3500	Food & Beverage	4.13	5	5.97	5	-1.85
3700	Personal & Household Goods	4.88	6	6.90	4	-2.01
4500	Health Care	7.85	3	8.34	4	-0.49
5300	Retail	6.27	10	4.00	6	2.27
5500	Media	1.86	5	2.59	5	-0.73
5700	Travel & Leisure	2.49	10	1.79	5	0.70
6500	Telecommunications	9.85	4	6.64	3	3.21
7500	Utilities	5.31	7	4.10	6	1.21
8300	Banks	15.29	5	13.35	5	1.93
8500	Insurance	6.39	8	4.01	8	2.37
8600	Real Estate	1.34	5	1.16	4	0.18
8700	Financial Services	0.86	4	1.15	7	-0.29
9500	Technology	0.37	2	1.02	3	-0.65
	Total	100.00	101	100.00	102	

SOURCE: FTSE Group, data as at 30 June, 2011

FTSE RAFI UK 100 INDEX PORTFOLIO CHARACTERISTICS

	FTSE RAFI UK 100 Index	FTSE 100 Index
Number of Constituents	101	102
Index Market Cap (GBPbn)	3,892	1,549
Constituent Wts (%)		
Average	0.99	0.98
Largest	10.23	7.11
Smallest	0.09	0.05
Median	0.32	0.36
Top 10 Holdings (% Index Market Cap Share)	51.52	46.02

SOURCE: FTSE Group, data as at 30 June, 2011

INFORMATION

Index Universe

FTSE All-Share Index

Index Launch

19 November 2007

Base Date

19 March 2007

Base Value

5000

Investability Screen

Free float adjusted and liquidity screened

Index Calculation

Real-time (every 15 seconds) and end-of-day

End-of-Day Distribution

Index available at 22:00 GMT & BST via FTP and email

Currency

GBP (real-time); Euro, USD, GBP, Yen, AUD & Local (end-of-day)

Review Dates

The index is reviewed annually in March, while the 10% capping level is reviewed quarterly in March, June, September & December

Index Rules

Available at www.ftse.com/rafi

Vendor Codes

Available at www.ftse.com/indices

Factsheet Data

Source: FTSE Group & Research Affiliates

© FTSE International Limited ("FTSE") 2011. All rights reserved. "FTSE®", "FT-SE®" and "Footsie®" are trade marks jointly owned by the London Stock Exchange Plc and The Financial Times Limited and are used by FTSE under licence. "Research Affiliates" and "Fundamental Index" are trade marks of Research Affiliates LLC ("RA"). The FTSE Research Affiliates Fundamental Indices ("FTSE RAFI Indices") are calculated by FTSE RA. All rights in and to the FTSE RAFI Indices vest in FTSE and/or its relevant partners. No part of this publication may be reproduced, stored in retrieval system or transmitted by any other form or means whether electronic, mechanical, photocopying, recording or otherwise without the prior permission of FTSE. All information is provided for information purposes only. Whilst every effort is made to ensure that all information given by FTSE in this publication is accurate, no responsibility or liability can be accepted by FTSE and/or its relevant partners for any errors or for any loss arising from use of this publication. Distribution of the FTSE RAFI Indices and the use of the FTSE RAFI Indices to create financial products requires a licence with FTSE. Industry Classification Benchmark ("ICB") is a product of FTSE. All intellectual property rights in and to ICB vest in FTSE and a licence from FTSE is required for use of ICB. FTSE and its licensors do not accept any liability to any person for any loss or damage arising out of any error or omission in ICB.



FOR FURTHER INFORMATION VISIT WWW.FTSE.COM, EMAIL INFO@FTSE.COM OR CALL YOUR LOCAL FTSE OFFICE:

BEIJING +86 (10) 8587 7722 DUBAI +971 4 319 9901 HONG KONG +852 2164 3333 LONDON +44 (0) 20 7866 1810

MILAN +39 02 3604 6953 MUMBAI +91 22 6649 4180 NEW YORK (DOMESTIC TOLL-FREE) + 1 888 FTSE (3873)

PARIS +33 (0)1 53 76 82 89 SAN FRANCISCO +1 888 747 FTSE (3873) SYDNEY +61 (2) 9293 2864 TOKYO +81 (3) 3581 2811

