

FTSE VALUE-STOCKS INDICES

FTSE Value-Stocks Taiwan Index Review Changes Overview - September 2011

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HTC Corporation (2498), Delta Electronics (2308) and Formosa Petrochemical (6505) will account for 10.00 per cent, 3.41 per cent and 2.87 per cent of the turnover of the FTSE Value-Stocks Taiwan Index respectively

Review Overview

The FTSE Value-Stocks Taiwan Index offers investors an exciting opportunity to access quality value stocks in the Taiwan market through a unique, transparent, and rules-based value strategy. This value-based equity index combines FTSE's globally recognised index expertise with Value Partners' proven track record in disciplined value investing. The value-based methodology is designed by Value Partners Index Services Limited and the index is calculated and maintained by FTSE Group, capturing the performance of 50 quality value stocks amongst liquid and tradable Taiwanese companies listed on the Taiwan Stock Exchange ("TWSE") and GreTai Securities Market ("GTSM").

The following changes will be made to the FTSE Value-Stocks Taiwan Index after the September review. Effective on Monday 19th September 2011, HTC Corporation (2498), Delta Electronics (2308), Formosa Petrochemical (6505) and 8 other companies will be included in the FTSE Value-Stocks Taiwan Index, replacing 11 existing constituents, including United Microelectronics (2303), Yuanta Financial Holding (2885) and Acer (2353). The total two-way index turnover is estimated to be 44.28 per cent.

Key changes are highlighted below:

Table One: FTSE Value-Stocks Taiwan Index Constituent Weightings

Rank	Local Code	Constituent Name	ICB Subsector	Weight in Index before change (%)	Weight in Index after change (%)	Change in Weight (%)	Turnover (2-Way) (%)
1	2498	HTC Corporation	Telecommunications Equipment	-	10.00	10.00	10.00
2	2330	Taiwan Semiconductor Manufacturing	Semiconductors	10.68	10.00	-0.68	0.68
3	1303	Nan Ya Plastics	Commodity Chemicals	9.54	9.55	0.02	0.02
4	1301	Formosa Plastics Corp	Commodity Chemicals	8.59	9.36	0.77	0.77
5	1326	Formosa Chemicals & Fibre	Commodity Chemicals	7.69	6.55	-1.14	1.14
6	2002	China Steel	Iron & Steel	6.85	6.18	-0.67	0.67
7	2881	Fubon Financial Holdings	Life Insurance	5.60	4.77	-0.83	0.83
8	2891	Chinatrust Financial Holding	Banks	4.73	4.32	-0.41	0.41
9	2308	Delta Electronics	Electronic Equipment	-	3.41	3.41	3.41
10	2357	Asustek Computer Inc	Computer Hardware	3.97	3.38	-0.59	0.59
11	2311	Advanced Semiconductor Engineering	Semiconductors	2.88	3.27	0.39	0.39
12	6505	Formosa Petrochemical	Exploration & Production	-	2.87	2.87	2.87
13	2105	Cheng Shin Rubber Industry	Tires	2.76	2.35	-0.41	0.41
14	2324	Compal Electronics	Computer Hardware	2.73	2.32	-0.40	0.40
15	5854	Taiwan Cooperative Bank	Banks	2.04	1.74	-0.30	0.30
16	3697	MStar Semiconductor	Semiconductors	-	1.54	1.54	1.54
17	3702	WPG Holdings	Semiconductors	1.41	1.20	-0.21	0.21
18	3037	Unimicron Technology	Electrical Components & Equipment	1.39	1.19	-0.21	0.21
19	9904	Pou Chen	Footwear	1.36	1.16	-0.20	0.20
20	2103	Tsrc	Commodity Chemicals	1.12	0.96	-0.17	0.17
21	6239	Powertech Technology	Semiconductors	1.12	0.95	-0.17	0.17
22	2337	Macronix International	Semiconductors	0.88	0.75	-0.13	0.13
23	2395	Advantech	Computer Hardware	0.72	0.62	-0.11	0.11
24	2615	Wan Hai Lines	Marine Transportation	-	0.61	0.61	0.61
25	2015	Feng Hsin Iron & Steel	Iron & Steel	-	0.60	0.60	0.60
26	3034	Novatek Microelectronics	Semiconductors	0.71	0.60	-0.11	0.11
27	1504	TECO Electric & Machinery	Durable Household Products	0.71	0.60	-0.11	0.11
28	9921	Giant Manufacturing	Recreational Products	0.68	0.58	-0.10	0.10
29	1704	LCY Chemical	Specialty Chemicals	-	0.57	0.57	0.57
30	2385	Chicony Electronics	Computer Hardware	0.67	0.57	-0.10	0.10
31	5483	Sino-American Silicon Products Inc.	Semiconductors	0.57	0.48	-0.08	0.08
32	3189	Kinsus Interconnect Technology	Semiconductors	0.50	0.43	-0.07	0.07
33	8299	Phison Electronics Corp	Computer Hardware	0.50	0.42	-0.07	0.07
34	2379	Realtek Semiconductor	Semiconductors	0.49	0.42	-0.07	0.07
35	6286	Richtek Technology	Semiconductors	0.47	0.40	-0.07	0.07
36	2393	Everlight Electronics	Electrical Components & Equipment	0.47	0.40	-0.07	0.07

Note: New additions after the September 2011 review are highlighted in blue, and deletions are highlighted in red

Source: FTSE Group, data as at 9th September 2011

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Table One: FTSE Value-Stocks Taiwan Index Constituent Weightings continued

Rank	Local Code	Constituent Name	ICB Subsector	Weight in Index before change (%)	Weight in Index after change (%)	Change in Weight (%)	Turnover (2-Way) (%)
37	2006	Tung Ho Steel	Iron & Steel	0.47	0.40	-0.07	0.07
38	1507	Yung Tay Engineering	Industrial Machinery	0.46	0.39	-0.07	0.07
39	6153	Career Technology	Electrical Components & Equipment	0.43	0.36	-0.06	0.06
40	2606	U-Ming Marine Transport	Marine Transportation	0.42	0.36	-0.06	0.06
41	2327	Yageo Corp	Electrical Components & Equipment	0.42	0.36	-0.06	0.06
42	9939	Taiwan Hon Chuan	Containers & Packaging	0.41	0.36	-0.06	0.06
43	2360	Chroma Ate	Electronic Equipment	-	0.36	0.36	0.36
44	2106	Kenda Rubber Industrial	Tires	-	0.35	0.35	0.35
45	6244	Motech Industries	Renewable Energy Equipment	0.40	0.34	-0.06	0.06
46	2548	Huaku Development	Real Estate Holding & Development	-	0.34	0.34	0.34
47	1717	Eternal Chemical	Specialty Chemicals	0.39	0.33	-0.06	0.06
48	2601	First Steamship	Marine Transportation	-	0.32	0.32	0.32
49	2376	Gigabyte Technology	Semiconductors	0.36	0.31	-0.05	0.05
50	5522	Farglory Land Development Co	Real Estate Holding & Development	0.35	0.30	-0.05	0.05
-	2303	United Microelectronics	Semiconductors	3.12	-	-3.12	3.12
-	2885	Yuanta Financial Holding	Investment Services	3.06	-	-3.06	3.06
-	2353	Acer	Computer Hardware	2.13	-	-2.13	2.13
-	2890	SinoPac Financial Holdings Co. Ltd.	Banks	1.59	-	-1.59	1.59
-	3231	Wistron Corp	Computer Hardware	1.57	-	-1.57	1.57
-	2448	Epistar Corp	Semiconductors	1.01	-	-1.01	1.01
-	2392	Cheng Uei Precision Industry	Electrical Components & Equipment	0.55	-	-0.55	0.55
-	1319	Tong Yang Industry	Auto Parts	0.34	-	-0.34	0.34
-	2489	AmTRAN Technology	Consumer Electronics	0.29	-	-0.29	0.29
-	3622	Young Fast Optoelectronics Co. Ltd.	Electrical Components & Equipment	0.20	-	-0.20	0.20
-	3519	Green Energy Technology	Renewable Energy Equipment	0.18	-	-0.18	0.18
		Totals	-	100.00	100.00	-	44.28

United Microelectronics (2303), Yuanta Financial Holding (2885) and Acer (2353) before the Index rebalance accounted for 3.12 per cent, 3.06 per cent and 2.13 per cent of the FTSE Value-Stocks Taiwan Index respectively

Note: New additions after the September 2011 review are highlighted in blue, and deletions are highlighted in red
Source: FTSE Group, data as at 9th September 2011

Table Two: FTSE Value-Stocks Taiwan Index Sector Breakdown

ICB Industry / Sector	Number of Constituents after change	Change in Constituents	Weight in Index before change (%)	Weight in Index after change (%)	Change in Weight (%)	Turnover (2-Way) (%)
Oil & Gas	2	0	0.59	3.21	2.62	3.11
Oil & Gas Producers	1	1	0.00	2.87	2.87	2.87
Alternative Energy	1	-1	0.59	0.34	-0.24	0.24
Basic Materials	9	2	34.65	34.51	-0.14	4.07
Chemicals	6	1	27.33	27.33	0.00	2.73
Industrial Metals & Mining	3	1	7.32	7.18	-0.14	1.34
Industrials	11	2	4.76	8.11	3.34	6.04
General Industrials	1	0	0.41	0.36	-0.06	0.06
Electronic & Electrical Equipment	6	0	3.47	6.07	2.61	4.93
Industrial Engineering	1	0	0.46	0.39	-0.07	0.07
Industrial Transportation	3	2	0.42	1.29	0.86	0.99
Consumer Goods	5	-1	6.14	5.04	-1.09	1.80
Automobiles & Parts	2	0	3.10	2.70	-0.40	1.10
Household Goods & Home Construction	1	0	0.71	0.60	-0.11	0.11
Leisure Goods	1	-1	0.97	0.58	-0.39	0.39
Personal Goods	1	0	1.36	1.16	-0.20	0.20
Financials	5	-1	17.37	11.46	-5.91	6.59
Banks	2	-1	8.36	6.06	-2.30	2.30
Life Insurance	1	0	5.60	4.77	-0.83	0.83
Real Estate Investment & Services	2	1	0.35	0.64	0.29	0.39
Financial Services	0	-1	3.06	0.00	-3.06	3.06
Technology	18	-2	36.49	37.67	1.17	22.68
Technology Hardware & Equipment	18	-2	36.49	37.67	1.17	22.68
Totals	50	22	100.00	100.00	-	44.28

Source: FTSE Group, data as at 9th September 2011

Oil & Gas Producers will see the largest change in Index weighting, up 2.87 per cent

Financial Services will see the largest fall in Index weighting, down 3.06 per cent

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