

FTSE SHARIAH JAPAN 100 INDEX

The FTSE Shariah Japan 100 Index has been designed to be used as the basis of Shariah-compliant investment products that meet the requirements of Shariah investors in Japan and internationally.

The FTSE Shariah Japan 100 index comprises the top 100 Shariah-compliant constituents within the FTSE Japan Index, by full market capitalisation. Shariah screening is undertaken by the leading global Shariah consultancy, Yasaar Ltd, against a clear set of guiding principles.

FEATURES

- The FTSE Shariah Japan 100 Index is based on the FTSE Japan Index. The FTSE Japan Index comprises the Japanese Large and Mid Cap stocks from the FTSE Global Equity Index Series
- Constituents are assessed using Yasaar Ltd's Shariah screening methodology on a quarterly basis
- The index is calculated in accordance with the Industry Classification Benchmark (ICB), a global standard developed in partnership with Dow Jones Indexes
- The index is designed for the creation of index tracking funds, ETFs and performance benchmarks
- Stocks are free-float weighted to ensure that only the investable opportunity set is included within the indices
- Stocks are liquidity screened to ensure that the index is tradable
- Capital and total return indices are available within this index

FTSE SHARIAH JAPAN 100 INDEX SCREENING METHODOLOGY

Initially, companies involved in any of the following activities will be filtered out as non Shariah-compliant:

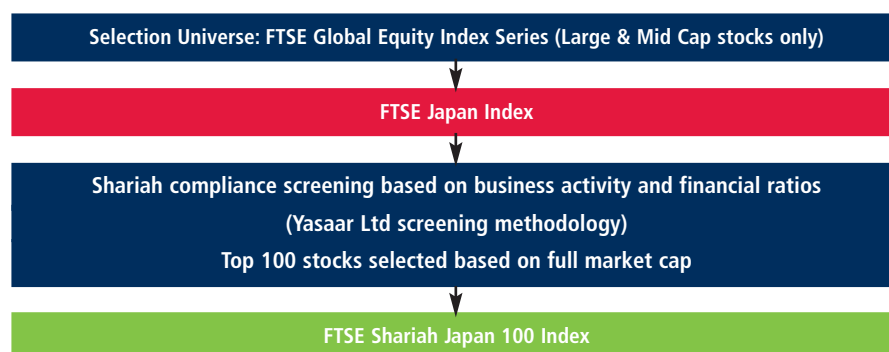
- Conventional Finance (non-Islamic Banking, Finance and Insurance, etc.)
- Alcohol
- Pork related products and non-halal food production, packaging and processing or any other activity related to pork and non-halal food
- Entertainment (Casinos, Gambling, Cinema, Music, Pornography and Hotels)
- Tobacco
- Weapons, arms and defence manufacturing

The remaining companies are then further screened on a financial basis. The following financial ratios must be met for companies to be considered as Shariah-compliant:

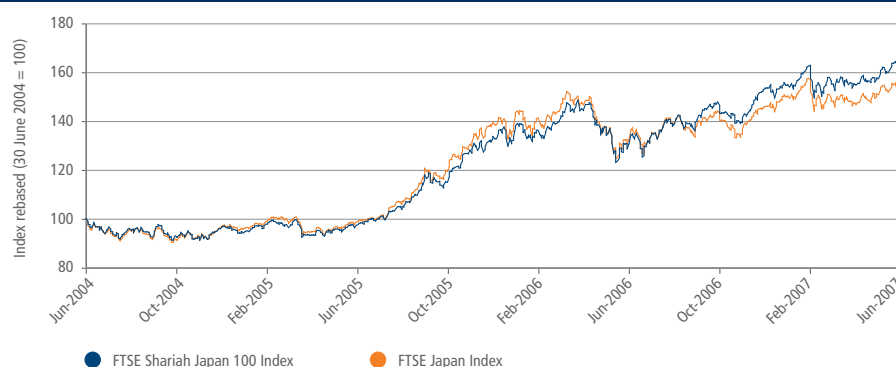
- Debt is less than 33% of total assets
- Cash and Interest bearing items are less than 33% of total assets
- Accounts receivable and cash are less than 50% of total assets
- Non compliant income other than interest is less than 5% of total revenue
- Total interest income is less than 5% of total revenue

Further details on Yasaar Ltd can be found at www.yasaar.org

FULL SCREENING PROCESS



FTSE SHARIAH JAPAN 100 INDEX 5 YEAR PERFORMANCE (JPY CAPITAL RETURN)



Source: FTSE Group, data as at 29 June, 2007

FTSE SHARIAH JAPAN 100 INDEX TOP 10 CONSTITUENTS

Rank	Constituent	ICB Sector	Net Market Cap (JPYm)	Weight (%)
1	Toyota Motor	Automobiles & Parts	21,118,488	13.81
2	Canon	Technology Hardware & Equipment	9,625,049	6.30
3	Matsushita Electric Ind	Leisure Goods	5,985,172	3.91
4	Takeda Pharmaceutical	Pharmaceuticals & Biotechnology	5,308,954	3.47
5	Nippon Steel	Industrial Metals	4,431,344	2.90
6	Komatsu	Industrial Engineering	3,607,363	2.36
7	NTT Docomo	Mobile Telecommunications	3,578,640	2.34
8	JFE Holdings	Industrial Metals	3,518,595	2.30
9	KDDI Corp	Mobile Telecommunications	3,070,980	2.01
10	NTT	Fixed Line Telecommunications	2,869,860	1.88
	Total		63,114,446	41.28

Source: FTSE Group, data as at 29 June, 2007

FTSE SHARIAH JAPAN 100 INDEX SECTOR BREAKDOWN

Sector	No. of Constituents	Net Market Cap (JPYm)	Weight (%)
Oil & Gas Producers	4	2,453,815	1.60
Chemicals	10	9,602,509	6.28
Industrial Metals	5	12,522,077	8.19
Construction & Materials	3	2,408,787	1.58
General Industrials	3	3,477,073	2.27
Electronic & Electrical Equipment	10	11,734,820	7.68
Industrial Engineering	10	12,422,041	8.12
Industrial Transportation	1	558,504	0.37
Support Services	1	1,014,574	0.66
Automobiles & Parts	11	30,025,838	19.64
Food Producers	1	548,839	0.36
Household Goods	3	1,854,835	1.21
Leisure Goods	6	12,225,671	8.00
Personal Goods	1	1,752,725	1.15
Health Care Equipment & Services	1	752,827	0.49
Pharmaceuticals & Biotechnology	6	11,264,087	7.37
Food & Drug Retailers	1	2,554,915	1.67
General Retailers	2	705,745	0.46
Media	3	2,187,986	1.43
Travel & Leisure	1	2,850,000	1.86
Fixed Line Telecommunications	1	2,869,860	1.88
Mobile Telecommunications	2	6,649,620	4.35
Gas, Water & Multiutilities	1	1,230,785	0.80
Real Estate	1	90,977	0.06
Software & Computer Services	3	1,821,767	1.19
Technology Hardware & Equipment	9	17,312,622	11.32
Total	100	152,893,299	100.00

Source: FTSE Group, data as at 29 June, 2007

PORTFOLIO CHARACTERISTICS

Attribute	FTSE Shariah Japan 100 Index
Number of Constituents	100
Net Market Cap (JPYm)	152,893,299
Company Size: (Adjusted JPYm)	
Average	1,528,933
Largest	21,118,488
Smallest	90,977
Median	810,283
Weight Largest Company (%)	13.81
Top 10 Holdings (% Net Market Cap Share)	41.28

Source: FTSE Group, data as at 29 June, 2007

INFORMATION

Index Universe

FTSE Japan Index

Index Launch

30 July 2007

Base Date

29 September 2003

Base Value

1000

Investability Screen

Free float adjusted and liquidity screened

Index Calculation

Real-time and end-of-day indices available.

Real-time index calculated every 15 seconds

End-of-Day Distribution

Indices available at 18:30 Local time (09:30

hours London time GMT or 10:30 hours British

Summertime) via FTP and email

Currency

JPY

Review Dates

Underlying constituents reviewed by market

capitalisation annually in September. Shariah

screening is undertaken by Yasaar Ltd on a

quarterly basis, with replacement Shariah-

compliant constituents inserted into the index

on a quarterly basis, as appropriate, from a

reserve Shariah-compliant constituent list

Index Rules

Available at www.ftse.com/japan

Vendor Codes

Available at www.ftse.com/japan

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