# FTSE QUALITY OF MARKETS CRITERIA (EUROPE Emerging) as at September 2016

| CRITERIA | COUNTRY NAMES | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | DEV WATCH | Poland | ADV EMG | Czech Republic | Greece | Hungary | Turkey | SEC EMG | Russia | SEC EMG WATCH | Romania |
| **World Bank GNI Per Capita Rating, 2015** | | High | | High | High | High | Upper Middle | | High | | Upper Middle |
| **Credit Worthiness** | | Investment | | Investment | Highly Speculative | Speculative | Speculative | | Speculative | | Investment |
| **Market and Regulatory Environment** | | | | | | | | | | | |
| Formal stock market regulatory authorities actively monitor market (e.g., SEC, FSA, SFC) | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | X | Pass |
| Fair and non-prejudicial treatment of minority shareholders | X | Pass | X | Pass | Pass | Pass | Pass | | Restricted | | Pass |
| No or selective incidence of foreign ownership restrictions | X | Pass | X | Pass | Pass | Pass | Pass | | Not Met | | Pass |
| No objection to or significant restrictions or penalties applied to the investment of capital or the repatriation of capital and income | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | X | Pass |
| Free and well-developed equity market | X | Pass | X | Pass | Pass | Pass | Pass | | Restricted | | Not Met |
| Free and well-developed foreign exchange market | X | Pass | X | Pass | Pass | Pass | Pass | | Pass | | Restricted |
| No or simple registration process for foreign investors | X | Pass | X | Pass | Pass | Pass | Pass | | Restricted | | Restricted |
| **Custody and Settlement** | | | | | | | | | | | |
| Settlement - Rare incidence of failed trades | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | X | Pass |
| Custody-Sufficient competition to ensure high quality custodian services | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | | Pass |
| Clearing & Settlement - T+2 / T+ 3 | X | T+2 | X | T+2 | T+2 | T+2 | T+2 | X | T+2 | X | T+2 |
| Settlement - Free delivery available | X | Pass | | Pass | Pass | Pass | Pass | | Pass | | Restricted |
| Custody - Omnibus account facilities available to international investors | X | Restricted | X | Pass | Restricted | Pass | Restricted | | Pass | | Not Met |
| **Dealing Landscape** | | | | | | | | | | | |
| Brokerage - Sufficient competition to ensure high quality broker services | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | | Pass |
| Liquidity - Sufficient broad market liquidity to support sizeable global investment | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | | Not Met |
| Transaction costs - implicit and explicit costs to be reasonable and competitive | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | | Pass |
| Stock Lending is permitted | X | Pass | | Restricted | Restricted | Restricted | Pass | | Not Met | | Not Met |
| Short sales permitted | X | Pass | | Restricted | Pass | Pass | Pass | | Restricted | | Restricted |
| Off-exchange transactions permitted | X | Pass | | Pass | Restricted | Pass | Pass | | Pass | | Not Met |
| Efficient trading mechanism | X | Pass | | Pass | Pass | Pass | Pass | | Pass | | Pass |
| Transparency - market depth information / visibility and timely trade reporting process | X | Pass | X | Pass | Pass | Pass | Pass | X | Pass | X | Pass |
| **Derivatives** | | | | | | | | | | | |
| Developed Derivatives Market | X | Pass | | Not Met | Pass | Pass | Restricted | | Pass | | Restricted |

Shading indicates a change from March 2016