

Methodology overview

FTSE
Russell

FTSE Global Total Cap Index

Targeting coverage of over 99% of the global investable equity market by extending the FTSE Global Equity Index Series (GEIS) into the global micro cap segment

Representing the entire investable global equity market

FTSE Russell provides a comprehensive global perspective based on the knowledge gained through developing local benchmarks around the world. Combining the FTSE Global Micro Cap Index with the FTSE Global All Cap Index creates the FTSE Global Total Cap Index, which includes large, mid, small and micro cap companies across developed and emerging markets.

FTSE Global Small Cap
\$6.0 trillion net market cap
4,678 stocks

FTSE Global Micro Cap
\$1.2 trillion net market cap
7,971 stocks

FTSE Developed Total Cap
\$47.2 trillion net market cap
11,334 large, mid, small & micro cap stocks

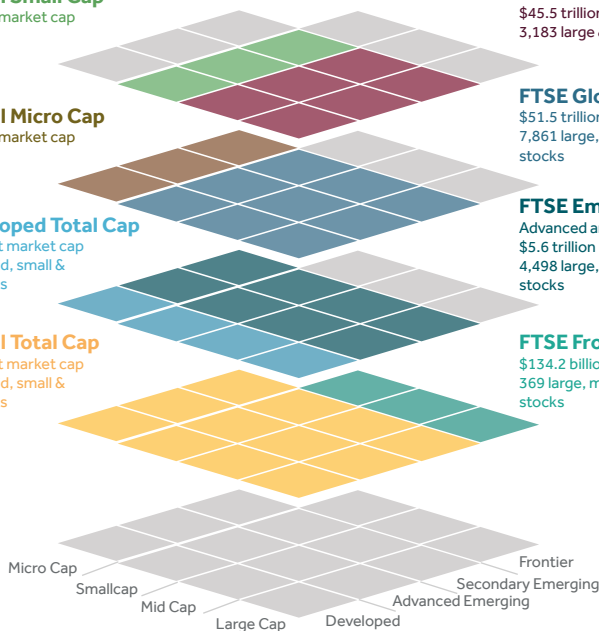
FTSE Global Total Cap
\$52.7 trillion net market cap
15,832 large, mid, small & micro cap stocks

FTSE All-World®
\$45.5 trillion net market cap
3,183 large & mid cap stocks

FTSE Global All Cap
\$51.5 trillion net market cap
7,861 large, mid & small cap stocks

FTSE Emerging Total Cap
Advanced and Secondary
\$5.6 trillion net market cap
4,498 large, mid, small & micro cap stocks

FTSE Frontier
\$134.2 billion net market cap
369 large, mid & small cap stocks



Based on FTSE Russell's expertise and leadership in both global equity and small cap indexes, the FTSE Global Total Cap Index provides deep representation of the global investable equity market by extending target coverage of the FTSE Global Equity Index Series (GEIS) to over 99%.

Over \$1.7 trillion in assets under management are benchmarked to a FTSE GEIS index, with \$1.4 trillion tracking a FTSE GEIS index passively via index-linked investment products.¹

Source: FTSE Russell. Data as of March 30, 2018.

¹Source: Data as of December 31, 2017 as reported on April 2, 2018 by eVestment for institutional assets, Morningstar for retail mutual funds, insurance products, and ETFs, and additional passive assets directly collected by FTSE Russell. AUM data includes blended benchmarks and excludes futures and options. Passive assets directly collected by FTSE Russell have been removed from third party sources to prevent double counting. No assurances are given by FTSE Russell as to the accuracy of the data.

Features

- Rules-based, transparent approach to index construction.
- Governance structure includes a board of internal experts supported by external advisory committees.
- Eligible securities are screened for investable weight, liquidity and surveillance status.
- Covers over 99% of each of the seven regions: Asia Pacific ex Japan, Developed Europe, Emerging Europe, Japan, Latin America, Middle East & Africa and North America.
- Indexes are reviewed semi-annually in March and September with quarterly updates to shares outstanding and free float adjustments.²

Benefits

- FTSE GEIS provides market participants with a series of seamless global equity benchmarks suitable for use as policy benchmarks or as the basis for index-linked products.
- The addition of global microcap coverage to FTSE GEIS extends the underlying investable universe from which additional indexes such as Smart Beta and Sustainability indexes can be derived.
- Market participants may use the FTSE Global Total Cap Index to capture the full global equity investable opportunity set, including large, mid, small and micro cap securities in both emerging and developed markets.

| Index | FTSE Global Total Cap | FTSE Global All Cap | FTSE All-World | FTSE Global Small Cap | FTSE Global Small/Micro Cap | FTSE Global Micro Cap |
|----------------------------------|-----------------------------|----------------------|----------------|-----------------------|-----------------------------|-----------------------|
| Included cap segments | Large, Mid, Small and Micro | Large, Mid and Small | Large and Mid | Small | Small and Micro | Micro |
| % of FTSE Global Total Cap Index | 100% | 98% | 86% | 11% | 14% | 2% |
| Net Mcap (USDt) | 52.7 | 51.5 | 45.5 | 6.1 | 7.2 | 1.2 |
| Number of countries | 47 | 47 | 47 | 46 | 47 | 46 |
| Developed | 24 | 24 | 24 | 24 | 24 | 24 |
| Emerging | 23 | 23 | 23 | 23 | 23 | 22 |
| Advanced Emerging | 11 | 11 | 11 | 10 | 11 | 10 |
| Secondary Emerging | 12 | 12 | 12 | 12 | 12 | 12 |
| Number of constituents | 15,832 | 7,861 | 3,183 | 4,678 | 12,649 | 7,971 |
| Developed | 11,334 | 5,710 | 2,141 | 3,569 | 9,193 | 5,624 |
| Emerging | 4,498 | 2,151 | 1,042 | 1,109 | 3,456 | 2,347 |
| Advanced Emerging | 2,457 | 1,083 | 463 | 620 | 1,994 | 1,374 |
| Secondary Emerging | 1,976 | 1,068 | 579 | 489 | 1,462 | 973 |

Source: FTSE Russell, data as of March 30, 2018.

²For more information please see the FTSE Global Equity Index Series Ground Rules on ftserussell.com

For more information about our indexes, please visit ftserussell.com

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About FTSE Russell

FTSE Russell is a leading global index provider creating and managing a wide range of indexes, data and analytic solutions to meet client needs across asset classes, style and strategies. Covering 98% of the investable market, FTSE Russell indexes offer a true picture of global markets, combined with the specialist knowledge gained from developing local benchmarks around the world.

FTSE Russell index expertise and products are used extensively by institutional and retail investors globally. For over 30 years, leading asset owners, asset managers, ETF providers and investment banks have chosen FTSE Russell indexes to benchmark their investment performance and create investment funds, ETFs, structured products and index-based derivatives. FTSE Russell indexes also provide clients with tools for asset allocation, investment strategy analysis and risk management.

A core set of universal principles guides FTSE Russell index design and management: a transparent rules-based methodology is informed by independent committees of leading market participants. FTSE Russell is focused on index innovation and customer partnership applying the highest industry standards and embracing the IOSCO Principles. FTSE Russell is wholly owned by London Stock Exchange Group.

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