

FTSE NAREIT US Real Estate Index Series

The FTSE NAREIT US Real Estate Index Series was launched to reflect the real estate segment. The indexes are built together with the US real estate industry leader National Association of Real Estate Investment Trusts (NAREIT®). NAREIT is the US-based association for REITs and publicly-traded real estate companies.

The FTSE NAREIT US Real Estate Index Series is a comprehensive family of US real estate indexes designed to be used to track, benchmark and analyze this segment at either a broad industry-wide level or on a sector-by-sector basis. The FTSE NAREIT US Real Estate Index Series provides extensive coverage of US-listed real estate investment trusts (REITs).

A REIT is a company that owns and, in most cases, operates income-producing real estate such as apartments, shopping centers, offices, hotels and warehouses. Some REITs also engage in financing real estate. The shares of many REITs are publicly traded, usually on a major stock exchange. To qualify as a REIT under US law, a company must distribute at least 90% of its taxable income to its shareholders annually.

FTSE NAREIT Property Sectors The FTSE NAREIT US Real Estate Index Series uses a real estate-specific sector framework.



Subsectors

- Residential**
 - Apartments
 - Manufactured Homes
 - Single Family Homes
- Retail**
 - Shopping Centers
 - Regional Malls
 - Free Standing

Comprehensive

Spans the entire commercial real estate sector of the US economy
Includes exchange-listed REITs from all investment and property sectors

Modular

Property sector and sub-sector indexes available to facilitate more narrowly focused exposure to commercial real estate

Investable

The broad FTSE NAREIT Composite Index and its sub-indexes are free-float market cap weighted to ensure that only the investable opportunity set is included
Screened to ensure that the indexes are liquid and tradable

Transparent

Transparent, rules-based construction process is freely available on ftserussell.com

FTSE is the Benchmark Administrator as defined by the IOSCO Principles for Financial Benchmarks published in July 2013

Widely tracked

Tracked by 50% of global real estate sector equity funds¹

\$359B total assets benchmarked to the FTSE NAREIT US Real Estate Index Series and FTSE EPRA/NAREIT Global Real Estate Index Series (\$49B passive)²

Investable FTSE NAREIT indexes

- Constituents are market cap-weighted
- Reviewed quarterly in March, June, September and December with changes implemented on the third Friday of the month
- Indexes are calculated in USD, EUR, GBP, JPY
- Additional property sector and sub-sector indexes are available



Data as of November 30, 2017. See index factsheets on ftserussell.com for updated number of constituents and market cap

Additional FTSE NAREIT indexes available

FTSE NAREIT US Real Estate Capped Index Series Designed to provide a comprehensive assessment of overall REIT industry performance

FTSE NAREIT Preferred Stock Index Designed to track the performance of preferred stocks based on eligible US REITs

¹ Source: Morningstar Direct, data as at August 31, 2016.

² Data as of December 31, 2016 as reported on March 31, 2017 by eVestment for institutional assets, Morningstar for retail mutual funds and insurance products, ETFGI for ETFs, and additional passive assets directly collected by FTSE Russell. AUM is assigned to parent index. 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.

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

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About FTSE Russell

FTSE Russell is a leading global provider of benchmarking, analytics and data solutions for investors, giving them a precise view of the market relevant to their investment process. A comprehensive range of reliable and accurate indexes provides investors worldwide with the tools they require to measure and benchmark markets across asset classes, styles or strategies.

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 ETFs, structured products and index-based derivatives.

FTSE Russell is focused on applying the highest industry standards in index design and governance, employing transparent rules-based methodology informed by independent committees of leading market participants. FTSE Russell fully embraces the IOSCO Principles and its Statement of Compliance has received independent assurance. Index innovation is driven by client needs and customer partnerships, allowing FTSE Russell to continually enhance the breadth, depth and reach of its offering.

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