

FTSE CSAG TERROR-FREE INDEX SERIES

In partnership with Conflict Securities Advisory Group, Inc. (CSAG) FTSE Group has launched the FTSE CSAG Terror-Free Index Series in response to US investor demand, and driven by recent US legislation. The CSAG screening process for the FTSE CSAG Terror-Free Index Series is specifically designed to exclude those companies that have been determined by CSAG to have active or current, non-humanitarian business ties to Iran, Sudan, Syria or North Korea. The index Series is designed to represent the performance of the largest and most liquid large and mid capitalization companies in the FTSE Global Equity Index Series after the CSAG screening process.

Conflict Securities Advisory Group, Inc. is a Washington DC-based research and consulting firm that specializes in identifying and assessing publicly traded companies that have business activities in or with Iran, North Korea, Sudan, and Syria. CSAG is responsible for identifying companies to be excluded from the constituents of the FTSE CSAG Terror-Free Index Series. Terror-free investing describes an investment philosophy that excludes from portfolio holdings those companies that maintain non-humanitarian business ties to Iran, Sudan, Syria or North Korea.

FTSE CSAG TERROR-FREE INDEX SERIES SCREENING METHODOLOGY

UNIVERSE: FTSE GLOBAL EQUITY INDEX SERIES (LARGE & MID CAP STOCKS ONLY)

DIRECT CONTROL SCREENING

For a company to be considered to have an active or current tie to a country, it must, at any point over the previous three years: have controlled property or assets located in, have had employees, an office or facilities located in, provided goods or services to, obtained goods or services from, provided credits or loans to, invested in or had equity ties to one or more of Iran, North Korea, Sudan or Syria or any company or person in these countries or for the benefit of specific corporate activity in these countries.

INDIRECT CONTROL SCREENING

A company is also screened out of the index series if it owns more than a 25% stake in another company that has business ties to these countries on the rationale that it maintains some control or influence over the behavior of its "subsidiary."

FTSE CSAG TERROR-FREE INDEX SERIES

UNIVERSE THEN FILTERED ACCORDING TO EACH INDEX'S REQUIRED REGIONAL REPRESENTATION

EXEMPTED ACTIVITIES

A company is not considered to have an active or current tie if it meets the following criteria:

- The company has publicized a policy of not seeking new business in state-sponsors of terrorism countries and has had no active or current tie to a country at any point over the previous year.

A company tie is considered solely humanitarian if it meets the following criteria:

- The company's activities in the country are exclusively pro bono and exclusively involving medical, food-related or strictly relief-oriented products or services;
- The company's activities in the country must be exclusively in support of official or non-profit relief or peace keeping efforts;
- The company's activities are solely with the Government of Southern Sudan;
- The company's activities are solely journalistic

FEATURES

- The index series provides a tool to help create and manage portfolios that are free of business ties to countries deemed by the US Securities and Exchange Commission (SEC) as posing 'global security risks'
- The FTSE CSAG Terror-Free All-World ex-US Index consists of all non-US large and mid capitalization companies in the FTSE Global Equity Index Series (GEIS) after the CSAG screening process
- The FTSE CSAG Terror-Free Developed ex-US Index consists of all non-US large and mid capitalization companies from developed countries in the FTSE Global Equity Index Series (GEIS) after the CSAG screening process
- The FTSE CSAG Terror-Free Emerging Index consists of all large and mid capitalization companies from emerging countries in the FTSE Global Equity Index Series (GEIS) after the CSAG screening process
- The indexes are designed for the creation of derivatives, index tracking funds, ETFs and performance benchmarks
- Stocks are free-float weighted to ensure that only the investable opportunity set is included within the index
- Stocks are liquidity screened to ensure that the index is tradable
- Capital and total return versions are available for this index
- The series is calculated in accordance with the Industry Classification Benchmark, the global standard for industry sector analysis
- The indices are managed according to a transparent and public set of index rules

For more information on CSAG please visit www.conflictsecurities.com

FTSE CSAG TERROR-FREE ALL-WORLD EX US INDEX: TOP 10 CONSTITUENTS

Rank	Constituent	ICB Code	ICB Supersector	Net Mkt Cap (USDm)	Index Weight (%)	
					FTSE CSAG Terror free All-World ex US Index	FTSE All-World ex US Index
1	Telefonica	6500	Telecommunications	112,244	0.93	0.62
2	Sanofi	4500	Health Care	104,616	0.87	0.58
3	Toyota Motor	3300	Automobiles & Parts	96,107	0.80	0.53
4	British American Tobacco	3700	Personal & Household Goods	87,538	0.73	0.49
5	Commonwealth Bank of Australia	8300	Banks	85,906	0.71	0.48
6	Royal Bank Of Canada	8300	Banks	81,278	0.68	0.45
7	BG Group	500	Oil & Gas	76,485	0.64	0.42
8	Toronto-Dominion Com	8300	Banks	74,835	0.62	0.41
9	Westpac Banking Corp	8300	Banks	70,932	0.59	0.39
10	OAO Gazprom	500	Oil & Gas	69,156	0.57	0.38
Totals				859,096	7.14	4.76

SOURCE: FTSE Group, data as at 30 June 2011

FTSE CSAG TERROR-FREE DEVELOPED EX US INDEX: TOP 10 CONSTITUENTS

Constituent	ICB Code	ICB Supersector	Net Mkt Cap (USDm)	Index Weight (%)	
				FTSE CSAG Terror free Developed ex US Index	FTSE Developed ex US Index
1	Telefonica	6500	112,244	1.27	0.79
2	Sanofi	4500	104,616	1.18	0.73
3	Toyota Motor	3300	96,107	1.09	0.67
4	British American Tobacco	3700	87,538	0.99	0.61
5	Commonwealth Bank of Australia	8300	85,906	0.97	0.60
6	Royal Bank Of Canada	8300	81,278	0.92	0.57
7	BG Group	500	76,485	0.86	0.54
8	Toronto-Dominion Com	8300	74,835	0.85	0.53
9	Westpac Banking Corp	8300	70,932	0.80	0.50
10	LVMH	3700	66,103	0.75	0.46
Total			856,042	9.68	6.01

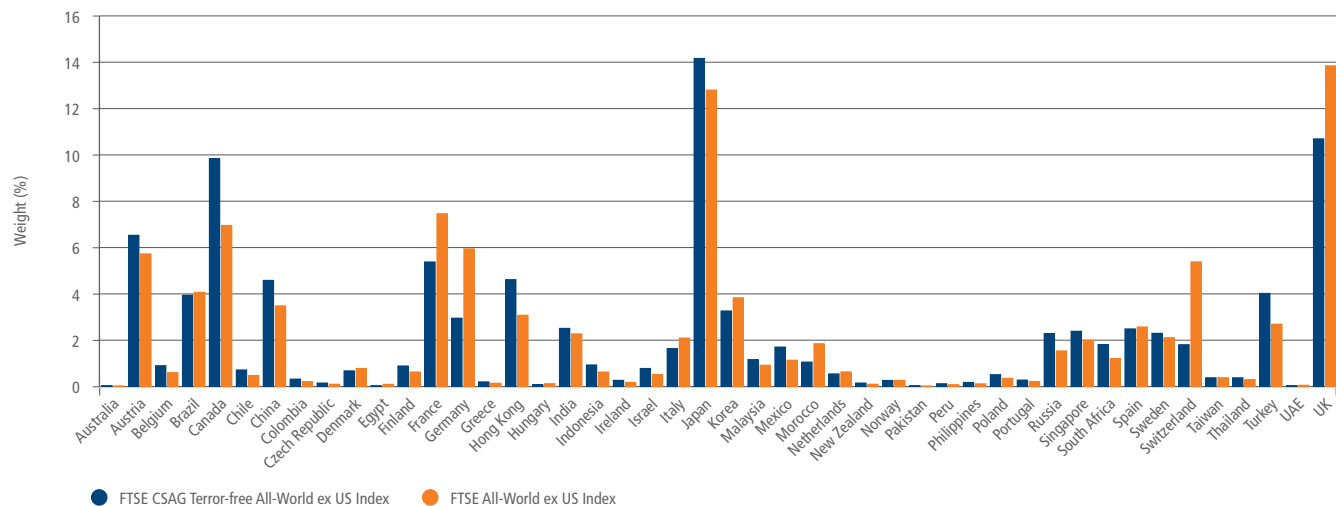
SOURCE: FTSE Group, data as at 30 June 2011

FTSE CSAG TERROR-FREE EMERGING INDEX: TOP 10 CONSTITUENTS

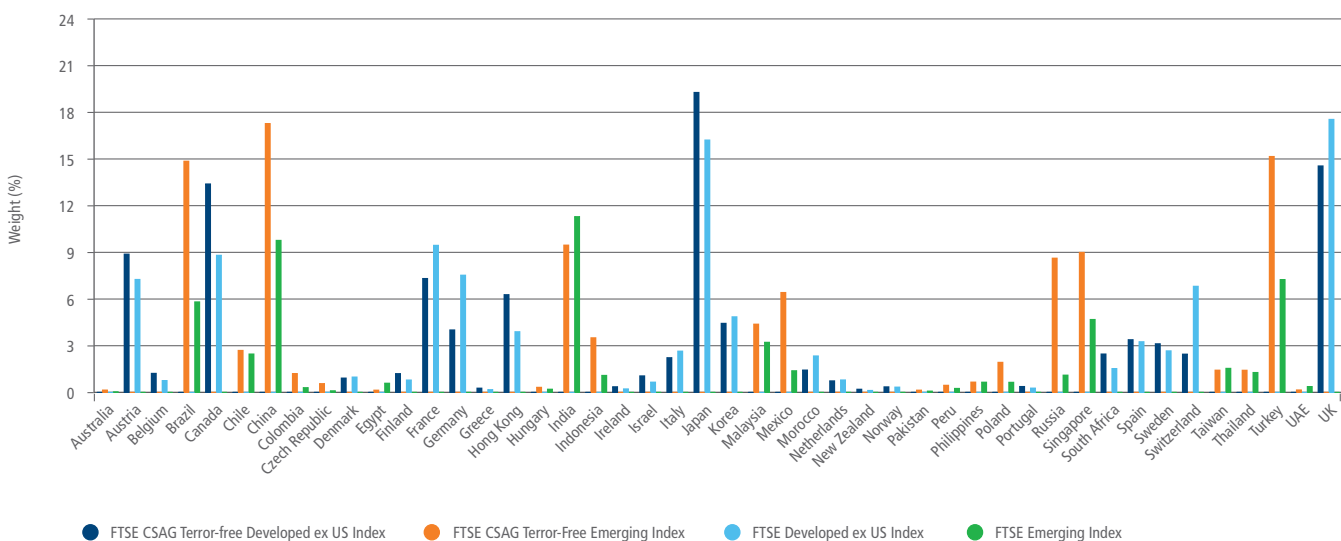
Constituent	ICB Code	ICB Supersector	Net Mkt Cap (USDm)	Index Weight (%)	
				FTSE CSAG Terror free Emerging Index	FTSE Emerging Index
1	OAO Gazprom	500	69,156	2.17	1.82
2	Taiwan Semiconductor Manufacturing	9500	64,734	2.03	1.70
3	China Construction Bank (H)	8300	59,786	1.87	1.57
4	America Movil L	6500	58,724	1.84	1.54
5	China Mobile (Red Chip)	6500	55,572	1.74	1.46
6	Itau Unibanco Holding SA	8300	53,235	1.67	1.40
7	Industrial and Commercial Bank of China (H)	8300	49,441	1.55	1.30
8	CNOOC (Red Chip)	500	41,700	1.31	1.10
9	Lukoil-Holding	500	40,615	1.27	1.07
10	Banco Bradesco S/A Pref.	8300	38,882	1.22	1.02
Totals			531,844	16.66	13.98

SOURCE: FTSE Group, data as at 30 June 2011

FTSE CSAG TERROR-FREE INDEX SERIES: COUNTRY WEIGHTINGS



SOURCE: FTSE Group, data as at 30 June 2011



SOURCE: FTSE Group, data as at 30 June 2011

FTSE CSAG TERROR-FREE ALL-WORLD EX US INDEX: ICB SUPERSECTOR WEIGHTINGS

ICB Code	ICB Supersector	FTSE CSAG Terror-free All-World ex US Index			FTSE All-World ex US Index		
		No. of Constituents	Net Mkt Cap (USDbn)	Index Weight (%)	No. of Constituents	Net Mkt Cap (USDbn)	Index Weight (%)
0500	Oil & Gas	69	719	5.97	120	1,890	10.47
1300	Chemicals	79	417	3.46	91	705	3.91
1700	Basic Resources	152	926	7.70	170	1,538	8.52
2300	Construction & Materials	79	286	2.38	103	455	2.52
2700	Industrial Goods & Services	244	1,056	8.77	306	1,754	9.72
3300	Automobiles & Parts	53	402	3.34	72	674	3.73
3500	Food & Beverage	92	533	4.43	99	891	4.93
3700	Personal & Household Goods	91	620	5.15	103	811	4.50
4500	Health Care	83	590	4.90	89	1,046	5.79
5300	Retail	108	581	4.82	108	581	3.22
5500	Media	49	252	2.09	51	263	1.46
5700	Travel & Leisure	76	251	2.09	88	304	1.68
6500	Telecommunications	82	758	6.30	92	1,033	5.73
7500	Utilities	118	688	5.72	126	768	4.26
8300	Banks	197	1,804	14.98	221	2,800	15.51
8500	Insurance	69	637	5.29	74	832	4.61
8600	Real Estate	122	491	4.08	123	494	2.74
8700	Financial Services	92	373	3.10	95	378	2.10
9500	Technology	109	653	5.42	115	831	4.61
Totals		1,964	12,037	100.00	2,246	18,048	100.00

SOURCE: FTSE Group, data as at 30 June 2011

FTSE CSAG TERROR-FREE DEVELOPED EX US INDEX: ICB SUPERSECTOR WEIGHTINGS

ICB Code	ICB Supersector	FTSE CSAG Terror-free Developed ex US Index			FTSE Developed ex US Index		
		No. of Constituents	Net Mkt Cap (USDbn)	Index Weight (%)	No. of Constituents	Net Mkt Cap (USDbn)	Index Weight (%)
0500	Oil & Gas	40	452	5.11	71	1,312	9.21
1300	Chemicals	55	312	3.53	65	584	4.19
1700	Basic Resources	81	587	6.63	92	984	7.58
2300	Construction & Materials	49	209	2.36	66	526	2.39
2700	Industrial Goods & Services	160	836	9.45	210	1,912	10.60
3300	Automobiles & Parts	39	358	4.04	51	410	4.29
3500	Food & Beverage	60	393	4.44	65	768	5.24
3700	Personal & Household Goods	64	533	6.03	76	741	5.09
4500	Health Care	63	549	6.21	67	458	7.01
5300	Retail	76	470	5.31	76	678	3.30
5500	Media	43	212	2.39	45	514	1.56
5700	Travel & Leisure	60	218	2.47	67	577	1.86
6500	Telecommunications	38	470	5.31	43	661	4.92
7500	Utilities	56	534	6.04	61	636	4.30
8300	Banks	103	1,115	12.61	122	1,156	14.63
8500	Insurance	52	518	5.85	57	690	5.00
8600	Real Estate	85	423	4.78	85	643	2.97
8700	Financial Services	63	251	2.84	64	479	1.79
9500	Technology	59	406	4.59	63	408	4.08
	Totals	1246	8,844	100.00	1446	14,135	100.00

Source: FTSE Group, data as at Feb 29, 2008.

FTSE CSAG TERROR-FREE EMERGING INDEX: ICB SUPERSECTOR WEIGHTINGS

ICB Code	ICB Supersector	FTSE CSAG Terror-free Emerging Index			FTSE Emerging Index		
		No. of Constituents	Net Mkt Cap (USDbn)	Index Weight (%)	No. of Constituents	Net Mkt Cap (USDbn)	Index Weight (%)
0500	Oil & Gas	29	267	8.36	49	578	15.19
1300	Chemicals	24	105	3.29	26	108	2.84
1700	Basic Resources	71	340	10.64	78	459	12.07
2300	Construction & Materials	30	77	2.41	37	114	3.00
2700	Industrial Goods & Services	84	220	6.90	96	244	6.42
3300	Automobiles & Parts	14	44	1.38	21	63	1.66
3500	Food & Beverage	32	141	4.40	34	145	3.80
3700	Personal & Household Goods	27	87	2.72	27	87	2.28
4500	Health Care	20	41	1.29	22	47	1.23
5300	Retail	32	111	3.47	32	111	2.91
5500	Media	6	40	1.26	6	40	1.06
5700	Travel & Leisure	16	33	1.02	21	39	1.03
6500	Telecommunications	44	288	9.03	49	333	8.75
7500	Utilities	62	154	4.83	65	156	4.11
8300	Banks	94	689	21.57	99	716	18.83
8500	Insurance	17	119	3.74	17	119	3.13
8600	Real Estate	37	69	2.15	38	71	1.87
8700	Financial Services	29	121	3.80	31	124	3.25
9500	Technology	50	247	7.74	52	250	6.57
	Totals	718	3,193	100.00	800	3,805	100.00

Source: FTSE Group, data as at Feb 29, 2008.

FTSE CSAG TERROR-FREE INDEX SERIES: PORTFOLIO CHARACTERISTICS

	FTSE CSAG Terror Free All World ex-US Index	FTSE CSAG Terror-Free Developed ex-US Index	FTSE CSAG Terror-Free Emerging Index
Number of Constituents	1,964	1,246	718
Adjusted Market Cap (USDm)	12,037,093	8,844,371	3,192,723
Constituent Sizes (Adjusted Market Cap USDm)			
Average	6,128.87	7,098	4,447
Largest	112,244	112,244	69,156
Smallest	80	113	80
Median	2,672.67	3,377	2,145
Weight of Largest Constituent (%)	0.93	1.27	2.17
Top 10 Holdings (% Index Market Cap)	7.14	9.68	16.66

SOURCE: FTSE Group, data as at 30 June 2011

INFORMATION
Index Universe

FTSE Global Equity Index Series (Large & Mid Cap stocks)

Index Launch

31 March 2008

Base Date

22 September 2003

Base Value

1000

Investability Screen

Free float adjusted and liquidity screened

Index Calculation

Both real-time and end-of-day indices are available. Real-time indices calculated every 15 seconds

End-of-Day Distribution

Indices available at 00.30 GMT or BST via FTP and email

Currency

USD (real-time), and USD, Euro, GBP & Yen (end-of-day)

Review Dates

Quarterly in accordance with Global Equity Index Series ground rules: March (Asia Pacific ex Japan), June (Latin America, Emerging Europe, and Middle East & Africa), September (Japan & Developed Europe) & October (North America)

Index Rules

Available at www.ftse.com/csag_terrorfree

Vendor Codes

Available at www.ftse.com/csag_terrorfree



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