

FTSE RAFI ITALY 30 INDEX

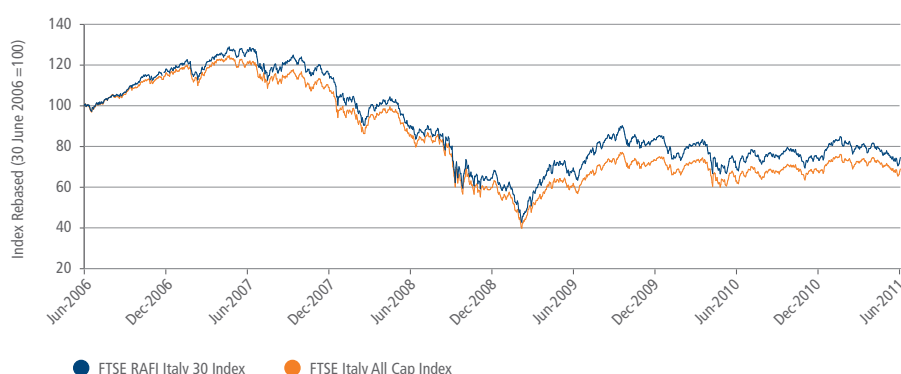
The FTSE RAFI Italy 30 Index is part of the FTSE RAFI Index Series, launched in association with Research Affiliates. As part of FTSE Group’s range of non-market cap weighted indices, the FTSE RAFI Index Series weights index constituents using four fundamental factors, rather than market capitalisation. These four factors include dividends, cash flow, sales and book value.

The FTSE RAFI Italy 30 Index comprises the 30 companies with the largest RAFI fundamental values selected from the constituents of the FTSE Italy All Cap Index, part of the FTSE Global Equity Index Series (GEIS). The FTSE RAFI Italy 30 Index will be capped on a quarterly basis at 20%.

FEATURES

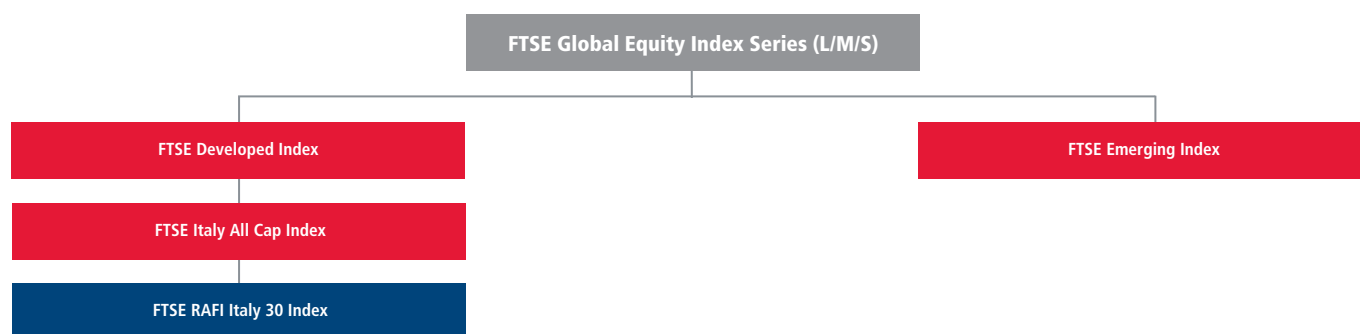
- FTSE RAFI Index-linked products offer a better beta, while maintaining the best features of passive index investment: broad market exposure, low turnover, and transparent rules-based selection, whilst retaining high investment capacity
- By using fundamental factors rather than prices to weight stocks, reviews of the FTSE RAFI Indices take advantage of price movements by reducing the index's holdings in constituents whose prices have risen relative to other constituents, and increasing holdings in companies whose prices have fallen behind
- Fundamentals weighting does not increase exposure to high P/E stocks during episodes of unsustainable P/E expansion. It therefore avoids over-exposure to the more overvalued stocks
- The indices have been designed to support index-linked funds, ETFs and over-the counter (OTC) products
- Transparent, independently governed and freely available index rules, overseen by an independent committee of leading market professionals

FTSE RAFI ITALY 30 INDEX 5-YEAR PERFORMANCE GRAPH (USD TOTAL RETURN)



SOURCE: FTSE Group, data as at 30 June, 2011

FAMILY TREE



The complete FTSE RAFI Index Series family tree can be found at www.ftse.com/rafi

FTSE RAFI ITALY 30 INDEX TOP 10 CONSTITUENTS

Rank	Security	Supersector	FTSE RAFI Italy 30 Index Weight (%)	FTSE Italy All Cap Index Weight (%)	Difference (%)
1	Eni	Oil & Gas	18.22	15.05	3.18
2	Enel	Utilities	13.63	10.72	2.91
3	Unicredit	Banks	13.23	9.59	3.64
4	Intesa Sanpaolo	Banks	8.53	7.25	1.29
5	Generali	Insurance	8.50	7.66	0.84
6	Telecom Italia	Telecommunications	7.95	4.36	3.60
7	Fiat	Automobiles & Parts	4.64	2.03	2.61
8	Telecom Italia Rsp	Telecommunications	3.00	1.64	1.36
9	Finmeccanica	Industrial Goods & Services	1.77	1.23	0.54
10	Banco Popolare	Banks	1.54	0.95	0.59
	Total		81.02	60.47	

SOURCE: FTSE Group, data as at 30 June, 2011

FTSE RAFI ITALY 30 INDEX SUPERSECTOR BREAKDOWN

ICB Code	Supersector	FTSE RAFI Italy 30 Index		FTSE Italy All Cap Index		Difference (%)
		Weight (%)	No. of Constituents	Weight (%)	No. of Constituents	
0500	Oil & Gas	19.37	2	19.42	5	-0.05
1300	Chemicals	-	-	-	-	-
1700	Basic Resources	0.96	1	2.56	2	-1.61
2300	Construction & Materials	0.69	2	1.25	9	-0.56
2700	Industrial Goods & Services	4.95	4	8.79	20	-3.83
3300	Automobiles & Parts	5.46	2	3.32	7	2.14
3500	Food & Beverage	1.11	1	2.07	2	-0.97
3700	Personal & Household Goods	-	-	2.67	8	-2.67
4500	Health Care	-	-	0.94	4	-0.94
5300	Retail	-	-	0.19	2	-0.19
5500	Media	1.14	1	1.26	6	-0.12
5700	Travel & Leisure	-	-	0.69	4	-0.69
6500	Telecommunications	10.95	2	6.00	2	4.95
7500	Utilities	16.12	4	16.22	10	-0.10
8300	Banks	29.21	10	23.82	15	5.39
8500	Insurance	10.05	5	8.89	9	1.16
8600	Real Estate	-	-	0.40	3	-0.40
8700	Financial Services	-	-	1.36	6	-1.36
9500	Technology	-	-	0.14	3	-0.14
	Total	100.00	34	100.00	117	

SOURCE: FTSE Group, data as at 30 June, 2011

FTSE RAFI ITALY 30 INDEX PORTFOLIO CHARACTERISTICS

	FTSE RAFI Italy 30 Index	FTSE Italy All Cap Index
Number of Constituents	34	117
Index Market Cap (EURm)	11,600	294,524
Constituent Wts (%)		
Average	2.94	0.85
Largest	18.22	15.05
Smallest	0.12	0.01
Median	1.06	0.15
Top 10 Holdings (% Index Market Cap Share)	81.02	65.90

SOURCE: FTSE Group, data as at 30 June, 2011

INFORMATION

Index Universe

FTSE Global Equity Index Series

Index Launch

19 November 2007

Base Date

19 March 2007

Base Value

5000

Investability Screen

Free float adjusted and liquidity screened

Index Calculation

Real-time (every 15 seconds) and end-of-day

End-of-Day Distribution

Index available at 22:00 GMT & BST via FTP and email

Currency

Euro (real-time); Euro, USD, GBP, Yen, AUD & Local (end-of-day)

Review Dates

The index is reviewed annually in March, while the 20% capping level is reviewed quarterly in March, June, September & December

Index Rules

Available at www.ftse.com/rafi

Vendor Codes

Available at www.ftse.com/indices

Factsheet Data

Source: FTSE Group & Research Affiliates

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