

FTSE BURSA MALAYSIA INDEX SERIES

FTSE Bursa Malaysia KLCI Review Changes Overview - June 2011

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Malaysia Marine and Heavy Engineering (5186) will account for 0.81 per cent of the turnover of the FTSE Bursa Malaysia KLCI

Malaysian Airline System (3786) before the Index rebalance accounted for 0.29 per cent of the FTSE Bursa Malaysia KLCI

Review Overview

The FTSE Bursa Malaysia KLCI is the headline index of the FTSE Bursa Malaysia Index Series representing the top 30 companies by market capitalisation on Bursa Malaysia Main Market. The FTSE Bursa Malaysia Index Series is reviewed semi-annually in June and December to ensure the Indices remain representative of the underlying Malaysia market.

Following the June review, the FTSE Bursa Malaysia Index Series Advisory Committee has approved the following changes to the FTSE Bursa Malaysia Index Series. Effective on Monday 20th June 2011, Malaysia Marine and Heavy Engineering (5186) will be included in the FTSE Bursa Malaysia KLCI, replacing Malaysian Airline System (3786). The total two-way index turnover is estimated to be 3.82 per cent.

The FTSE Bursa Malaysia KLCI Reserve List contains the next 5 highest ranked companies by full market capitalisation – Nestle (4707), UEM Land Holdings (5148), IJM Corporation (3336), Airasia (5099) and SP Setia (8664).

Key changes are highlighted below:

Table One: FTSE Bursa Malaysia KLCI Constituent Weightings

| Rank | Local Code | Constituent Name | ICB Subsector | Weight in Index before change (%) | Weight in Index after change (%) | Change in Weight (%) | Turnover (2-Way) (%) |
|---------------|------------|---------------------------------------|-------------------------------|-----------------------------------|----------------------------------|----------------------|----------------------|
| 1 | 1155 | Malayan Banking | Banks | 9.76 | 9.82 | 0.06 | 0.06 |
| 2 | 1023 | CIMB Group Holdings | Banks | 9.49 | 9.34 | -0.15 | 0.15 |
| 3 | 1295 | Public Bank | Banks | 9.40 | 9.28 | -0.12 | 0.12 |
| 4 | 4197 | Sime Darby | Diversified Industrials | 8.37 | 8.27 | -0.10 | 0.10 |
| 5 | 6888 | Axiata Group | Mobile Telecommunications | 6.23 | 6.15 | -0.08 | 0.08 |
| 6 | 3182 | Genting | Hotels | 6.35 | 6.14 | -0.21 | 0.21 |
| 7 | 5347 | Tenaga Nasional | Alternative Electricity | 5.58 | 5.50 | -0.08 | 0.08 |
| 8 | 1961 | IOI Corporation | Farming & Fishing | 5.34 | 5.08 | -0.26 | 0.26 |
| 9 | 5183 | PETRONAS Chemicals Group | Specialty Chemicals | 3.42 | 4.45 | 1.03 | 1.03 |
| 10 | 6947 | Digi.Com | Mobile Telecommunications | 3.41 | 3.36 | -0.06 | 0.06 |
| 11 | 1015 | AMMB Holdings | Banks | 2.97 | 2.93 | -0.03 | 0.03 |
| 12 | 3816 | MISC | Marine Transportation | 2.56 | 2.48 | -0.08 | 0.08 |
| 13 | 6012 | Maxis | Mobile Telecommunications | 2.50 | 2.45 | -0.05 | 0.05 |
| 14 | 2445 | Kuala Lumpur Kepong | Farming & Fishing | 2.38 | 2.36 | -0.02 | 0.02 |
| 15 | 4715 | Genting Malaysia | Hotels | 2.13 | 2.10 | -0.02 | 0.02 |
| 16 | 4065 | PPB Group | Food Products | 2.10 | 2.07 | -0.03 | 0.03 |
| 17 | 4863 | Telekom Malaysia | Fixed Line Telecommunications | 2.09 | 2.07 | -0.02 | 0.02 |
| 18 | 6033 | PETRONAS Gas | Exploration & Production | 1.89 | 1.84 | -0.05 | 0.05 |
| 19 | 5052 | PLUS Expressways | Transportation Services | 1.82 | 1.80 | -0.02 | 0.02 |
| 20 | 5819 | Hong Leong Bank | Banks | 1.67 | 1.62 | -0.04 | 0.04 |
| 21 | 5398 | Gamuda | Heavy Construction | 1.55 | 1.52 | -0.03 | 0.03 |
| 22 | 4677 | YTL Corporation | Multiutilities | 1.54 | 1.48 | -0.06 | 0.06 |
| 23 | 4162 | British American Tobacco | Tobacco | 1.34 | 1.32 | -0.02 | 0.02 |
| 24 | 4588 | UMW Holdings | Automobiles | 1.26 | 1.24 | -0.02 | 0.02 |
| 25 | 6742 | YTL Power International | Water | 1.26 | 1.23 | -0.02 | 0.02 |
| 26 | 5681 | PETRONAS Dagangan | Integrated Oil & Gas | 0.96 | 0.95 | -0.01 | 0.01 |
| 27 | 1066 | RHB Capital | Banks | 0.86 | 0.87 | 0.00 | 0.00 |
| 28 | 5186 | Malaysia Marine and Heavy Engineering | Oil Equipment & Services | - | 0.81 | 0.81 | 0.81 |
| 29 | 1082 | Hong Leong Financial Group | Banks | 0.81 | 0.79 | -0.02 | 0.02 |
| 30 | 2194 | MMC Corporation | Multiutilities | 0.68 | 0.67 | -0.01 | 0.01 |
| - | 3786 | Malaysian Airline System | Airlines | 0.29 | - | -0.29 | 0.29 |
| Totals | | | | 100.00 | 100.00 | - | 3.82 |

Source: FTSE Group, data as at 10th June 2011

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Table Two: FTSE Bursa Malaysia KLCI Sector Breakdown

| ICB Industry / Sector | Number of Constituents after change | Change in Constituents | Weight in Index before change (%) | Weight in Index after change (%) | Change in Weight (%) | Turnover (2-Way) (%) |
|--|-------------------------------------|------------------------|-----------------------------------|----------------------------------|----------------------|----------------------|
| Oil & Gas | 3 | 1 | 2.85 | 3.61 | 0.75 | 0.87 |
| Oil & Gas Producers | 2 | 0 | 2.85 | 2.79 | -0.06 | 0.06 |
| Oil Equipment, Services & Distribution | 1 | 1 | 0.00 | 0.81 | 0.81 | 0.81 |
| Basic Materials | 1 | 0 | 3.42 | 4.45 | 1.03 | 1.03 |
| Chemicals | 1 | 0 | 3.42 | 4.45 | 1.03 | 1.03 |
| Industrials | 4 | 0 | 14.31 | 14.07 | -0.23 | 0.23 |
| Construction & Materials | 1 | 0 | 1.55 | 1.52 | -0.03 | 0.03 |
| General Industrials | 1 | 0 | 8.37 | 8.27 | -0.10 | 0.10 |
| Industrial Transportation | 2 | 0 | 4.38 | 4.28 | -0.10 | 0.10 |
| Consumer Goods | 5 | 0 | 12.41 | 12.07 | -0.34 | 0.34 |
| Automobiles & Parts | 1 | 0 | 1.26 | 1.24 | -0.02 | 0.02 |
| Food Producers | 3 | 0 | 9.82 | 9.51 | -0.31 | 0.31 |
| Tobacco | 1 | 0 | 1.34 | 1.32 | -0.02 | 0.02 |
| Consumer Services | 2 | -1 | 8.76 | 8.24 | -0.52 | 0.52 |
| Travel & Leisure | 2 | -1 | 8.76 | 8.24 | -0.52 | 0.52 |
| Telecommunications | 4 | 0 | 14.23 | 14.02 | -0.21 | 0.21 |
| Fixed Line Telecommunications | 1 | 0 | 2.09 | 2.07 | -0.02 | 0.02 |
| Mobile Telecommunications | 3 | 0 | 12.14 | 11.95 | -0.19 | 0.19 |
| Utilities | 4 | 0 | 9.06 | 8.89 | -0.17 | 0.17 |
| Electricity | 1 | 0 | 5.58 | 5.50 | -0.08 | 0.08 |
| Gas, Water & Multiutilities | 3 | 0 | 3.47 | 3.39 | -0.09 | 0.09 |
| Financials | 7 | 0 | 34.95 | 34.65 | -0.31 | 0.44 |
| Banks | 7 | 0 | 34.95 | 34.65 | -0.31 | 0.44 |
| Totals | 30 | 2 | 100.00 | 100.00 | - | 3.82 |

Source: FTSE Group, data as at 10th June 2011

Chemicals will see the largest change in Index weighting, up 1.03 per cent to 4.45 per cent

Travel & Leisure will see the largest fall in Index weighting, down 0.52 per cent to 8.24 per cent

Table Three: FTSE Bursa Malaysia KLCI Estimates Data

| Index | Estimated Volatility (%) | Estimated Correlation | Estimated Tracking Error (%) | Estimated Beta |
|--------------------------------|--------------------------|-----------------------|------------------------------|----------------|
| FTSE Bursa Malaysia KLCI | 17.73 | 0.9863 | 3.02 | 0.96 |
| FTSE Bursa Malaysia EMAS Index | 18.21 | 1.0000 | - | 1.00 |

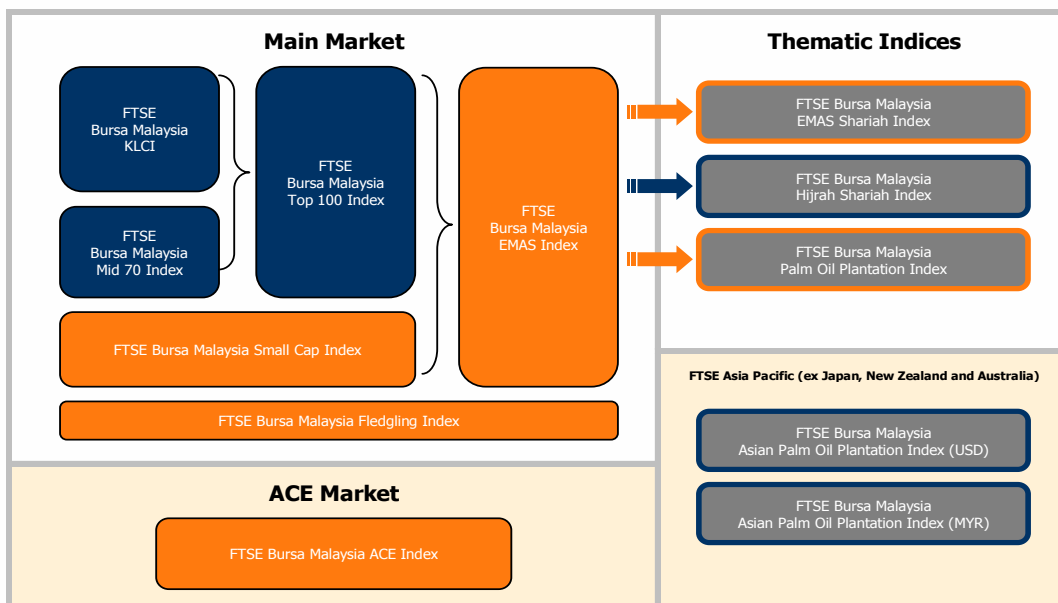
Source: FTSE Group / Estimates data provided by emapplications.com, data as at 10th June 2011

After the FTSE Bursa Malaysia KLCI review changes have been applied, the estimated tracking error and estimated correlation to the FTSE Bursa Malaysia EMAS Index will be 3.02 per cent and 0.9863 respectively

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Family Tree



● Tradable Indices ● Benchmark Indices

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