

FTSE Global Equity Shariah Index Series

Data as at: 29 February 2024

The FTSE Global Equity Shariah Index Series has been designed to be used as the basis of Shariah compliant investment products that meet the requirements of Islamic investors globally.

Using the FTSE Global All-Cap index as a base universe, constituents are then screened against a clear set of Shariah principles. Shariah screening is undertaken by Yasaar Limited, to create a Shariah compliant index series. Their approach is described below.

Business Activity Screening

Initially, companies involved in any of the following activities will be filtered out as non Shariah-compliant:

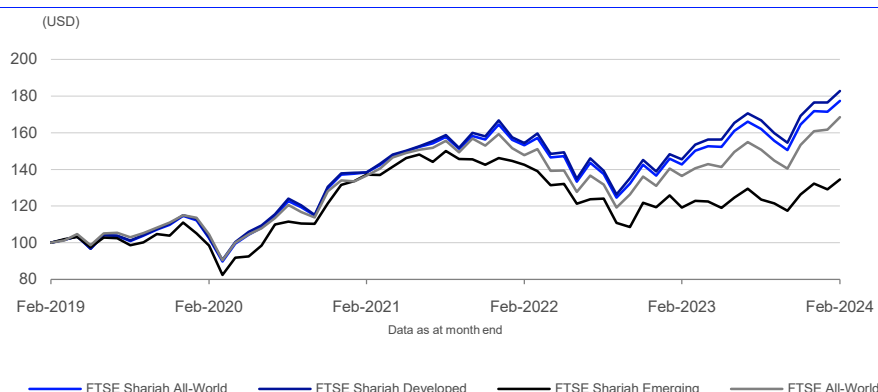
- Conventional finance (non-Islamic banking, finance and insurance, etc.);
- Alcohol;
- Pork related products and non-halal food production, packaging and processing or any other activity related to pork and non-halal food;
- Entertainment (casinos, gambling and pornography);
- Tobacco; weapons, arms and defence manufacturing.

Financial Ratios Screening

The remaining companies are then further screened on a financial basis. The following financial ratios must be met for companies to be considered Shariah-compliant:

- Debt is less than 33.333% of total assets;
- Cash and interest bearing items are less than 33.333% of total assets;
- Accounts receivable and cash are less than 50% of total assets;
- Total interest and non compliant activities income should not exceed 5% of total revenue.

5-Year Performance - Total Return



FEATURES

Coverage

The FTSE Global Equity Shariah Index Series covers all regions across both developed and emerging markets, to create a comprehensive Shariah indexing solution.

Impartial

By partnering with Yasaar Ltd, an impartial consultancy and leading authority on Shariah, FTSE remains neutral and fully up to date with latest practices.

Fatwa-certified

The FTSE Global Equity Shariah Index Series has been fully certified as Shariah-compliant through the issue of a Fatwa (Islamic legal opinion) by Yasaar's principals.

Asset-based debt screening

Unlike other competitor methodologies, a more conservative approach to Shariah compliance is ensured by rating debt ratio limits that are measured as a percentage of total assets, rather than more volatile measures that use 12 month trailing market capitalisation. This ensures companies do not pass the screening criteria due to market price fluctuation, allowing the methodology to be less speculative and more in keeping with Shariah principles.

School-neutral

Yasaar Limited scholars represent all of the major Shariah schools of thought, creating a best practices approach that has credibility across the Islamic world.

Industry Classification Benchmark (ICB)

Index constituents are categorised in accordance with the Industry Classification Benchmark (ICB), the global standard for industry sector analysis.

Performance and Volatility - Total Return

Index (USD)	Return %						Return pa %*		Volatility %**		
	3M	6M	YTD	12M	3YR	5YR	3YR	5YR	1YR	3YR	5YR
FTSE Shariah All-World	7.9	9.5	3.3	24.4	28.3	77.5	8.7	12.2	10.3	15.3	18.1
FTSE Shariah Developed	8.0	9.5	3.5	25.5	32.1	82.7	9.7	12.8	10.7	15.8	18.4
FTSE Shariah Emerging	6.5	8.8	1.7	12.9	-1.9	34.5	-0.6	6.1	10.6	14.9	18.4
FTSE All-World	9.9	11.8	4.9	23.6	23.5	68.6	7.3	11.0	10.1	15.3	17.7

* Compound annual returns measured over 3 and 5 years respectively
** Volatility – 1YR based on 12 months daily data. 3YR based on weekly data (Wednesday to Wednesday). 5YR based on monthly data

Return/Risk Ratio and Drawdown - Total Return

Index (USD)	Return/Risk Ratio				Drawdown (%)			
	1YR	3YR	5YR	10YR	1YR	3YR	5YR	10YR
FTSE Shariah All-World	2.3	0.5	0.7	0.6	-10.1	-24.9	-33.9	-33.9
FTSE Shariah Developed	2.3	0.6	0.7	0.6	-10.2	-24.9	-33.8	-33.8
FTSE Shariah Emerging	1.2	-0.1	0.3	0.3	-9.9	-28.7	-34.9	-39.5
FTSE All-World	2.2	0.4	0.6	0.6	-10.4	-26.0	-33.7	-33.7

Return/Risk Ratio – based on compound annual returns and volatility in Performance and Volatility table
Drawdown - based on daily data

Year-on-Year Performance - Total Return

Index % (USD)	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
FTSE Shariah All-World	3.9	-4.2	8.5	24.1	-9.8	26.2	19.6	19.9	-16.9	25.7
FTSE Shariah Developed	4.7	-3.2	8.1	23.1	-9.7	27.0	19.8	21.0	-16.7	27.2
FTSE Shariah Emerging	-3.9	-16.2	13.2	33.4	-10.0	18.6	18.5	11.2	-18.4	10.8
FTSE All-World	4.8	-1.7	8.6	24.6	-9.1	27.2	16.6	18.9	-17.7	22.6

Top 10 Constituents - FTSE Shariah All-World

Constituent	Country	ICB Sector	Net MCap (USDm)	Wgt %
Microsoft Corp	USA	Software and Computer Services	3,074,632	8.89
Apple Inc.	USA	Technology Hardware and Equipment	2,662,149	7.70
Meta Platforms Inc	USA	Software and Computer Services	1,082,770	3.13
Alphabet Class A	USA	Software and Computer Services	821,785	2.38
Alphabet Class C	USA	Software and Computer Services	700,732	2.03
Lilly (Eli) & Co	USA	Pharmaceuticals and Biotechnology	637,028	1.84
Tesla	USA	Automobiles and Parts	556,325	1.61
Taiwan Semiconductor Manufacturing	Taiwan	Technology Hardware and Equipment	523,904	1.52
Exxon Mobil Corporation	USA	Oil Gas and Coal	422,584	1.22
Johnson & Johnson	USA	Pharmaceuticals and Biotechnology	388,445	1.12
Totals			10,870,354	31.44

INFORMATION

Index Universe

FTSE Global All-Cap Index

Index Launch

29 October 2007

Base Date

22 September 2003

Base Value

1000

Investability Screen

Actual free float applied and liquidity screened

Index Calculation

Real-time and end-of-day index available

End-of-Day Distribution

Via FTP and email

Review Dates

Quarterly in March, June, September, December

Currency

EUR, GBP, USD, Yen and Local (where specified)

ICB Supersector Breakdown

		FTSE Shariah All-World			FTSE All-World		
ICB Code	ICB Supersector	No. of Cons	Net MCap (USDm)	Wgt %	No. of Cons	Net MCap (USDm)	Wgt %
1010	Technology	244	13,536,066	39.15	413	18,683,144	26.32
1510	Telecommunications	72	1,015,012	2.94	134	2,011,600	2.83
2010	Health Care	240	5,549,090	16.05	353	7,745,246	10.91
3010	Banks	13	123,405	0.36	275	4,841,987	6.82
3020	Financial Services	7	27,960	0.08	209	3,093,239	4.36
3030	Insurance	2	7,712	0.02	126	2,193,600	3.09
3510	Real Estate	77	332,342	0.96	242	1,649,528	2.32
4010	Automobiles and Parts	99	1,121,929	3.24	136	1,859,933	2.62
4020	Consumer Products and Services	120	1,095,246	3.17	194	2,104,871	2.97
4030	Media	21	168,160	0.49	72	900,940	1.27
4040	Retailers	45	419,507	1.21	113	3,863,330	5.44
4050	Travel and Leisure	18	42,416	0.12	121	1,344,567	1.89
4510	Food Beverage and Tobacco	87	744,623	2.15	220	2,414,133	3.40
4520	Personal Care Drug and Grocery Stores	54	841,857	2.43	112	1,446,312	2.04
5010	Construction and Materials	126	818,592	2.37	156	963,257	1.36
5020	Industrial Goods and Services	380	3,385,597	9.79	627	8,378,043	11.80
5510	Basic Resources	161	1,098,300	3.18	199	1,233,130	1.74
5520	Chemicals	142	984,372	2.85	182	1,147,211	1.62
6010	Energy	144	2,760,414	7.98	181	3,178,842	4.48
6510	Utilities	95	506,562	1.46	229	1,919,962	2.71
Totals		2147	34,579,163	100.00	4294	70,972,876	100.00

Country Breakdown

Country	FTSE Shariah All-World			FTSE All-World		
	No. of Cons	Net MCap (USDm)	Wgt %	No. of Cons	Net MCap (USDm)	Wgt %
Australia	58	672,874	1.95	109	1,332,052	1.88
Austria	5	19,507	0.06	8	34,577	0.05
Belgium	7	38,431	0.11	15	155,318	0.22
Brazil	39	235,200	0.68	83	431,131	0.61
Canada	14	455,765	1.32	49	1,679,371	2.37
Chile	8	17,559	0.05	21	39,639	0.06
China	654	482,931	1.40	1237	1,884,667	2.66
Colombia	1	2,760	0.01	5	11,133	0.02
Czech Rep.	1	5,424	0.02	5	10,015	0.01
Denmark	10	473,643	1.37	18	569,027	0.80
Egypt	1	426	0.00	3	6,138	0.01
Finland	9	91,348	0.26	15	173,975	0.25
France	31	1,057,139	3.06	71	1,960,694	2.76
Germany	44	918,323	2.66	73	1,445,747	2.04
Greece	17	19,472	0.06	26	43,321	0.06
Hong Kong	29	96,103	0.28	76	379,482	0.53
Hungary	2	7,356	0.02	4	19,208	0.03
Iceland	2	748	0.00	10	8,098	0.01
India	112	681,184	1.97	213	1,439,042	2.03
Indonesia	24	42,218	0.12	42	147,632	0.21
Ireland	2	16,861	0.05	5	46,068	0.06
Israel	-	-	-	30	112,559	0.16
Italy	16	211,273	0.61	34	478,866	0.67
Japan	284	2,244,986	6.49	511	4,538,109	6.39
Korea	79	654,507	1.89	157	906,923	1.28
Kuwait	5	34,664	0.10	9	62,732	0.09
Malaysia	25	59,363	0.17	39	118,180	0.17
Mexico	11	53,744	0.16	39	214,479	0.30
Netherlands	14	532,909	1.54	31	835,036	1.18
New Zealand	11	41,728	0.12	15	52,599	0.07
Norway	11	68,440	0.20	18	109,161	0.15
Pakistan	-	-	-	1	288	0.00
Philippines	7	8,019	0.02	26	53,640	0.08
Poland	4	21,631	0.06	10	58,094	0.08
Portugal	3	23,861	0.07	4	30,442	0.04
Qatar	11	36,528	0.11	17	68,028	0.10
Romania	3	4,788	0.01	6	9,599	0.01
Saudi Arabia	49	253,391	0.73	56	324,382	0.46
Singapore	13	39,939	0.12	35	211,899	0.30
South Africa	21	74,849	0.22	41	204,797	0.29
Spain	11	185,759	0.54	24	432,922	0.61
Sweden	33	356,683	1.03	55	563,721	0.79
Switzerland	31	772,979	2.24	52	1,569,596	2.21
Taiwan	68	928,720	2.69	119	1,214,659	1.71
Thailand	17	63,878	0.18	50	137,812	0.19
Turkiye	51	35,749	0.10	104	86,338	0.12
UAE	23	64,407	0.19	31	121,052	0.17
UK	58	1,367,304	3.95	105	2,509,978	3.54
USA	218	21,103,789	61.03	587	44,130,652	62.18
Totals	2147	34,579,163	100.00	4294	70,972,876	100.00

Index Characteristics

Attributes	FTSE Shariah All-World	FTSE All-World
Number of constituents	2147	4294
Net MCap (USDm)	34,579,163	70,972,876
Dividend Yield %	1.79	1.97
Constituent Sizes (Net MCap USDm)		
Average	16,106	16,528
Largest	3,074,632	3,074,632
Smallest	29	20
Median	2,113	2,510
Weight of Largest Constituent (%)	8.89	4.33
Top 10 Holdings (% Index MCap)	31.44	19.11



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