


**FTSE QUALITY OF MARKETS CRITERIA (EUROPE Developed) as at September 2022**

CRITERIA	COUNTRY NAMES																
	DEV	Austria	Belg/Lux	Denmark	Finland	France	Germany	Ireland	Italy	Netherlands	Norway	Poland	Portugal	Spain	Sweden	Switzerland	UK
<b>World Bank GNI Per Capita Rating (Atlas Method)</b>		High	High	High	High	High	High	High	High	High	High	High	High	High	High	High	High
<b>Credit Worthiness</b>		Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment	Investment
<b>Market and Regulatory Environment</b>																	
Formal stock market regulatory authorities actively monitor market (e.g., SEC, FSA, SFC)	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Fair and non-prejudicial treatment of minority shareholders	X	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Restricted	Pass	Pass	Pass	Pass	Pass	Pass	Restricted	Pass
No or selective incidence of foreign ownership restrictions	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
No objection to or significant restrictions or penalties applied to the investment of capital or the repatriation of capital and income	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
No or simple registration process for foreign investors	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
<b>Foreign Exchange Market</b>																	
Developed foreign exchange market	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
<b>Equity Market</b>																	
Brokerage - Sufficient competition to ensure high quality broker services	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Transaction costs - implicit and explicit costs to be reasonable and competitive	X	Pass	Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Restricted
Tax - imposition of taxes to be reasonable and comparable between domestic and non-domestic investors	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Stock Lending is permitted	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Pass	Pass	Pass
Short sales permitted	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Pass	Pass	Pass
Developed Derivatives Market	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Off-exchange transactions permitted	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Efficient trading mechanism	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Transparency - market depth information / visibility and timely trade reporting process	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
<b>Clearing, Settlement and Custody</b>																	
*Settlement - costs associated with failed trades	X	Pass	Restricted	Pass	Pass	Restricted	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass
Settlement Cycle (DvP)	X	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2	T+2
Central Securities Depository	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Central Counterparty Clearing House (Equities)	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Settlement - Free delivery available	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Restricted	Pass	Pass	Pass	Pass
Custody-Sufficient competition to ensure high quality custodian services	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass
Account structure operating at the Custodian level (securities and cash)	X	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass	Pass

\*Criterion updated from 'Settlement - rare incidences of failed trades' to 'Settlement - costs associated with failed trades'

 Shading indicates a rating change from March 2022