Reclassification of Romania to Secondary Emerging Market Status
Implementation Plan
Effective September 2020
v1.2
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FAQ

1.0 When will the reclassification of Romania from Frontier to Secondary Emerging market status be implemented?

The reclassification of Romania from Frontier to Secondary Emerging market status will be implemented in one tranche, with the deletion from FTSE Frontier and inclusion in the FTSE Global Equity Index Series (GEIS) implemented in conjunction with the September 2020 FTSE GEIS semi-annual and the FTSE Frontier annual reviews.

A Romania country level index in the FTSE Global All Cap Index will only be created if a minimum of two Romanian stocks meet the index eligibility screens for the global index based on data as of close 30 June 2020.

2.0 How will Romania be screened for index eligibility i.e. treated as current index constituents or as non-constituents?

Romania securities will be treated as non-constituents for index eligibility for all the eligibility screens such as liquidity and minimum size requirements.

3.0 What investability weight will be used to conduct the liquidity screen?

When testing liquidity, 100% of the investability weight will be used for the calculation. For example, if a security has an investability weight of 60% as at the last date in the testing period, it will be tested for liquidity at its 60% investability weight.

4.0 Within which regional universe will Romania be reviewed?

Romania will be screened for inclusion as part of the Emerging Europe review.

5.0 What is the fast entry level applied to Romania securities?

Romanian securities will be eligible for fast entry to FTSE GEIS if they meet the relevant fast entry thresholds for the Emerging Europe region. These fast entry levels are published on a quarterly basis on the FTSE Russell website.
6.0 When will indicative indexes reflecting the inclusion of Romania into FTSE GEIS and associated indexes be made available?

Subject to a minimum of two Romanian stocks meeting the index eligibility screens for the FTSE Global All Cap Index based on data as of close on 30 June 2020, the following indicative indexes will be made available by 31 July 2020 and will reflect the inclusion of Romania as of September 2020.

<table>
<thead>
<tr>
<th>Proposed indicative indexes available by 31 July 2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>• FTSE All-World Incl Romania</td>
</tr>
<tr>
<td>• FTSE Emerging All Cap Incl Romania</td>
</tr>
<tr>
<td>• FTSE Emerging Incl Romania</td>
</tr>
<tr>
<td>• FTSE Global All Cap Incl Romania</td>
</tr>
<tr>
<td>• FTSE Frontier ex Romania</td>
</tr>
</tbody>
</table>

7.0 What cut-off date will be used for the indicative indexes?

Data as of close Tuesday, 30 June 2020 will be used to conduct the initial indicative Romania review, with the indicative indexes available by 31 July 2020.

8.0 What is the cut-off date for the Romanian stocks to be added to FTSE GEIS at the semi-annual review in September 2020?

The data cut-off date for the September 2020 semi-annual review will be the last business day in June (Tuesday, 30 June 2020).

9.0 When will the final confirmed list of Romanian stocks being added to FTSE GEIS in conjunction with the September 2020 semi-annual review be published?

Indicative review files reflecting the final confirmed Romanian stocks being added to FTSE GEIS in conjunction with the September 2020 semi-annual review will be published on Friday, 21 August 2020. These stocks will be added to FTSE GEIS in one tranche.
10.0 What is the indicative list of Romanian securities that will be eligible for the FTSE Global All Cap Index?

The below table illustrates the indicative Romanian securities that meet the FTSE Global All Cap index eligibility screens based on data as of close 31 March 2020. The Romanian securities that will be eligible for FTSE Global All Cap from September 2020 will be based on data as of close Tuesday, 30 June 2020 (see Q8).

<table>
<thead>
<tr>
<th>Company Name</th>
<th>Sedol</th>
<th>Projected Size</th>
</tr>
</thead>
<tbody>
<tr>
<td>Banco Transilvania</td>
<td>5393307</td>
<td>Mid</td>
</tr>
<tr>
<td>Societatea Nationala Nuclearelectrica SA</td>
<td>BCZRRM0</td>
<td>Small</td>
</tr>
</tbody>
</table>

11.0 What are the projected weights of Romania in FTSE Global All Cap, FTSE All-World and FTSE Emerging Indexes?

The below table illustrates the projected weight in index of the two Romanian securities (Q10) that meet the index eligibility screen for FTSE GEIS based on data as of close 30 March 2020 and reflecting the completion of the inclusion of China A and Saudi Arabia as of March 2020.

<table>
<thead>
<tr>
<th>Projected weight in Global All Cap</th>
<th>Projected weight in Emerging All Cap</th>
<th>Projected weight in All-World</th>
<th>Projected weight in Emerging</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.004%</td>
<td>0.039%</td>
<td>0.004%</td>
<td>0.039%</td>
</tr>
</tbody>
</table>

12.0 When will Romania be eligible for derived (including Partnership) and custom indexes which are based on a FTSE GEIS universe?

The eligibility of Romania for FTSE GEIS derived indexes will be communicated in the derived indexes indicative review files in conjunction with those indexes review schedule. For example, FTSE and Russell RAFI indexes are reviewed annually in March, hence Romania will be evaluated for FTSE and Russell RAFI indexes for the March 2021 annual review.