



Reclassification of Romania to Secondary Emerging Market Status

Implementation Plan

Effective September 2020
v1.3



Contents

1.0	When will the reclassification of Romania from Frontier to Secondary Emerging market status be implemented?.....	3
2.0	Which Romanian securities will be eligible for the FTSE Global All Cap Index?.....	3
3.0	How was Romania screened for index eligibility i.e. treated as current index constituents or as non-constituents?	3
4.0	What investability weight was used to conduct the liquidity screen?	3
5.0	Within which regional universe was Romania reviewed?	3
6.0	What is the fast entry level applied to Romania securities?.....	4
7.0	When will indicative indexes reflecting the inclusion of Romania into FTSE GEIS and associated indexes be made available?	4
8.0	When will the remainder of FTSE GEIS September 2020 semi-annual review be published?.....	4
9.0	What are the projected weights of Romania in FTSE Global All Cap, FTSE All-World and FTSE Emerging Indexes?	4
10.0	When will Romania be eligible for derived (including Partnership) and custom indexes which are based on a FTSE GEIS universe?	4

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 FTSE GEIS September 2020 semi-annual review cut-off data as at close Tuesday 30 June 2020.

2.0 Which Romanian securities will be eligible for the FTSE Global All Cap Index?

The below table lists the Romanian securities that met the FTSE Global All Cap index eligibility screens based on data as of close Tuesday 30 June 2020 and will be added to the FTSE Global All Cap Index in conjunction with the September 2020 semi-annual review, effective from the open on Monday 21 September 2020. These stocks will be added to FTSE GEIS in one tranche.

Company Name	Sedol	Size Segment
Banco Transilvania	5393307	Mid
Societatea Nationala Nuclearelectrica SA	BCZRRM0	Small

3.0 How was Romania screened for index eligibility i.e. treated as current index constituents or as non-constituents?

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

4.0 What investability weight was used to conduct the liquidity screen?

When testing liquidity, 100% of the investability weight was 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.

5.0 Within which regional universe was Romania reviewed?

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

6.0 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.

7.0 When will indicative indexes reflecting the inclusion of Romania into FTSE GEIS and associated indexes be made available?

The following indicative indexes will be made available by 31 July 2020 and will reflect the inclusion of Romania as of September 2020.

Indicative indexes available by 31 July 2020
• FTSE All-World Incl Romania
• FTSE Emerging All Cap Incl Romania
• FTSE Emerging Incl Romania
• FTSE Global All Cap Incl Romania
• FTSE Frontier ex Romania

8.0 When will the remainder of FTSE GEIS September 2020 semi-annual review be published?

The remainder of the FTSE GEIS September 2020 semi-annual review will be published on Friday, 21 August 2020, with index changes effective from the open on Monday, 21 September 2020.

9.0 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 (Q2) within FTSE indexes based on data as of close 24 July 2020.

Projected weight in Global All Cap	Projected weight in Emerging All Cap	Projected weight in All-World	Projected weight in Emerging
0.004%	0.038%	0.004%	0.038%

10.0 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.

For more information about our indexes, please visit ftserussell.com.

© 2020 London Stock Exchange Group plc and its applicable group undertakings (the "LSE Group"). The LSE Group includes (1) FTSE International Limited ("FTSE"), (2) Frank Russell Company ("Russell"), (3) FTSE Global Debt Capital Markets Inc. and FTSE Global Debt Capital Markets Limited (together, "FTSE Canada"), (4) MTSNext Limited ("MTSNext"), (5) Mergent, Inc. ("Mergent"), (6) FTSE Fixed Income LLC ("FTSE FI"), (7) The Yield Book Inc ("YB") and (8) Beyond Ratings S.A.S. ("BR"). All rights reserved.

FTSE Russell® is a trading name of FTSE, Russell, FTSE Canada, MTSNext, Mergent, FTSE FI, YB and BR. "FTSE®", "Russell®", "FTSE Russell®", "MTS®", "FTSE4Good®", "ICB®", "Mergent®", "The Yield Book®", "Beyond Ratings®" and all other trademarks and service marks used herein (whether registered or unregistered) are trade marks and/or service marks owned or licensed by the applicable member of the LSE Group or their respective licensors and are owned, or used under licence, by FTSE, Russell, MTSNext, FTSE Canada, Mergent, FTSE FI, YB or BR.

All information is provided for information purposes only. Every effort is made to ensure that all information given in this publication is accurate, but no responsibility or liability can be accepted by any member of the LSE Group nor their respective directors, officers, employees, partners or licensors for any errors or for any loss from use of this publication or any of the information or data contained herein.

No member of the LSE Group nor their respective directors, officers, employees, partners or licensors provide investment advice and nothing in this document should be taken as constituting financial or investment advice. No member of the LSE Group nor their respective directors, officers, employees, partners or licensors make any representation regarding the advisability of investing in any asset. A decision to invest in any such asset should not be made in reliance on any information herein. Indexes cannot be invested in directly. Inclusion of an asset in an index is not a recommendation to buy, sell or hold that asset. The general information contained in this publication should not be acted upon without obtaining specific legal, tax, and investment advice from a licensed professional.

No part of this information may be reproduced, stored in a retrieval system or transmitted in any form or by any means, electronic, mechanical, photocopying, recording or otherwise, without prior written permission of the applicable member of the LSE Group. Use and distribution of the LSE Group index data and the use of their data to create financial products require a licence with FTSE, Russell, FTSE Canada, MTSNext, Mergent, FTSE FI, YB, BR and/or their respective licensors.