

Treatment of Indonesian Securities in FTSE Russell Equity Indices FAQ

v1.2

Overview

In February 2026, FTSE Russell published an FAQ outlining the postponement of the March 2026 index review for Indonesia and temporary treatment applied to Indonesia listed securities. Since that time FTSE Russell has continued to monitor market reforms and engagement with relevant stakeholders.

The updated FAQ consolidates the original February 2026 guidance (Q7 to Q14) and provides an updated overview on the ongoing treatment of Indonesia listed securities including the approach to be taken in June 2026 index review (Q1 to Q6). Unless explicitly stated otherwise, the treatment described in this document supersedes and replicates prior versions of the FAQ.

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1. What is the treatment of Indonesia listed securities at the June 2026 Index review?

At the June 2026 index reviews, FTSE Russell will proceed with the following index updates for Indonesian listed securities:

- Industry Classification Benchmark (ICB) updates
- Quarterly share updates to be implemented regardless of size, without application of the standard 1% buffer (the buffers are typically removed at the June review)
- Quarterly free float decreases only to be implemented regardless of size, without application of the standard 3% buffer (as above, buffers are typically removed in June)
- Large / mid / small / micro-cap changes resulting from spin-offs, with deletions applied where resulting entities fall below the applicable exit thresholds

2. What changes will continue to be deferred for Indonesia listed securities at the June 2026 index review?

At the June 2026 index reviews, FTSE Russell will continue to defer:

- Additions to indices, including IPOs
- Quarterly free float increases
- Full index re-ranking changes typically associated with the periodic reviews

3. How will corporate events be treated going forward?

Corporate events for Indonesia listed securities will continue to be implemented in accordance with the approach described in Question 12 in this FAQ.

4. How will the exclusion list be implemented at the June 2026 index review?

Exclusion lists will continue to be implemented for Indonesia listed securities in line with the approach described in Question 13 in this FAQ.

5. What is the treatment for indices with an annual or semi-annual review in June 2026?

For indices with an annual or semi-annual review in June, the treatment in Question 1 and 2 applies.

For the following impacted Sustainable indices with a June review, review related deletions will be applied:

Index	Index code	Rebalance
FTSE Blossom World Composite Index	FBWCI	Jun-Dec
FTSE Blossom World Sector Relative Composite Index	FBWSRCI	Jun-Dec
FTSE4Good ASEAN 5 Index	F4GAS	Jun-Dec
FTSE4Good Emerging Index	F4GEM	Jun-Dec
FTSE4Good All-World Index	F4GAW	Jun-Dec
FTSE EO Asia-Pacific Index	EOAP	Jun-Dec

6. What measures have the Indonesian market authorities implemented, and what is the reason behind the FTSE Russell’s June 2026 index review treatment for Indonesia listed securities?

In April 2026, Indonesian market authorities introduced several [measures](#) aimed at enhancing market transparency. These include:

- Provision of shareholder ownership data above 1%,
- Publication of a High Shareholding Concentration (HSC) list, and
- Enhancements to investor classification reporting.

The June 2026 index treatment reflects a measured approach by FTSE Russell to allow additional time to monitor these developments and assess their effectiveness. This supports continued evaluation of market reforms in Indonesia and helps ensure an orderly and stable transition back to standard index review processes.

7. What was the treatment on Indonesian securities in FTSE Russell Indices as per the FTSE Russell notice on 09 February 2026?

As per the FTSE Russell [notification](#) released on 09 February 2026, effective from 09 February 2026, FTSE Russell paused the implementation of several corporate events (detailed in Question 11) on domestically listed Indonesian securities in FTSE Russell indices. FTSE Russell also postponed the March 2026 index review for Indonesia.

8. Why did FTSE Russell postpone the March 2026 index review for Indonesia?

FTSE Russell postponed the March 2026 index review for domestically listed Indonesian securities due to ongoing developments in the Indonesian capital markets following recent regulatory reform measures announced by the Indonesian Financial Services Authority (OJK) and the Indonesian Stock Exchange (IDX).

As a result of these reforms, the accurate determination of free float percentages is currently uncertain, and implementing index changes at this stage may lead to adverse turnover for index users.

This is in accordance with section 2.4 Exceptional Market Disruption of [Index Policy in the Event Clients are Unable to Trade a Market or a Security](#).

9. What regulatory developments triggered this decision as outlined in the FTSE Russell notice on 09 February 2026?

On 29 January 2026, OJK announced its commitment to enhancing integrity and transparency in the capital markets ([press release](#)). Subsequently, on 05 February 2026, IDX released a reform plan outlining forthcoming change ([press release](#)).

Given the potential impact of these reforms, particularly on the accurate determination of free-float percentages within FTSE Russell indices, the FTSE Russell Index Governance Board (IGB), with the support by the FTSE Russell's External Advisory Committees, decided to pause the implementation of index changes (see Question 7) for Indonesia.

10. Was this decision aligned with FTSE Russell's index rules?

Yes. The postponement is consistent with section 2.4 – Exceptional Market Disruption of the [Index Policy in the Event Clients are Unable to Trade a Market or a Security](#). Should market conditions be such that the ability of investment managers to implement major index events, including index reviews, is compromised, FTSE Russell may postpone implementation of such events. The rule allows such postponements when implementing changes could disadvantage index users or compromise the integrity of index calculations under such conditions.

11. Which index changes have not been implemented for Indonesian securities starting 09 February 2026?

Starting 9 February 2026, the following corporate events were not implemented to domestically listed Indonesian securities within the FTSE Russell equity indices:

- Additions - initial public offering (IPOs) or additions resulting from index reviews.
- Deletions - resulting from index reviews.
- Large, Mid and Small Cap size segment changes resulting from index reviews.
- Shares in issue changes - resulting from new equity, buy-backs or updated shares in issue data.
- Investability weight changes - resulting from secondary offerings or updated shareholder data.
- Industry Classification Benchmark (ICB) changes – resulting from index reviews.
- Nationality changes – resulting from index reviews.
- Weight Adjustment Factor changes - resulting from index reviews.
- Rights Issue - the rights will be assumed to be sold.

12. What corporate events were implemented in February 2026 and will continue to be implemented?

The following corporate event types will continue to be implemented:

- Capping
- Deletion of index constituents - resulting from takeovers/mergers, suspensions, bankruptcy and delisting.
- Corporate actions which do not result in a capital increase - stock splits, consolidations, bonus issues and mandatory spin-offs etc.
- Dividend distributions – both regular and special.

Note: any index changes associated with the March 2026 index review will be effective from the open on Thursday 26 March 2026 given the Indonesian stock exchange trading holiday from Wednesday 18 – Tuesday 24 March 2026.

13. Will exclusion lists continue to be implemented as part of the June 2026 index review?

Yes, consistent with the treatment implemented for the March review, if exclusion lists are mentioned in index ground rules, for example ESG exclusions, Shariah screens, ethical or other exclusions, these will continue to be applied as part of the June 2026 index review.

Please refer to individual ground rules for the specifics of the exclusion lists applied.

14. What happened for indices with an annual review in March 2026?

For indices with an annual review in March, the treatment in Question 11 and 12 applied. FTSE Russell will engage bilaterally with index users when the index treatment for Indonesian listed securities is no longer postponed.

15. Does the index treatment outlined in this FAQ for Indonesia listed securities affect the FTSE Russell Equity Country Classification status of Indonesia?

No. The index treatments outlined in this FAQ do not affect the FTSE Russell Equity Country Classification status of Indonesia. The notice issued on 09 February 2026 and 13 May 2026 is unrelated to the equity country classification process, and Indonesia remains classified as a Secondary Emerging Market

In addition, as outlined in the [FTSE Equity Country Classification March 2026 Interim Announcement](#), Indonesia's Secondary Emerging Market status remains unchanged and FTSE Russell is not considering Indonesia for inclusion on the Watch List and will continue to monitoring the reform progress and engaging with market participants.

16. What is the expected treatment of Indonesia listed securities in the September 2026 Index Review?

FTSE Russell will continue to monitor market developments in Indonesia closely and remains engaged with local market authorities. Further decisions on index treatment, including potential resumption of full index re-ranking, will be considered in advance of the September 2026 index review and communicated in due course.

For more information about our Indices, please visit lseg.com/en/ftse-russell.

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