

**To:** Market Participants  
**From:** FTSE/JSE  
**Date:** 31 January 2023  
**Subject:** Notes from the FTSE/JSE Advisory Committee Meeting held on Thursday, 1 December 2022

## 1. Background

The FTSE/JSE Advisory Committee (AC) met on Thursday, 1 December 2022 to discuss matters relating to the FTSE/JSE Index Series. The items listed below were discussed during the meeting.

## 2. Quarterly Review Summary

The two tables below provide a summary of the changes made to the key indices and the largest changes in ranking at the December 2022 Quarterly Review.

### 2.1 Changes to Key Indices

Index	Additions	Deletions	SII Changes	FF Changes	Largest Up*	Largest Down*	Projected Max Weight	1 Way Churn
All Share			10	27	DGH(0.16%)	PRX (0.09%)	CFR (14.22%)	<b>0.37%</b>
Large Cap			0	6	ANH(0.10%)	PRX(0.11%)	CFR(19.00%)	<b>0.19%</b>
Large and Mid Cap			5	20	DGH(0.17%)	PRX(0.10%)	CFR(14.83%)	<b>0.37%</b>
Mid Cap			5	14	DGH(0.77%)	MCG(0.28%)	NED(5.84%)	<b>1.23%</b>
Top 40			0	6	ANH(0.09%)	PRX(0.10%)	CFR(16.57%)	<b>0.22%</b>
SWIX 40			0	15	ANH(0.12%)	PRX(0.14%)	NPN & PRX (15.26%)	<b>0.32%</b>
Capped SWIX 40			0	15	NPN(0.49%)	BHG(0.10%)	NPN & PRX (12%)	<b>0.81%</b>
Eq Wgt 40			0	6	MRP(0.52%)	AMS(0.57%)	ALL (2.5%)	<b>3.63%</b>
Resi 10			0	2	AGL(0.08%)	BHG(0.19%)	BHP(42.05%)	<b>0.19%</b>
Fini 15			0	1	RMI(0.16%)	FSR(0.03%)	FSR(20.70%)	<b>0.16%</b>
Indi 25	DGH	BAW	0	5	DGH(0.78%)	BAW(0.55%)	CFR(33.17%)	<b>0.99%</b>
All Property			4	7	HYP(0.36%)	NRP(1.04%)	GRT,NRP(15%)	<b>1.97%</b>
Tradable Property	VKE	EQU	2	4	VKE(10.76%)	EQU(10.16%)	GRT,NRP,RDF (15%)	<b>12.00%</b>
SAPY			3	3	HYP(0.23%)	EMI(0.22%)	GRT(19.71%)	<b>0.40%</b>

\*Shows the projected increase/decrease in percentage weight within the index

## 2.2 Largest Changes in Ranking

All Share constituents compared at December 2022 and September 2022 Quarterly Reviews.

Noteworthy Top 40 Instruments					
Alpha	Instrument	Dec Rank	Sep Rank	Move	Comment
AMS	Anglo American Plat Ltd	24	29	5	Largest Top 40 up
ABG	Absa Group Limited	9	13	4	2nd Largest Top 40 up
BID	BID Corporation Ltd	20	17	-3	Largest Top 40 down
DSY	Discovery Ltd	30	27	-3	Largest Top 40 down
Largest Decrease in Ranking in Main Board					
Alpha	Instrument	Dec Rank	Sep Rank	Move	Comment
RMH	RMB Holdings Ltd	199	158	-41	Remains in Fledgling
MUR	Murray & Roberts Hldgs	164	128	-36	Remains in All Share
EOH	EOH Holdings Ltd	213	190	-23	Remains in Fledgling
LSK	Lesaka Technologies Inc	140	122	-18	Remains in Fledgling
CAA	CA Sales Holdings Ltd	147	132	-15	Remains in Fledgling
Largest Increase in Ranking in Main Board					
Alpha	Instrument	Dec Rank	Sep Rank	Move	Comment
GSH	Grindrod Shipping Hldg Ltd	98	114	16	Remains in Fledgling
SDO	Stadio Holdings Limited	132	148	16	Remains in Fledgling
MCZ	MC Mining Limited	184	213	29	Remains in Fledgling
OAO	Oando plc	145	175	30	Remains in Fledgling
DKR	Deutsche Konsum REIT-AG	130	202	72	Remains in Fledgling

## 3. Feedback on the FTSE/JSE Africa Index Series

### 3.1 Inter-Review Index Amendments

The table below summarises all intra-quarter index adjustments made to the All Share and Top 40 indices since the September 2022 review:

Amendment Type	Top 40 Index	All Share Index	Top 40 Notes
CA - Constituent Addition	-	-	
CD - Constituent Deletion	-	1	
CI - Capitalisation Issue	-	-	
CP - Special Dividend	6	6	
DV - Dividend	28	65	
RI - Rights Issue	-	-	
IC - Weight Change	1	5	
IS - Shares Update	-	-	
NC - Name Change	1	2	NEPI Rockcastle S.A name change to NEPI Rockcastle N.V.
IC - Classification Change	-	-	

### 3.2 Remgro unbundling of Grindrod shares

On 26 September 2022, Remgro made an announcement to unbundle Grindrod shares. The rationale behind the unbundling was to unlock value and provide flexibility to Remgro Shareholders to assess their own position in respect of the Grindrod shares. On 5 October 2022, an [ICA](#) was published detailing an increased investability weighting of Grindrod from 59.40% to 81.75%.

### **3.3 ABSA Group Limited Free float update**

On 1 September 2022, ABSA Group Limited made an announcement that Barclays has agreed to dispose of its interest in the ordinary shares of the Group, resulting in an intra-quarter free float change. Per Section 6.6 of the Ground rules, only shares and float changes occasioned by primary or secondary offerings are updated outside of the quarterly update cycle where there is a USD 1bn investable market cap change related to a primary/secondary offering or there is a resultant 5% change in index shares related to a primary or secondary offerings and a USD 250m investable market cap change. On 1 September 2022, an [ICA](#) was published detailing ABSA investability weighting increase from 90.44% to 97.88%

### **3.4 PSG Group restructuring**

On 8 July 2022, PSG Group made an announcement to unbundle its JSE-listed investments in PSG Konsult, Curro Holdings, Kaap Agri as well as 25.1% of the total issued shares in Stadio Holdings to PSG Group Shareholders and thereafter the repurchase for cash of all the PSG Group Shares held by existing shareholders by way of a scheme of arrangement. On 24 August 2022, an [Informative Notice](#) was published highlighting PSG Group's unbundling of its shareholding in certain listed entities, followed by a scheme of arrangement to effect its delisting. Furthermore, an [ICA](#) was published indicating the deletion of PSG Group and an increased investability weighting of Curro Holdings, Kaap Agri, Stadio Holdings as well as PSG Konsult.

## **4. Matters Arising from Previous Meetings**

### **4.1 FTSE/JSE Index Harmonisation Client Proposal**

FTSE Russell and the JSE would like to thank respondents for submitting their valuable and constructive feedback during the consultation period. FTSE/JSE collated and reviewed the feedback received from the [Market Consultation](#). A [notice](#) confirming that the indicative timelines and proposals provided in the consultation document are under review, was published on 5 December 2022.

Further information and feedback on Index Harmonisation will follow in due course.

**The next AC meeting will be held on Thursday, 2 March 2023.**

For further information, please contact the FTSE/JSE Indices Department.

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