

To: Market Participants
From: FTSE/JSE
Date: 22 April 2024
Subject: Notes from the FTSE/JSE Advisory Committee Meeting held on Thursday, 29 February 2024

1. Background

The FTSE/JSE Advisory Committee (AC) met on Thursday, 29 February 2024 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 March 2024 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		AIL, BAT, MTA	9	25	NPN (0.62%)	AGL (5.37%)	NPN (10.46%)	7.22%
Large Cap			2	11	NPN (1.45%)	AGL (7.91%)	NPN (16.21%)	9.63%
Large and Mid Cap		PIK	4	22	NPN (0.73%)	AGL (5.70%)	NPN (11.21%)	7.67%
Mid Cap		PIK	2	11	NED (0.17%)	INP (1.58%)	NED (6.17%)	2.69%
Top 40			2	11	NPN (0.88%)	AGL (6.27%)	NPN (12.46%)	8.10%
SWIX 40			2	11	AGL (0.14%)	NPN (0.24%)	NPN (12.46%)	0.52%
Capped SWIX 40			2	11	NPN (0.31%)	GLN (0.15%)	NPN (9.07%)	0.65%
Eq Wgt 40			2	11	GLN (0.43%)	CFR (0.51%)	ALL (2.5%)	3.38%
Resi 10	EXX	NPH	0	4	GFI (5.83%)	AGL (21.36%)	GFI (21.94%)	24.36%
Fini 15			0	1	FSR (0.33%)	INL (1.61%)	FSR (19.77%)	1.61%
Indi 25			2	7	NPN (0.42%)	MNP (3.10%)	NPN (24.92%)	3.10%
All Property			3	3	SRE (0.72%)	NRP (2.42%)	GRT, NRP (15.00%)	2.62%
Tradable Property	LTE	MSP	2	3	LTE (6.34%)	MSP (6.35%)	GRT, NRP, RDF, FFB (15%)	9.98%
SAPY			3	1	SRE (0.55%)	NRP (0.19%)	NRP (27.91%)	0.77%
Div+	INL, INP, MTM, N91,OMU	LHC, PIK,PPH, SHP, SPP	0	5	OMU (3.71%)	ARI (4.38%)	EXX (5.86%)	25.68%
Shariah 40		SSW	0	5	GFI (3.04%)	AGL (13.83%)	GFI (13.11%)	19.24%
Capped Shariah40		SSW	0	5	MTN (1.13%)	MNP (3.90%)	GFI (12.00%)	8.08%
Shariah All Share		ARI,MTA,SSW	1	12	GFI (2.13%)	AGL (11.90%)	GFI (10.54%)	17.36%

2.2 Largest Changes in Ranking

All Share constituents compared at March 2024 and December 2023 Quarterly Reviews.

Noteworthy Top 40 Instruments					
Alpha	Instrument	Dec Rank	Mar Rank	Move	Comment
NRP	NEPI Rockcastle N.V.	35	26	9	Largest Top 40 up
APN	Aspen Pharmacare Hldgs Ltd	27	22	5	2nd Largest Top 40 up
ANH	Anheuser-Busch InBev SA NV	23	18	5	2nd Largest Top 40 up
MNP	Mondi Plc	10	27	-17	Largest Top 40 down
GLN	Glencore plc	22	28	-6	2nd Largest Top 40 down
Largest Decrease in Ranking in Main Board					
Alpha	Instrument	Dec Rank	Mar Rank	Move	Comment
MTA	Metair Investments Ltd	127	147	-20	Deleted from All Share Index
WEZ	Wesizwe Platinum Ltd	175	190	-15	Remains in Fledgling
BAT	Brait plc	136	150	-14	Deleted from All Share Index
LSK	Lesaka Technologies Inc	120	132	-12	Remains in Fledgling
EOH	EOH Holdings Ltd	180	191	-11	Remains in Fledgling
Largest Increase in Ranking in Main Board					
Alpha	Instrument	Dec Rank	Mar Rank	Move	Comment
MIX	Mix Telematics Ltd	140	124	16	Remains in Fledgling
MCG	MultiChoice Group Ltd	57	44	13	Remains in All Share
TCP	Transaction Capital Ltd	115	104	11	Remains in All Share
LTE	Lighthouse Properties plc	89	78	11	Remains in All Share

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 December 2023 review:

Amendment Type	Top 40 Index	All Share Index	Top 40 Notes
CA - Constituent Addition	-	-	
CD - Constituent Deletion	-	-	
CI - Capitalisation Issue	-	-	
CP - Special Dividend	1	1	MNP capital repayment
CX - Consolidation	1	1	MNP consolidation
DV - Dividend	1	16	
RI - Rights Issue	-	-	
IC - Weight Change	-	-	
IS - Shares Update	-	-	
NC - Name Change	-	-	
SC - Scrip Dividend	1	1	MNP scrip dividend
SS - Classification Change	-	-	

3.2 Fortress Scheme of Arrangement involving NEPI Rockcastle

In [November 2023](#), Fortress Real Estate Investments (the company) made an announcement in relation to a scheme of arrangement and conversion. This transaction saw the company repurchasing the existing shares of Fortress Real Estate Investments B (FFB) in exchange for 0.060207 shares in NEPI Rockcastle (NRP). Effective 14 February 2024, the company suspended the listing of FFB shares. On the same date, FFB was removed from FTSE/JSE Indices and the investability weight of NRP was increased to reflect the consideration terms received by FFB shareholders.

Subsequently, the company suspended the listing of Fortress Real Estate Investments A (FFA) shares effective from 21 February 2024 and converted the FFA shares into FFB shares, on a one for one basis so that there would be a single share class in issue. The conversion was implemented as a name change in the index series. An [ICA](#) was published, detailing the index treatment.

4. Matters Arising from Previous Meetings

4.1 Index Harmonisation Update – Phase 1

Following the first phase of the Index Harmonisation project, which was effective on the 18th of March 2024 and included the free float change of any constituent that uses a different free float in the vanilla and SWIX indices, FTSE/JSE published a reminder [Notice](#) to the market. The notice also highlighted that for Phase 1, there would be no change to Index codes, Index names, historical data, file names or data products.

5. Other Index related matters

5.1 FTSE/JSE Ground Rules Update – Special Dividend Treatment

In the [Notes from the September 2023 Advisory Committee](#), FTSE/JSE advised on the consideration to apply special dividends and other capital payments in the index series net of Foreign Dividend Withholding Tax (FDWT) and would provide further communication once this has been finalised. The treatment has since been finalised and effective from 18 March 2024, all special dividends and capital payments that are subject to FDWT will be calculated gross of South African dividend withholding tax but net of foreign dividend withholding taxes.

The next AC meeting will be held on Thursday, 6 June 2024.

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

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