

**To:** Market Participants  
**From:** FTSE/JSE  
**Date:** 10 July 2025  
**Subject:** Notes from the FTSE/JSE Advisory Committee Meeting held on Thursday, 5 June 2025

## 1. Background

The FTSE/JSE Advisory Committee (AC) met on Thursday, 5 June 2025 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 June 2025 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			53	125	NPH (0.87%)	GLN (0.64%)	NPN (14.00%)	2.00%
Large Cap			13	27	ANG (0.23%)	NPN (0.70%)	NPN (16.76%)	1.45%
Mid Cap			15	42	OUT (0.07%)	IMP (0.16%)	IMP (6.30%)	0.59%
Top 40	NPH	GLN	15	39	NPH (0.87%)	GLN (0.64%)	NPN (14.00%)	2.00%
Capped Top 40	NPH	GLN	15	39	NPH (0.94%)	NPN (1.56%)	NPN & PRX (12.00%)	3.25%
Eq Wgt 40	NPH	GLN	15	39	NPH (2.50%)	GLN (2.15%)	ALL (2.5%)	6.26%
Resi 10	NPH	GLN	4	8	NPH (3.67%)	GLN (2.75%)	GFI (27.44%)	4.14%
Fini 15			4	16	SLM (0.37%)	SBK (0.17%)	FSR (18.87%)	0.53%
Indi 25	DCP	MTH	10	24	DCP (0.54%)	NPN (0.79%)	NPN (29.31%)	2.06%
All Property			9	22	GRT (0.67%)	RES (0.33%)	NRP (15.00%)	1.80%
Tradable Property	SRI, VKE	FFB, RES	2	8	VKE (15.00%)	FFB (14.64%)	VKE, GRT, RDF, NRP (15.00%)	29.68%
Global Investor			20	50	BHG (0.74%)	BTI (0.40%)	BHG; BTI, CFR & NPN & PRX (10.00%)	1.66%

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

### 2.2 Largest Changes in Ranking

All Share and Top 40 constituents compared at March 2025 and June 2025 Quarterly Reviews.

Noteworthy Top 40 Instruments					
Alpha	Instrument	June Rank	Mar Rank	Move	Comment
VAL	Valterra Platinum Limited	21	35	14	Largest Top 40 up
SSW	Sibanye Stillwater Ltd	27	38	11	Largest Top 40 up
NPH	Northam Platinum Hldgs Ltd	34	44	10	2nd Largest Top 40 up

IMP	Impala Platinum Hlgs Ltd	20	25	5	2nd Largest Top 40 up
APN	Aspen Pharmacare Hldgs Ltd	40	29	-11	Largest Top 40 down
BHG	BHP Group Limited	30	23	-7	2nd Largest Top 40 down
NRP	NEPI Rockcastle N.V.	24	19	-5	3rd Largest Top 40 down
<b>Largest Decrease in Ranking in Main Board</b>					
<b>Alpha</b>	<b>Instrument</b>	<b>June Rank</b>	<b>Mar Rank</b>	<b>Move</b>	<b>Comment</b>
MKR	Montauk Renewables Inc	125	95	-30	Remains in All Share
TEX	Texton Property Fund Ltd	192	173	-19	Remains in Fledgling
NTU	Nutun Limited	181	163	-18	Remains in Fledgling
SAP	Sappi Ltd	78	65	-13	Remains in All Share
AFT	Afrimat Limited	112	100	-12	Remains in All Share
COH	Curro Holdings Limited	126	114	-12	Remains in All Share
MTH	Motus Holdings Ltd	84	75	-9	Remains in All Share
<b>Largest Increase in Ranking in Main Board</b>					
<b>Alpha</b>	<b>Instrument</b>	<b>June Rank</b>	<b>Mar Rank</b>	<b>Move</b>	<b>Comment</b>
DKR	Deutsche Konsum REIT-AG	109	128	19	Remains in Fledgling
BLU	Blue Label Telecoms Ltd	102	120	18	Remains in All Share
MFL	Metrofile Holdings Ltd	177	193	16	Remains in Fledgling
SSW	Sibanye Stillwater Ltd	36	49	13	Remains in All Share
ACL	ArcelorMittal SA Limited	173	186	13	Remains in Fledgling
NPH	Northam Platinum Hldgs Ltd	38	50	12	Remains in All Share
PAN	Pan African Resource plc	66	78	12	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 March 2025 review

Amendment Type	Top 40 Index	All Share Index	Top 40 Notes
CA - Constituent Addition	-	-	
CD - Constituent Deletion	-	-	
CI – Capitalisation Issue	-	-	
CP - Special Dividend/Capital Repayment	1	1	AMS Special Dividend: ZAR59
CX - Consolidation	-	-	
DV - Dividend	22	50	
RI – Rights Issue	-	-	
IC - Weight Change	-	-	
IS - Shares Update	-	-	
NC - Name Change	-	-	
SC – Scrip Dividend	-	-	
SS – Classification Change	-	-	

#### 3.2 Anglo American Plc demerger of Anglo American Platinum/Valterra Platinum

In May 2024, Anglo American Platinum (AMS) [released a statement](#) referencing Anglo American Plc's (AGL) intention to implement a demerger of AMS in a responsible and orderly way to optimise value for both AGL and AMS shareholders. The first transaction occurred in September 2024 where the accelerated bookbuild offering by Anglo American resulted in their sale of 13.94 million shares of AMS. This resulted in an increase in free float for AMS

from 21.25% to 26.5% in the FTSE/JSE indices. In November 2024, the next bookbuild resulted in the sale of 17.5 million AMS shares and a resultant free float increase from 26.5% to 33.1%.

In April 2025, AGL [released a circular](#) detailing further transactions, the first of which was a name change for AMS to Valterra Platinum (VAL), followed by a demerger which was conducted by way of a distribution in specie, in the ratio of 110 AMS shares for every 1,075 AGL shares held. Concurrently, AGL undertook a share consolidation where shareholders reduced their shareholding to 96 shares for every 109 shares held. AMS obtained a secondary listing on the London Stock Exchange (LSE) and retained their primary listing on the JSE.

FTSE/JSE [released an Informative Notice](#) on the anticipated index treatment and thereafter, an [ICA](#) confirming the shares and price adjustment for AGL as well as a free float increase for VAL, taking effect on 2 June.

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

### **4.1 Index Harmonisation**

FTSE/JSE has engaged index users in detail on the upcoming second phase of the Index Harmonisation project. This second phase will see the decommissioning of all SWIX indices on 31 December 2025. All existing SWIX Index users are encouraged to transition their benchmark usage from the legacy SWIX indices to the corresponding vanilla replacement index before the effective date. Further information supporting the benchmark change for funds can be found in the [Index Harmonisation Infographic](#), which can be freely distributed to all impacted investors.

In the [SWIX Termination Notice](#), FTSE/JSE had indicated that the JN430 (Capped SWIX Top 40 Net TRI) and JN433 (Capped SWIX All Share Net TRI) did not have vanilla equivalent indices. The indices were scheduled to be launched in 2025 and these have subsequently been created as the JN300 (Capped Top 40 Net TRI) and the JN303 (Capped All Share Net TRI). The official JSE launch notice will be released in due course. Additionally, there were client queries received on some of the vanilla indices not offering the same metrics as their SWIX counterparts. As an example, the Capped SWIX Top 40 (J430) offers intraday total return index values however the Capped Top 40 (J300) was only enabled to disseminate intraday price/capital index values. This was subsequently enabled in March 2025 and clients are now able to access this feature. All legacy SWIX indices now have a like-for-like vanilla index available to support the transition process.

### **4.2 Free Float enhancement**

In 2024, FTSE Russell embarked on a global consultation wherein they proposed to utilise the LSEG Data & Analytics Ownership and Profiles Data ("O&P") product as a primary data source in the FTSE Russell free float restrictions research process. In addition, there was also a proposal to modify the current methodology by removing the 10% buffers for certain shareholders. Thereafter, FTSE Russell would move from 12 decimal to 4 decimal free float precision, with all these changes effective from the June 2025 index review for regions other than South Africa.

In an effort to align with FTSE Russell, the JSE will also embark on a project to align with FTSE Russell with regards to the modification of the 10% buffer for certain thresholds as well as the reduction of the decimal precision in free floats. The notification to change from 12 to 4 decimal places was released on [21 May 2025](#) and implemented at the June review. The JSE will release a separate market consultation to propose alignment with FTSE Russell on the proposed changes to the 10% shareholder threshold in due course.

### 4.3 ALPI expansion proposal

The All Property Index (ALPI/J803) expansion proposal, which was first released in [November 2024](#), received some mixed views from market participants. The project was initiated as a result of a request from a few specialist property managers who requested an expansion of the ALPI to include Fledgling (J204) counters, provided those companies passed the ALSI liquidity requirements. Following the feedback received from the November 2024 proposal, FTSE/JSE shared the comments received at the December 2024 AC meeting. In light of the views expressed, which indicated that there was no broad consensus on the proposal from the respondents, a decision was taken to not implement the ALPI expansion changes at the originally proposed date of March 2025.

Following the feedback received from the first proposal, FTSE/JSE released a discussion paper in [April 2025](#) which detailed the current suite of FTSE/JSE property indices, the feedback received from the November consultation and some supporting numerical analysis.

In line with the feedback received from the November 2024 consultation and the April 2025 feedback received from the discussion document, FTSE/JSE noted that specialist property managers and the majority of consultation respondents are in support of expanding the ALPI selection. However, there remains a minority view that the ALPI should not be expanded, particularly from managers whose investment process is centred in the All Share space.

FTSE/JSE has considered the client feedback and the index methodology principles and will prepare an updated proposal, based on two key principles:

- In the South African context, there are reasonable use cases to consider listed property as a stand-alone asset class. Listed property continues to see a material number of dedicated funds and managers, as well as exclusive allocations. Many of these investors have an investment process that does not reference the All Share universe and do not see listed property as a subset of their investable universe, but rather the whole universe.
- In other cases, investors consider listed property as one sector out of several opportunities in their investment universe. These investors would consider listed property companies against other listed companies, and would typically consider the sector as a subset of the All Share universe.

The updated proposal will position the ALPI as a standalone property benchmark that is not constructed with any reference to the All Share selection process. In parallel, FTSE/JSE will ensure that there are appropriate property benchmarks in the All Share framework that meet investor requirements. FTSE/JSE will engage with the market to confirm the next steps.

## 5. Other Index related matters

### 5.1 ALSI Methodology Change proposal

One of the prevailing challenges in the All Share methodology is the discrepancy that exists between the selection and the weighting basis. The ALSI consists of the top 99% (subject to auto addition and auto deletion buffers) of all eligible ordinary securities listed on the JSE main board when ranked by full market capitalisation, i.e. before the application of free float. The ALSI constituents are then weighted on investable/net market capitalisation which does incorporate free float. As a result, there are some companies with a large gross market capitalisation but a small net market capitalisation that are included in the ALSI ahead of other companies with a lower gross market capitalisation but a higher net market capitalisation.

A second challenge is the large difference between the entry and exit point of the ALSI based on the 98.5% auto-addition hurdle and the 99.5% auto-deletion hurdle. At the March 2025, an existing ALSI constituent would only be deleted from the index if its market capitalisation fell to Rb 3.4, whereas a non-constituent would require a Rb 8.6 market capitalisation to be added to the index. A company that was previously deleted from the ALSI would therefore have to almost triple its net market capitalisation in order to re-enter the index. The AC supported a refinement to the selection methodology that would increase the accuracy and market representation of the ALSI index. FTSE/JSE will engage with the market on the proposal and associated analysis.

**The next AC meeting will be held on Thursday, 4 September 2025.**

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

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