



Appendix 3

Selection criteria for STI and FTSE ST Index Series

To be eligible for inclusion in the STI and FTSE ST Index Series (except the FTSE ST Fledgling Index), a listed company must pass the following criteria:

1. **Size:** Market capitalisation must fall within the top 98% of the full market capitalisation of the SGX Mainboard.
2. **Free float:** Must be greater than 15%. The definition of "free float" includes portfolio investments, nominee holdings and holdings by investment companies. This excludes cross-holdings; significant long-term holdings by founders, their families and/or directors; restricted employee share schemes; government holdings; and portfolio investments subject to a lock-in clause, for the duration of that clause.

AND

3. **Liquidity:** The median trading value of a stock in each month, when divided by its free float shares, must be at least 0.05% in 10 out of 12 months (for existing constituents, 0.04% in 8 out of 12 months).

To be eligible for inclusion in the two China-theme indices, FTSE ST China Index and FTSE ST China Top Index, a listed company must pass the following additional criteria:

1. **Ownership:** Have at least 30% ownership by the Chinese government, companies or nationals.

OR

2. **Revenues:** Derive at least 50% of revenues from China.