

FTSE South Korea RIC Capped Index

Background

The FTSE South Korea RIC Capped Index measures the performance of large- and mid-cap South Korean companies within the FTSE Global Equity Index Series (GEIS), which represents 99% of global investable market cap. Constituents are weighted by free float-adjusted market capitalization and reviewed semi-annually.

To manage concentration risk, no stock may exceed 20% weight, and the combined weight of holdings more than 4.5% is capped at 48%, promoting more balanced portfolio exposure

Rules

FTSE South Korea RIC Capped Index Rules		Key Differences from RIC Rules
Individual Company Weights	Limited to 20%	Limited to 25%
Aggregate Company Weights	Companies whose weights > 4.5% cannot be greater than 48% in aggregate	Companies whose weights > 5% cannot be greater than 50% in aggregate
Combined Rule	20/4.5/48	25/5/50
Compliance Frequency	Quarterly, with intro-quarter IPO exceptions	Quarterly close
		<ul style="list-style-type: none">Reduces concentration in the largest companies, provides a buffer against RIC breachesLowers implementation risk while maintaining alignment with the target opportunity set

Built-in Diversification, Risk Control, & Key Growth Sectors

- Focuses on large & mid-cap Korean companies
- Includes leading technology & industrial firms in key growth sectors
- Built-in diversification & risk control via capping methodology
 - Individual constituents ≤ 20% weight
 - Constituents > 4.5% collectively ≤ 48%
- Promotes balanced portfolio exposure

Top 10 Constituents

