

Dow Jones Emerging Markets Total Stock Market Specialty IndexSM

Methodology

Introduction

The Dow Jones Emerging Markets Total Stock Market Specialty IndexSM provides a comprehensive measure of equity securities traded in 43 countries classified as emerging markets including Cyprus, Malta, Slovenia, South Korea, and Taiwan. The index intends to provide at least 95% coverage of these markets.

Index Universe

The index universe is defined as all equity securities in emerging-market countries in the Dow Jones Total Stock Market IndexSM family, plus Cyprus, Malta, Slovenia, South Korea, and Taiwan.

The Dow Jones Total Stock Market IndexSM family covers only those countries that are accessible to nonresidents and that provide access to real-time and historical market data. The current list of emerging-market countries in the Dow Jones Total Stock Market IndexSM family is published in the Dow Jones Total Stock Market IndexesSM rulebook, available for download at www.djindexes.com.

To produce the investable securities universe, the equities included in the broad market are screened to exclude securities without readily available prices. Companies that survive the screens have their shares outstanding adjusted for float. The float adjustment is made to more accurately represent the investable size of the security in the market.

To be included in the index family, generally an issue must be an equity issue stock, REIT or similar security with readily available prices.

Stock Selection

The below steps are followed to select stocks representing 95% of the underlying float-adjusted market capitalization¹ on a country-by-country basis:

- 1 Stocks in the index universe for each country as of the index snapshot date are screened for trading frequency and for availability of prices. Noncomponent stocks with more than 10 nontrading days during the current quarter are excluded, as are current component stocks with more than 20 nontrading days during the quarter or those with more than 10 consecutive nontrading days during the quarter. However, if a stock is suspended from trading, the circumstances involved in the suspension will be evaluated to determine whether the company should be removed from the index (different liquidity rules apply to Oman and Qatar).
- 2 The index universe for each country is sorted by float-adjusted market capitalization. Noncomponent stocks whose float-adjusted market capitalization rank above their country's respective market representation thresholds are added to their country indexes.
- 3 If a component's float-adjusted market cap falls below its country's market coverage target plus 1 percentile buffer, it will be removed from its country index.
- 4 New components added during quarterly shares and float updates are placed into size-segment indexes based on where their full market capitalizations would have ranked them at the most recent review.

Review Frequency

The index composition is reviewed quarterly, in March, June, September and December. Index composition and weighting adjustments are also made on an ongoing basis as needed to account for extraordinary events such as delistings, bankruptcies, mergers or takeovers.

Weighting

The Dow Jones Emerging Markets Total Stock Market Specialty IndexSM is weighted by float-adjusted market capitalization.

Historical Data Availability

Calculation of the Dow Jones Emerging Markets Total Stock Market Specialty IndexSM began on September 25, 2006. Real index history is available daily from this date forward. Back-tested historical data have been calculated daily back to December 31, 1991, the date at which the index base value is set at 1000.

Estimated back-tested historical data represents calculations of how the index might have performed in the past if it had existed. Back-tested performance information is purely hypothetical and is solely for informational purposes. Back-tested performance does not represent actual performance, and should not be interpreted as an indication of actual performance. Past performance is not indicative of future results. Index performance is not the same as fund performance as it does not reflect management and other fees.

For more information on the **Dow Jones Emerging Markets Total Stock Market Specialty IndexSM**, email djindexsupport@dowjones.com or call 609.520.7249. Learn more at www.djindexes.com.

All information as of May 2009.

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¹Selected stocks represent 98% of the underlying float-adjusted market capitalization of Cyprus, Malta, Slovenia, South Korea, and Taiwan.