

## DFM General INDEX "DFMGI" RULES

- The DFMG index represents those companies that are listed at DFM as a principal Market. Companies that are listed at DFM as by market (Dual Listing) will not be considered at DFMG index.
- The DFMG index is calculated in real-time and publish during the hours of trading.
- The base Currency for the DFMG index is UAE dirham.

### Method for calculation:

- Market Capitalization Methodology: Each stock represented in the index contributes the index proportionally to its market capitalization.
- The index is calculated based on the last trade prices.
- The index is calculated based on the following Formula:

$$\text{New Index} = \frac{\text{sum}(\text{new index capitalization of company})}{1000} * \text{FFF} * \text{sum}(\text{start index capitalization of company})$$

### Whereas

- FFF = Free Float Factor that use the following standard factors:
- Index capitalization of company = price x shares x RF
- RF = Rated factor that used to reduce the market cap of any company to a maximum of 20% of the total index market cap.
- Index base value is 1000 point

### DFM General Methodologies:

1. The Index is based on Market Capitalization.
2. Only companies' shares will be included in the index. Other Financial instruments such as companies that are listed in DFM as a Bye Market, bonds, and Sukuk will be excluded.
3. The Index is weighted by Total Market Capitalization adjusted by the Free Float.

4. Weight of any company represented in the index is decided according to the number of free float shares with the exclusion of the government ownership and major stockholdings that are 5% and above.
5. Limit the percentage of free float shares included in the index at only 20% of the less traded stocks.
6. The Free Float "FF" is based on a standard factor called "Free Float Factor, FFF" that is calculated as follow:
  - i. 25% of the market value of the company in case the free for trade shares are between 5% - 25%
  - ii. 50% of the market value of a company in case the free-for-trade-shares are between 25% - 50%
  - iii. 75% of the market value of a company in case the free-for-trade-shares are between 50% - 75%
  - iv. 100 % of the market value of a company in case the free-for-trade-shares are between 75% - 100%
  - v. Any company will be excluded from the index if the percentage of free-for-trade-shares is less than 5% of its total capital
7. The standard factors mentioned are applying on the most traded stocks to determine the market capitalization of this stocks in the index.
8. The criteria's that select the most traded stocks listed in the index are the following:
  - The total trade value of the company shares shouldn't be less than 1% of the total trade value of DFM during the evaluation period (six months), or 10% of the company's market capitalization (Velocity) at the end of the evaluation period.
  - The company shares should be traded on 50% of the total trade days throughout the evaluation period.
  - Total number of transactions on the company shares should not be less than 150 transactions.

- The trade volume should not be less than 500,000 shares throughout the evaluation period.
  - The total trade value shouldn't be less than AED 100 million throughout the evaluation period.
9. Market Capitalization of any of the companies included in the index should not exceed 20% of the total index's market cap.
10. New listing to be considered at the Index after one month of the first trading date.
11. Index Base Date is 31/12/2003
12. The index is reviewed twice a year in January and July.

### Company's weights in the DFM index As on January 2017

Company	Shares in index	Weights in Index
EMAAR	3,662,206,438.09	20.00
DIB	3,706,641,663.00	16.06
DIC	4,049,542,462.68	7.47
EMIRATESNBD	1,111,554,944.94	7.19
EMAAR MALLS	3,253,575,000.00	6.07
DAMAC	3,025,000,000.00	5.80
DU	914,285,714.20	4.02
ARTC	3,461,298,750.00	3.63
AIRARABIA	3,500,025,000.00	3.54
DXBE	3,999,956,335.00	3.44
UPP	3,971,796,421.21	3.33
ARMX	1,098,075,000.00	3.22
CBD	560,546,793.13	2.11
DEYAAR	4,333,500,000.00	2.05
MASQ	35,506,165.38	2.00
DFM	2,000,000,000.00	1.97
AMANAT	1,875,000,000.00	1.41
AMLAK	1,125,000,000.00	1.08
SHUAA	798,750,000.00	0.94
AJMANBANK	811,750,000.00	0.89
DSI	2,286,666,666.90	0.87
TABREED	494,297,585.25	0.67
MARKA	500,000,000.00	0.54
GULFNAV	413,749,999.50	0.48
GGICO	895,666,666.50	0.35
SALAMA	605,000,000.00	0.27
NCC	71,760,000.00	0.15
OIC	92,374,425.00	0.10
DARTAKAFUL	75,000,000.00	0.07
TAKAFUL-EM	37,500,000.00	0.06
ASCANA	30,800,000.00	0.05
DIN	20,000,000.00	0.05
DNIR	23,100,000.00	0.04
NGI	29,990,822.40	0.04
AMAN	45,150,000.00	0.03
ERC	6,000,000.00	0.02

## Criteria of eligible Securities for Trading with the support of a Market Maker

The securities that are eligible for trading with the support of a market maker will be based upon the adoption of the following criteria:

### 1. For Trading Volumes:

- a. If the percentage of the total traded value on the security to the total market traded value during the period under assessment (six months) is less than 1%, OR the percentage of the total traded value to the capitalization value of the security (turnover rate) at the end of the period under assessment is less than 10%.
- b. The number of trading days on the security is less than 50% of the total number of trading days during the period.
- c. That the number of transactions executed on the security during the period are less than 150 transactions.
- d. That the number of shares traded during the period less than 500 thousand shares.
- e. The total traded value on the security during the period is less than AED 100 million

### 2. For the Free Float Shares:

- a. If the conditions on the trading volumes of the above are all met, then the number of free float shares available for trading of the security must be at least 10% of the total number of shares listed.

3. The review of securities that are eligible for trading with the support of a market maker will be done twice a year: in January and July, depending on the period of the previous six months of trading for review.

### Companies Name as of January 2017

Arab Insurance Group	ARIG
Al Firdous Holdings PJSC	ALFIRDOUS
Alliance Insurance	ALLIANCE
Arabian Scandinavian Insurance	ASCANA
National General Insurance Company	NGI
Dubai National Insurance & Reinsurance	DNIR
Emirates Investment Bank PJSC	EIBANK
Emirates Refreshments Company	ERC
Gulfa Mineral Water & Processing Industries	GULFA
Al Sagr National Insurance Company	ASNIC
Dubai Refreshments Company P.S.C.	DRC
United Foods Company (PSC)	UFC
UNIKAI FOODS P.J.S.C.	UNIKAI
Oman Insurance Company	OIC