

# The evolution of index provider

FTSE Russell

# FTSE Russell by the numbers

## Statistics



**~\$10 trillion**

assets benchmarked

**~\$400B**

in benchmarked ETF assets

**#1**

US equity institutional assets benchmarked

**#1**

Indexer for China A Shares ETFs

**~\$8 trillion**

in global institutional assets benchmarked

**#1**

UK equity mutual funds benchmarked

**#2**

US equity ETF AUM benchmarked

## Global



**Top 5**

global custodians

**Top 10**

investment banks

**97 / 100**

top asset managers

**48 / 50**

of the largest plan sponsors

## Capabilities



**Hundreds of thousands**

unique indexes calculated daily

**Custom**

Bespoke indexes and custom basket calculation

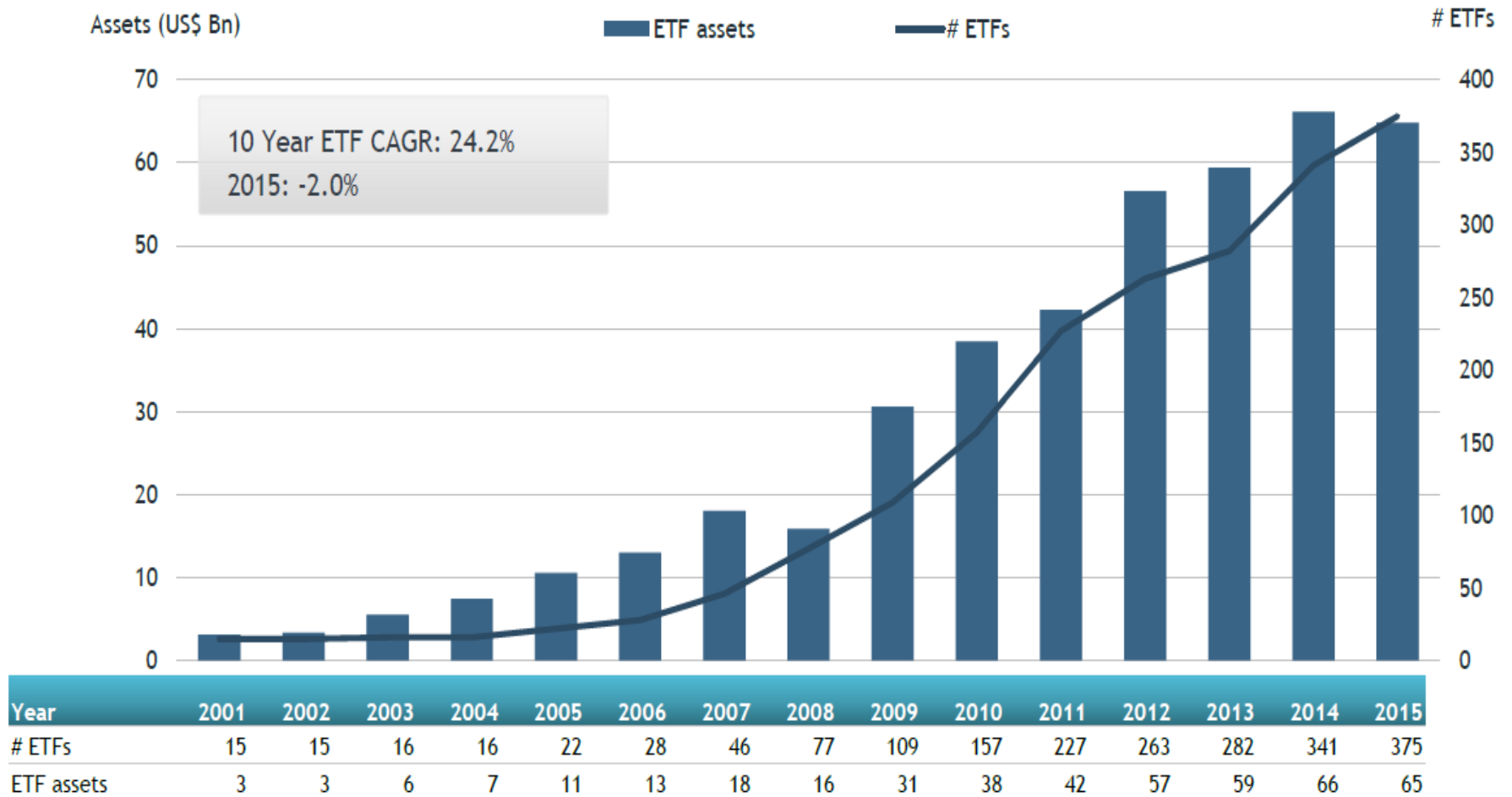
**Multi-asset**

capabilities across equities, fixed income real estate and currency

**Research**

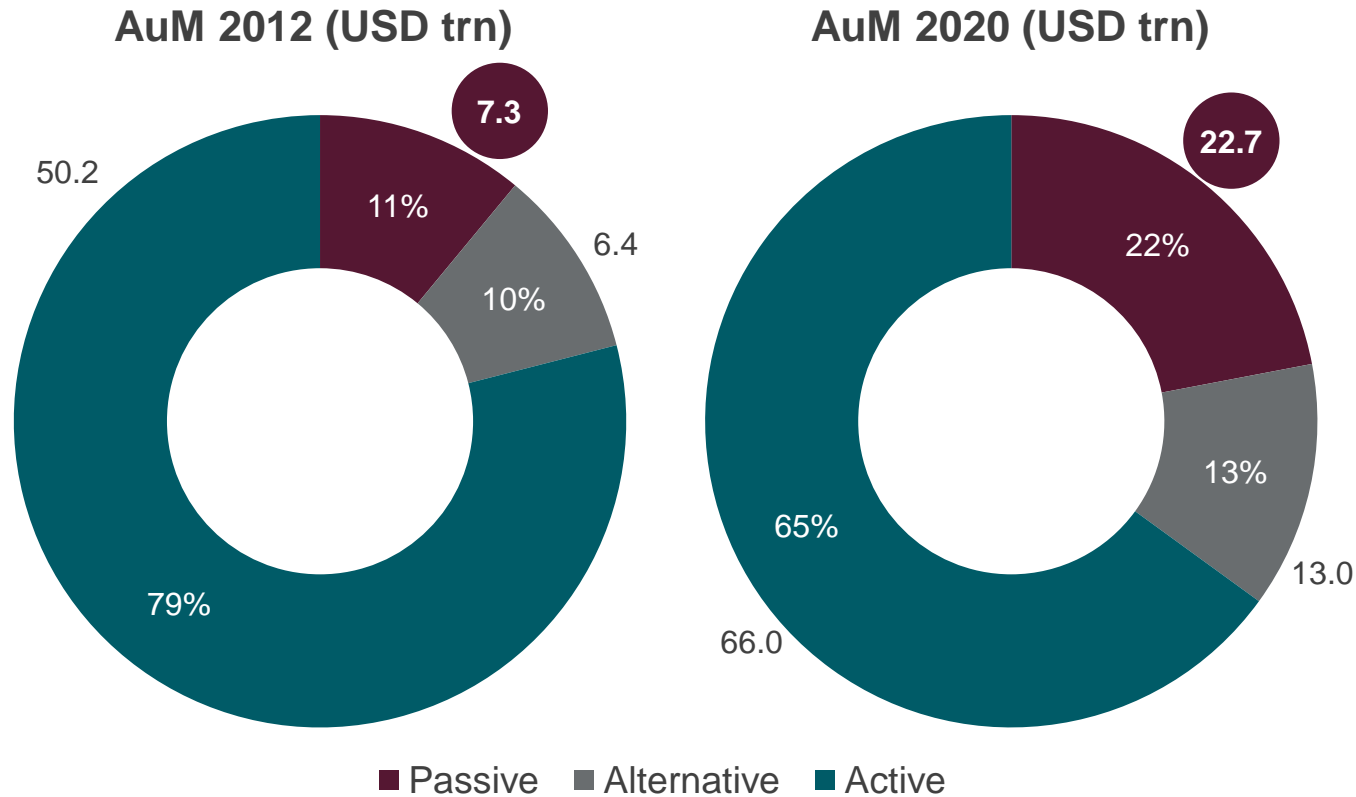
100+ research professionals located in North America, EMEA and Asia

# Canada ETP market



Source: ETFGI

# The trend to passive accelerates



**ETFs are driving this trend**

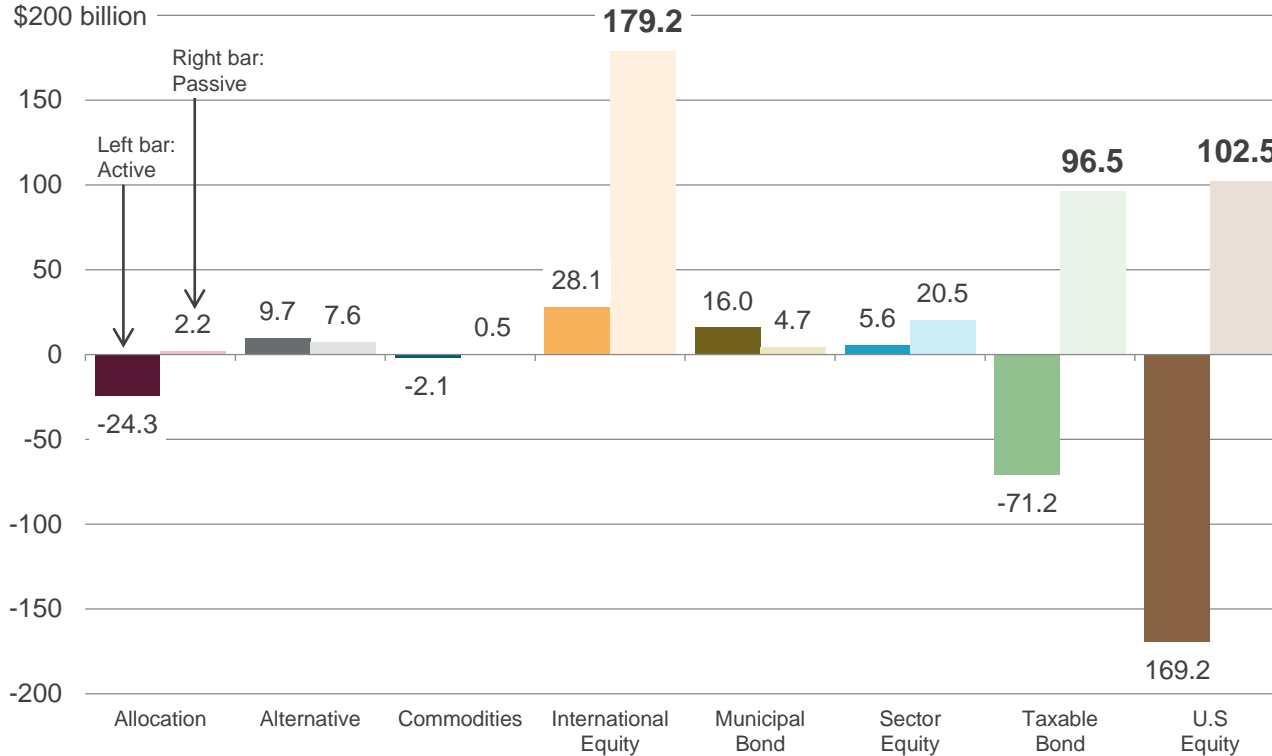
**New smart beta ETFs will accelerate this trend**

- Passive assets are expected to almost triple from 2012-2020 (market share doubles)
- Active asset growth expected to be much lower at 31% growth from 2012-2020 (market share decline)
- Alternatives are expected to see strong growth – 103%

Source: PwC analysis. Past data based on ICI, Lipper, Hedge Fund Research, Preqin, The City UK and Towers Watson.

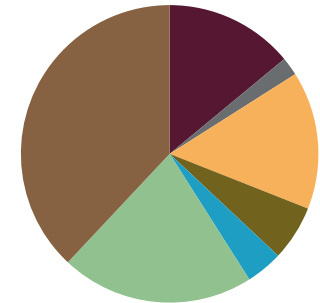
# 2015 Passive vs. Active Flows

2015 Mutual Fund and ETF Investment Flows by Category

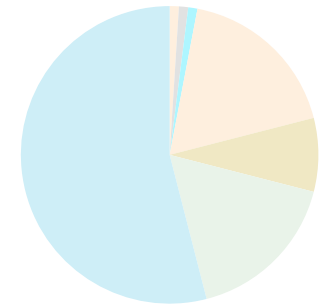


Total Net Assets

Active: \$9.4 trillion



Passive: \$4.5 trillion

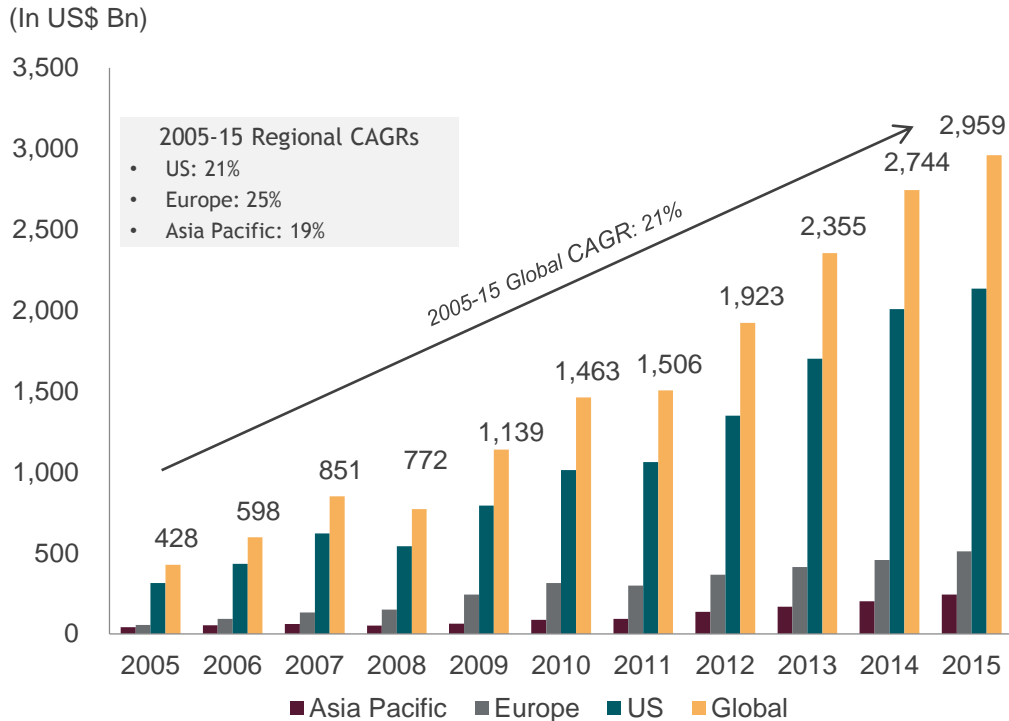


- Passive flows are higher than Active in all major categories
- Passive AUM is still 50% of Active implying that there is plenty of room for growth

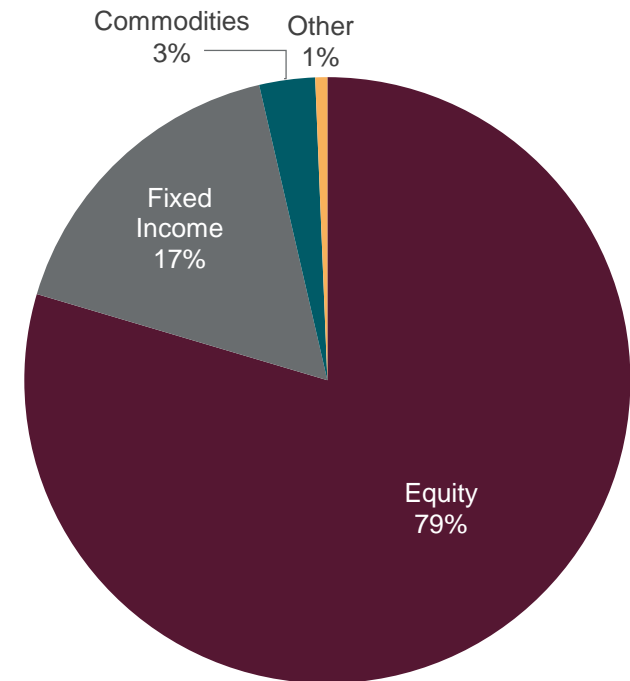
Source: Morningstar Market Observer – US intermediary Assets. Q1, 2016

# The rapid expansion of the ETP market has increased index provider visibility and is a significant growth driver

## ETP Market Growth (1)



## ETP AUM by Asset Class (1)



FTSE Russell share of global ETF AUM has increased c.30% since October 2012

1: BlackRock ETP Landscape, December 2015

