

Methodology of SSE Composite Index

SSE Composite Index is composed of all SSE listed stocks, including A Share and B Share stocks. The Index is weighted by total market capitalization to reflect price performance of listed stocks in Shanghai Stock Exchange. The Index was launched on July 15, 1991.

1. Index Name and Index Code

- Index Name: SSE Composite Index
- Shortened Name: SSE Index
- Index Code: 000001

2. Base Date and Base Index

The base date is Dec 19, 1990. The base level is 100.

3. Index Eligibility

The constituents are all stocks listed in Shanghai Stock Exchange, including A-shares and B-shares.

4. Index Calculations

The index is weighted as the following calculation formula: Current Index = Current Total Market-Cap / Divisor × Base Level

Where Current Total Market-Cap = \sum (Stock Price × Number of Shares issued)

For the formula of divisor adjustment, please refer to Index Calculation and Maintenance Methodology for further details.

5. Constituents and Index Weights

5.1 Constituent's Periodical Review

The index is adjusted and rebalanced monthly and the adjustment will be effective as of the 6th trading day of each month.

5.2 Ongoing Review

In case that the representativeness and investability is effected due to significant changes beyond periodical reviews, CSI may review the constituent stocks immediately. Delisted stocks will be deleted from the constituents. Necessary adjustment will be made when certain corporate event happens so as to maintain the representativeness and investability of the index. Please refer to CSI Index Calculation and Maintenance Methodology for further details.

If any constituent of the Index is changed beyond periodical reviews, the inserted constituent will inherit the weight of the deleted constituent as of the close of one trading day before the effective date of the addition. Then the Weight Factor of the inserting constituent will be calculated based on its inherited weight.