

Methodology of SSE Social Responsibility Index

SSE Social Responsibility Index selects 100 securities ranked by social contribution value per share from the SSE Corporate Governance index as the constituents.

1. Index Name and Index Code

- Index Name: SSE Social Responsibility Index
- Shortened Name: Responsibility Index
- Index Code: 000048

2. Base Date and Base Value

The base date is June 30, 2009. The base value is 1000.

3. Index Eligibility

3.1 Index Universe

Constituents of the SSE Corporate Governance index that disclose the Social Responsibility report

3.2 Constituents Selection

(1) Rank the securities in the universe by the average daily trading value over the past year in descending order and delete the bottom 20% securities.

(2) According to the definition clarified in the “Notice of Improving Listed Companies' Assumption of Social Responsibilities” issued by the SSE in May 2008, rank the rest securities by social contribution value per share and select the top 100 securities as the constituents.

4. Index Calculations

The index is calculated according to the following formula:

Current Index = Current Total Adjusted Market-Cap / Divisor × Base Value

Where Current Total Adjusted Market-Cap = \sum (Security Price \times Number of Free Float Adjusted Shares)

For the calculation of number of free float adjusted shares, please refer to CSI Index Calculation and Maintenance Methodology for further details.

5. Constituents and Index Weights Adjustment

5.1 Constituent's Periodical Review

The index is adjusted and rebalanced annually and the adjustment will be effective as of the next trading day after the 2nd Friday in June. The turnover ratio of constituents at each periodical review will generally not exceed 10%, unless the number of constituents to be deleted from Index universe exceeds 10%.

5.2 Ongoing Review

When special events occur, CSI will review the index accordingly.

If constituents of the SSE Corporate Governance index are temporarily deleted and the deletions are also constituents of the SSE Social Responsibility index, then the deletions will be excluded from the SSE Social Responsibility index too. If constituents on the SSE Social Responsibility index break the criteria of the Social Responsibility due to particular event, it will be excluded from the SSE Social Responsibility index as soon as possible.