

## Methodology of SSE G60 Composite Index

SSE G60 Composite Index selects stocks of listed companies located in G60 nine cities of yangtze river delta area as constituents. The index is to reflect the overall price performance of related area's A-Share companies.

### 1. Index Name and Index Code

- Index Name: SSE G60 Composite Index
- Short Name: G60 Composite Index
- Index Code: 950048

### 2. Base Date and Base Index

The base date is May 24, 2016. The base level is 1000.

### 3. Index Eligibility

#### 3.1 Index Universe

The universe includes all A-share stocks listed in SSE except that:

- The listing time of a stock is more than three months unless the daily average total market cap of a stock since its initial listing is ranked top 18 in Shanghai A shares, or
- Non-ST or \*ST stocks; non-temporary suspension stocks from trading.

#### 3.2 Constituents Selection

Select the stocks of listed companies located in G60 nine cities of yangtze river delta area (Songjiang of Shanghai, Jiaxing, Hangzhou, Jinhua, Suzhou, Huzhou, Xuancheng, Wuhu, Hefei) as constituents.

### 4. Index Calculations

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

Where Current Total Adjusted Market-Cap =  $\sum$  (Stock Price × Number of Free Float Adjusted Shares) and

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**

### **5.1 Constituent's Periodical Review**

The index is adjusted and rebalanced semi-annually and the adjustment will be effective as of the next trading day after the 2<sup>nd</sup> Friday in June and December.

Weight Factor is assigned to each constituent at each rebalancing. The factor is calculated using the closing data five trading days before the effective date of index rebalancing. The effective date is the same as that of the constituent adjustment. The Weight Factor stays the same until next rebalancing day.

### **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. For stock suspension, CSI will judge whether to delete the stock based on specific causes. Suspended or 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.