

# FTSE CHINA 25 INDEX

Investors globally use the FTSE China 25 Index to gain exposure to the Chinese markets. The index consists of 25 of the largest and most liquid Chinese stocks (Red Chips and H shares) listed and trading on the Stock Exchange of Hong Kong (SEHK). The index is specifically designed for international investors, combining the ease of trading on the Hong Kong exchange with a methodology to meet fund regulatory requirements worldwide.

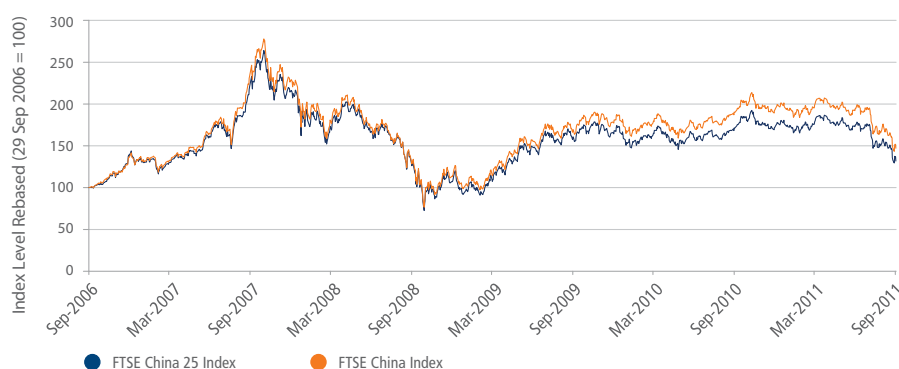
**H Shares** – Securities of companies incorporated in the People’s Republic of China and listed on the Hong Kong stock exchange. They can only be traded by Chinese investors under the Qualified Domestic Institutional Investors scheme (QDII). There are no restrictions for international investors.

**Red Chips** – Red Chip companies are incorporated outside of the PRC that trade on the SEHK. A Red Chip is a company that has at least 30 per cent of its shares in aggregate held directly or indirectly by mainland Chinese entities, and at least 50 per cent of their sales revenue or operating assets derived from mainland China.

## FEATURES

- Individual constituent weights are capped at 10% to avoid over-concentration in any one stock
- The index has been designed for the creation of structured products, index tracking funds, ETFs and derivatives
- The index is calculated in accordance with the Industry Classification Benchmark, the global standard for industry sector analysis
- Stocks are free-float weighted to ensure that only the investable opportunity set is included within the index
- Stocks are liquidity screened to ensure that the index is tradable
- Capital and total return indices are available
- The index is now distributed on an intra-second streaming basis, including total return index (TRI) index values, providing investors with the fastest and most up-to-date read of the Chinese market to respond more rapidly to market events

## FTSE CHINA 25 INDEX 5-YEAR PERFORMANCE (HKD TOTAL RETURN)



SOURCE: FTSE Group, data as at 30 September 2011

## FTSE CHINA 25 INDEX PERFORMANCE AND VOLATILITY TABLE (HKD TOTAL RETURN)

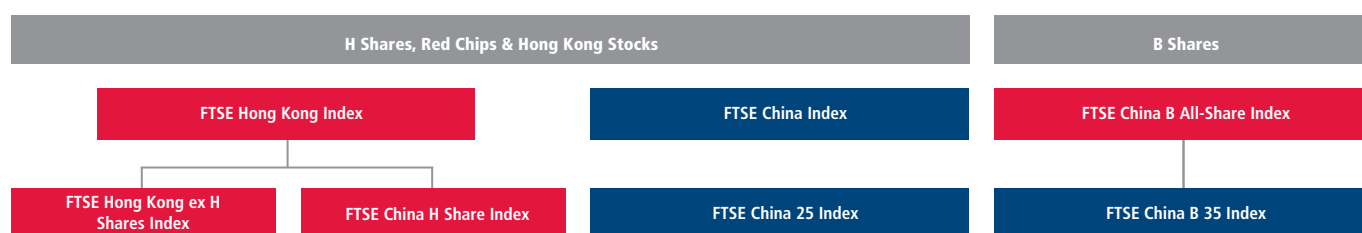
	PERFORMANCE								VOLATILITY		
	3M (%)	6M (%)	YTD (%)	12M (%)	3YR (%)	5YR (%)	3YR (%pa)	5YR (%pa)	1YR Vol (%pa)*	3YR Vol (%pa)**	5YR Vol (%pa)**
FTSE China 25 Index	-24.7	-26.8	-24.2	-23.0	3.4	31.8	1.1	5.7	24.4	29.8	34.6
FTSE China Index	-24.5	-26.6	-24.4	-22.4	13.2	47.1	4.2	8.0	23.8	28.6	33.8

\* Based on daily total returns and annualised based on 260 trading days in a year

\*\* Based on monthly total returns

SOURCE: FTSE Group, data as at 30 September 2011

## FAMILY TREE



## FTSE CHINA 25 INDEX TOP 10 CONSTITUENTS

Rank	Constituent Name	ICB Supersector	Net Mkt Cap (HKDm)*	Index Weight (%)
1	China Mobile (Red Chip)	Telecommunications	463,048	10.85
2	China Construction Bank (H)	Banks	345,480	8.71
3	CNOOC (Red Chip)	Oil & Gas	232,280	7.64
4	Industrial and Commercial Bank of China (H)	Banks	248,665	7.35
5	Petrochina (H)	Oil & Gas	204,026	6.77
6	China Petroleum & Chemical (H)	Oil & Gas	128,874	4.63
7	China Life Insurance (H)	Insurance	139,894	4.46
8	China Telecom (H)	Telecommunications	80,285	4.32
9	China Unicom Hong Kong Ltd (Red Chip)	Telecommunications	115,371	4.24
10	China Shenhua Energy (H)	Basic Resources	105,526	4.12
			<b>2,063,449</b>	<b>63.09</b>

\* Free float adjusted market cap before 10% capping  
SOURCE: FTSE Group, data as at 30 September 2011

## FTSE CHINA 25 INDEX ICB SUPERSECTOR BREAKDOWN

ICB Code	ICB Supersector	No. of Constituents	Net Mkt Cap (HKDm)*	Index Weight (%)
8300	Banks	8	951,000	35.06
6500	Telecommunications	3	658,705	19.41
0500	Oil & Gas	3	565,180	19.04
1700	Basic Resources	5	195,572	11.41
8500	Insurance	3	283,115	11.11
2300	Construction & Materials	1	28,071	2.27
5700	Travel & Leisure	1	12,525	1.01
2700	Industrial Goods & Services	1	8,361	0.68
<b>Totals</b>		<b>25</b>	<b>2,702,529</b>	<b>100.00</b>

\* Free float adjusted market cap before 10% capping  
SOURCE: FTSE Group, data as at 30 September 2011

## FTSE CHINA 25 INDEX PORTFOLIO CHARACTERISTICS

	FTSE China 25 Index	FTSE China Index
Number of Constituents	25	112
Net Market Cap (HKDm)	2,702,529*	3,582,870
<b>Constituent Sizes (Net Market Cap HKDm)</b>		
Average	108,101*	31,990
Largest	463,048*	463,048
Smallest	8,361*	649
Median	59,480*	9,811
Top 10 Holdings (% Index Market Cap)	63.09	59.64

\* Free float adjusted market cap before 10% capping  
SOURCE: FTSE Group, data as at 30 September 2011

## INFORMATION

### Index Universe

FTSE All-World Index (Red Chips and H Shares)

### Index Launch

19 April 2001

### Base Date

16 March 2001

### Base Value

5000

### Investability Screen

Free float adjusted and liquidity screened

### Index Calculation

Real-time and end-of-day indices available  
Real-time calculated on intra-second streaming basis

### End-of-Day Distribution

Index available at 20:00 local time (12:00 hours London time GMT or 13:00 hours BST) via FTP and email

### Currency

HKD and USD  
Real-time calculated in HKD only

### Review Dates

Quarterly: March, June, September, December

### Index Rules

[www.ftse.com/china](http://www.ftse.com/china)

### Historical Data

Available from December 1998

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