

## Methodology of CSI 200, CSI 500, CSI 700 & CSI 800 Indices

CSI 200, CSI 500, CSI 700 & CSI 800 Indices are to measure the performance of different market-cap securities in security market.

### 1. Index Name and Index Code

Index Name	Shortened Name	Index Code
CSI Midcap 200 Index	CSI 200	000904
CSI Smallcap 500 Index	CSI 500	000905/399905
CSI Small&Midcap 700 Index	CSI 700	000907
CSI 800 Index	CSI 800	000906

### 2. Base Date and Base Value

The base date is December 31, 2004. The base value is 1000.

### 3. Index Eligibility

#### 3.1 Index Universe

Same as the Universe of CSI 300 Index

#### 3.2 Constituents Selection

##### (1) CSI 200

Rank the constituents of CSI 300 by average daily total market capitalization over the past year in descending order and select the securities ranked 101 to 300 as the constituents.

##### (2) CSI 500

(2.1) Delete the constituents of CSI 300 and the top ranked 300 securities in the universe by average daily total market capitalization over the past year.

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

(2.3) Rank the rest securities by the average daily total market capitalization in descending order and select the top 500 securities as the constituents.

### **(3) CSI 700**

The Constituents of CSI 500 and CSI 200

### **(4) CSI 800**

The Constituents of CSI 500 and CSI 300

## **4. Index Weights and 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 × Number of Free Float Adjusted Shares × Weight Factor)

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**

CSI 500 Index is adjusted and rebalanced semi-annually and the adjustment will be effective as of the next trading day after the 2nd Friday in June and December. Number of constituents adjusted at each periodical review will not exceed 10%. The index adopts buffer zone rules. New candidates ranked top 400 will be given priority to add into the index and old constituents ranked top 600 will be given priority to remain in the index. Reserve list is created at each periodical review. Usually, number of securities in the list is 5% of the number of constituents.

### **5.2 Ongoing Review**

When special events occur, CSI will review the CSI 500 accordingly. Delisted securities will be deleted from the constituents. Please refer to Index Calculation and Maintenance Methodology for further details. When CSI 300 Index and CSI 500 Index constituents change, the CSI 200 Index, CSI 700 Index and CSI 800 Index constituents should be adjusted accordingly.