

FTSE Total China Connect Index

Data as at: 31 August 2020

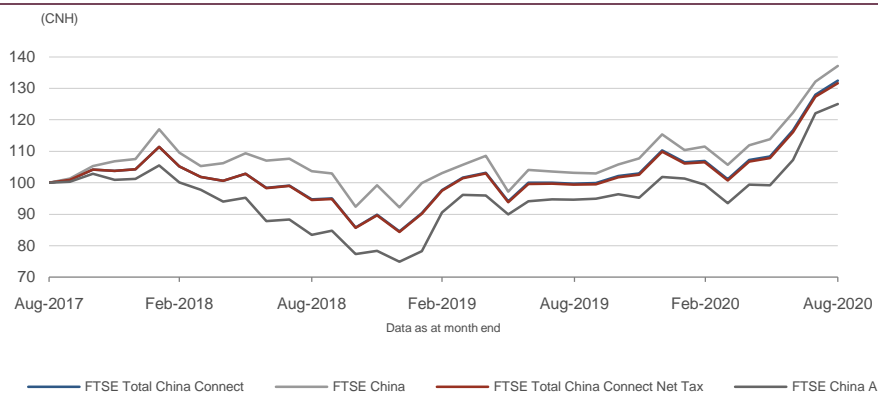
The FTSE Total China Connect Index is designed to represent the performance of large and mid cap Chinese companies listed in or outside the People's Republic of China (PRC). The index reflects a broad China equity opportunity set available to international investors, and covers all major Chinese share classes including A Shares, B Shares, H Shares, Red chips, P Chips, S Chips and N Shares. The A Share constituents are determined by the shares available to international investors through the Northbound China Stock Connect Scheme.

Price, Total Return and Net of Tax Indexes are calculated in real-time on an intra-second streaming basis in offshore Renminbi (CNH).

Details of the Chinese share class definitions are described at the end of this document.

The China-Hong Kong Stock Connect program allows international investors to trade China A Shares listed on both the Shanghai Stock Exchange and the Shenzhen Stock Exchange via the Hong Kong Stock Exchange. Unlike the QFII and RQFII schemes, the program is open to both institutional and retail international investors.

3-Year Performance - Total Return



Performance and Volatility - Total Return

Index (CNH)	Return %						Return pa %*		Volatility %**		
	3M	6M	YTD	12M	3YR	5YR	3YR	5YR	1YR	3YR	5YR
FTSE Total China Connect	22.2	23.8	20.0	32.7	32.4	75.1	9.8	11.9	19.8	19.8	17.6
FTSE China	20.4	23.0	18.8	32.9	37.1	98.0	11.1	14.6	21.8	22.2	16.8
FTSE Total China Connect Net Tax	22.1	23.6	19.8	32.5	31.7	73.5	9.6	11.6	19.8	19.8	17.6
FTSE China A	26.0	25.8	22.8	32.2	25.1	33.5	7.7	6.0	22.1	19.2	21.1

* Compound annual returns measured over 3 and 5 years respectively

** Volatility – 1YR based on 12 months daily data. 3YR based on weekly data (Wednesday to Wednesday). 5YR based on monthly data

FEATURES

Coverage

Chinese companies listed in or outside PRC. Including A Shares, B Shares, H Shares, Red Chip, P Chip, S Chip and N Shares.

Objective

The indexes are designed for the creation of index tracking funds, derivatives and as a performance benchmark.

Investability

Stocks are selected and weighted to ensure that the index is investable.

Liquidity

Stocks are screened to ensure that the index is tradable.

Transparency

Index methodologies are freely available on the FTSE Russell website.

Availability

Price, Total Return, and Net of Tax Indexes are calculated in real time and on an end of day basis.

Industry Classification Benchmark (ICB)

Index constituents are categorized in accordance with the Industry Classification Benchmark (ICB), the global standard for industry sector analysis.

Year-on-Year Performance - Total Return

Index % (CNH)	2015	2016	2017	2018	2019
FTSE Total China Connect	2.6	0.5	27.4	-18.9	30.5
FTSE China	-0.8	8.6	35.9	-14.2	25.1
FTSE Total China Connect Net Tax	2.4	0.2	27.2	-19.1	30.3
FTSE China A	12.6	-12.9	13.0	-26.0	36.0

Return/Risk Ratio and Drawdown - Total Return

Index (CNH)	Return/Risk Ratio				Drawdown (%)			
	1YR	3YR	5YR	10YR	1YR	3YR	5YR	10YR
FTSE Total China Connect	1.6	0.5	0.7	-	-17.7	-27.9	-27.9	-
FTSE China	1.4	0.6	0.9	0.3	-19.6	-25.5	-25.5	-42.2
FTSE Total China Connect Net Tax	1.6	0.5	0.7	-	-17.7	-28.0	-28.0	-
FTSE China A	1.4	0.3	0.3	0.2	-15.2	-31.8	-31.8	-49.8

Return/Risk Ratio – based on compound annual returns and volatility in Performance and Volatility table

Drawdown - based on daily data

Top 10 Constituents

Constituent	Exchange	ICB Supersector	Net MCap (CNHm)	Wgt %
Alibaba Group Holding ADS (N Shares)	US (New York)	Retail	3,456,817	13.14
Tencent Holdings (P Chip)	Hong Kong (SEHK)	Technology	2,682,332	10.20
Meituan Dianping (P Chip)	Hong Kong (SEHK)	Retail	809,173	3.08
Kweichow Moutai (A) (SC SH)	China (Shanghai)	Food & Beverage	628,375	2.39
JD.com ADS (N Shares)	US (NASDAQ)	Retail	466,164	1.77
China Construction Bank (H)	Hong Kong (SEHK)	Banks	452,913	1.72
Ping An Insurance (H)	Hong Kong (SEHK)	Insurance	399,177	1.52
Industrial and Commercial Bank of China (H)	Hong Kong (SEHK)	Banks	302,068	1.15
Wuliangye Yibin (A) (SC SZ)	China (Shenzhen)	Food & Beverage	260,844	0.99
China Mobile (Red Chip)	Hong Kong (SEHK)	Telecommunications	252,997	0.96
Totals			9,710,861	36.92

Share Class Breakdown

Share Class	No. of Cons	Net MCap (CNHm)	Wgt %
A Shares	692	10,561,484	40.15
B Shares	26	71,798	0.27
H Shares	126	3,237,804	12.31
Red Chips	35	1,002,605	3.81
P Chips	73	5,710,175	21.71
N Shares	27	5,705,652	21.69
S Chips	2	13,649	0.05
Total	981	26,303,166	100.00

INFORMATION

Index Universe

FTSE China Index + FTSE China A Index

Index Launch

29 Dec 2017

Base Date

14 November 2014

Base Value

1000

Investability Screen

Precise free float applied and liquidity screened

Index Calculation

Real-time and end-of-day indices available

End-of-Day Distribution

Via FTP and email

Currency

CNH, USD, GBP, EUR, JPY, HKD, CNY, AUD, CAD

Review Dates

Reviewed quarterly in March, June, September and December

ICB Supersector Breakdown

ICB Code	ICB Supersector	FTSE Total China Connect			FTSE China A			FTSE China		
		No. of Cons	Net MCap (CNHm)	Wgt %	No. of Cons	Net MCap (CNHm)	Wgt %	No. of Cons	Net MCap (CNHm)	Wgt %
0500	Oil & Gas	22	452,608	1.72	14	110,961	1.00	22	374,524	2.04
1300	Chemicals	45	323,850	1.23	45	313,807	2.83	45	109,373	0.60
1700	Basic Resources	75	643,610	2.45	67	510,149	4.61	75	287,083	1.56
2300	Construction & Materials	39	547,928	2.08	31	378,239	3.41	39	277,579	1.51
2700	Industrial Goods & Services	184	1,924,412	7.32	176	1,576,036	14.23	184	828,026	4.50
3300	Automobiles & Parts	39	673,242	2.56	35	376,563	3.40	39	412,575	2.24
3500	Food & Beverage	46	1,893,190	7.20	40	1,712,291	15.46	46	614,987	3.35
3700	Personal & Household Goods	49	711,584	2.71	52	451,307	4.07	49	398,723	2.17
4500	Health Care	88	1,647,474	6.26	76	1,109,512	10.02	88	851,627	4.63
5300	Retail	37	5,614,520	21.35	25	194,556	1.76	37	5,489,794	29.86
5500	Media	15	196,104	0.75	19	119,752	1.08	15	127,262	0.69
5700	Travel & Leisure	25	420,524	1.60	15	241,134	2.18	25	251,692	1.37
6500	Telecommunications	5	361,484	1.37	2	48,596	0.44	5	325,007	1.77
7500	Utilities	42	491,569	1.87	34	269,826	2.44	42	308,343	1.68
8300	Banks	41	2,441,467	9.28	31	1,202,613	10.86	41	1,545,110	8.41
8500	Insurance	13	1,071,455	4.07	4	384,952	3.48	13	782,503	4.26
8600	Real Estate	72	1,155,280	4.39	38	369,891	3.34	72	884,587	4.81
8700	Financial Services	59	929,017	3.53	44	733,112	6.62	59	384,715	2.09
9500	Technology	85	4,803,846	18.26	73	974,082	8.79	85	4,128,542	22.46
Totals		981	26,303,166	100.00	821	11,077,380	100.00	981	18,382,052	100.00

Index Characteristics

Attributes	FTSE Total China Connect	FTSE China A	FTSE China
Number of constituents	981	821	981
Net MCap (CNHm)	26,303,166	11,077,380	18,382,052
Dividend Yield %	1.71	1.74	1.69
Constituent Sizes (Net MCap CNHm)			
Average	26,813	13,493	18,738
Largest	3,456,817	627,857	3,456,817
Smallest	559	700	284
Median	8,380	5,973	2,583
Weight of Largest Constituent (%)	13.14	5.67	18.81
Top 10 Holdings (% Index MCap)	36.92	18.30	50.69

CHINESE SHARE CLASS DEFINITIONS

A Share

A Shares are securities of Chinese incorporated companies that trade on either the Shanghai or Shenzhen stock exchanges. They are traded in Renminbi (Chinese Yuan). They can only be traded by residents of the People's Republic of China or under the Qualified Foreign Institutional Investor (QFII), the Renminbi Qualified Foreign Institutional Investor (RQFII) rules, or via the Stock Connect programs.

B Share

B Shares are securities of Chinese incorporated companies that trade on either the Shanghai or Shenzhen stock exchanges. They are traded in US dollars on the Shanghai Stock Exchange and Hong Kong dollars on the Shenzhen Stock Exchange. They can be traded by non-residents of the People's Republic of China and also residents of the People's Republic of China with appropriate foreign currency dealing accounts.

H Share

H Shares are securities of companies incorporated in the People's Republic of China that trade on the Hong Kong Stock Exchange. They are traded in Hong Kong dollars. Like other securities trading on the Hong Kong Stock Exchange, there are no restrictions on who can trade H Shares.

Red Chip

A Red Chip is a company incorporated outside the People's Republic of China (PRC) that trades on the Hong Kong Stock Exchange and is substantially owned, directly or indirectly, by Mainland China state entities with the majority of its revenue or assets derived from Mainland China.

P Chip

A P Chip is a company* controlled by Mainland Chinese companies or individuals, with the establishment and origin of the company in Mainland China. It must be incorporated outside the People's Republic of China (PRC) and traded on the Hong Kong Stock Exchange with a majority of its revenue or assets derived from Mainland China.

* Provided that the company does not satisfy FTSE Russell's Red Chip definition.

S Chip

An S Chip is a company controlled by Mainland Chinese companies or individuals, with the establishment and origin of the company in mainland China. It must be incorporated outside the People's Republic of China (PRC) and traded on the Singapore Stock Exchange with a majority of its revenue or assets derived from Mainland China.

N Share

N Shares are companies controlled by Mainland Chinese companies or individuals, with the establishment and origin of the company in Mainland China. It must be incorporated outside the People's Republic of China (PRC) and traded on the New York Stock Exchange, the NASDAQ exchange, or the NYSE American with a majority of its revenue or assets derived from Mainland China.

For more information on a definition of the various share classes and investment restrictions, please see http://www.ftse.com/products/downloads/Guide_to_Chinese_Share_Classes.pdf

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