

# FTSE China 50 Index

Data as at: 31 January 2020

Investors globally use the FTSE China 50 Index to gain exposure to Hong Kong listed Chinese stocks. It is a real-time tradable index comprising 50 of the largest and most liquid Chinese stocks (H Shares, Red Chips and P Chips) 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 SEHK with a methodology to meet fund regulatory requirements worldwide.

## H Shares

H Shares are securities of companies incorporated in the People's Republic of China (PRC) and listed on SEHK. They can only be traded by Chinese investors under the Qualified Domestic Institutional Investors Scheme (QDII). There are no restrictions for international investors.

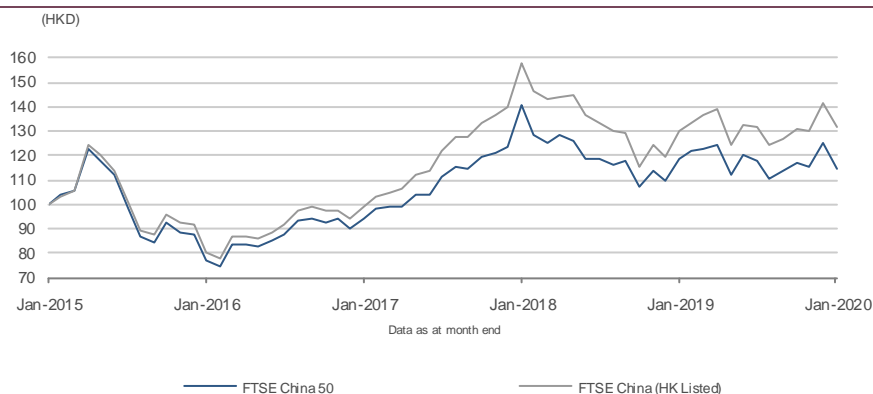
## Red Chips

Red Chip companies are incorporated outside the PRC and traded on SEHK. A Red Chip company has at least 30 percent of its shares in aggregate held directly or indirectly by mainland state entities, and at least 50 percent of its revenue or assets derived from mainland China.

## P Chips

P Chip companies are incorporated outside the PRC that trade on SEHK. A P Chip is a company that is controlled by Mainland China individuals, with the establishment and origin of the company in Mainland China and at least 50 percent of its revenue or assets derived from mainland China.

## 5 -Year Performance - Total Return



## Performance and Volatility - Total Return

Index (HKD)	Return %						Return pa %*		Volatility %**		
	3M	6M	YTD	12M	3YR	5YR	3YR	5YR	1YR	3YR	5YR
FTSE China 50	-2.0	-2.2	-8.3	-3.3	21.4	14.9	6.7	2.8	16.8	19.1	20.8
FTSE China (HK Listed)	0.7	-0.1	-6.8	1.1	32.6	31.9	9.9	5.7	16.9	19.9	20.9

\* 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

50 of the largest and most liquid Chinese stocks (H Shares, Red Chips and P Chips) listed on SEHK. Individual constituent weights are capped at 9% to avoid over-concentration in any one stock.

### Objective

The index is designed for use in the creation of index tracking funds, derivatives and as a performance benchmark.

### Investability

Stocks are free-float weighted to ensure that only the investable opportunity set is included within the indexes.

### Capping

Individual constituent weights are capped at 9% on a quarterly basis to avoid over-concentration in any one stock.

### Liquidity

Stocks are screened to ensure that the index is tradable.

### Transparency

The index uses a transparent, rules-based construction process. Index methodologies are freely available on the FTSE Russell website.

### Availability

The index is calculated based on price and total return methodologies, both real time and end-of-day.

### 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 % (HKD)	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
FTSE China 50	3.5	-17.1	18.0	-0.1	13.4	-11.2	2.9	37.1	-11.4	14.3
FTSE China (HK Listed)	7.5	-17.3	22.2	3.6	8.2	-6.5	2.9	48.8	-14.7	18.3

## Return/Risk Ratio and Drawdown - Total Return

Index (HKD)	Return/Risk Ratio				Drawdown (%)			
	1YR	3YR	5YR	10YR	1YR	3YR	5YR	10YR
FTSE China 50	-0.2	0.4	0.1	0.2	-15.4	-26.2	-43.4	-43.4
FTSE China (HK Listed)	0.1	0.6	0.3	0.3	-15.5	-29.8	-41.5	-41.5

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

Drawdown - based on daily data

## Top 5 Constituents

Constituent	Country	ICB Sector	Net MCap (HKDm)	Wgt %
Tencent Holdings (P Chip)	China	Software & Computer Services	655,278	9.87
China Construction Bank (H)	China	Banks	579,642	8.73
Ping An Insurance (H)	China	Life Insurance/Assurance	537,026	8.09
Industrial and Commercial Bank of China (H)	China	Banks	442,394	6.66
Meituan Dianping (P Chip)	China	General Retailers	347,808	5.24
<b>Totals</b>			<b>2,562,148</b>	<b>38.59</b>

## ICB Supersector Breakdown

ICB Code	ICB Supersector	No. of Cons	Net MCap (HKDm)	Wgt %
0500	Oil & Gas	4	625,318	9.42
1700	Basic Resources	1	70,932	1.07
2300	Construction & Materials	4	173,958	2.62
2700	Industrial Goods & Services	2	97,166	1.46
3700	Personal & Household Goods	2	236,974	3.57
4500	Health Care	1	24,528	0.37
5300	Retail	1	347,808	5.24
5700	Travel & Leisure	2	32,934	0.50
6500	Telecommunications	3	453,331	6.83
7500	Utilities	1	32,559	0.49
8300	Banks	10	1,894,197	28.53
8500	Insurance	6	1,012,090	15.24
8600	Real Estate	6	599,693	9.03
8700	Financial Services	4	107,432	1.62
9500	Technology	3	930,543	14.02
<b>Totals</b>		<b>50</b>	<b>6,639,461</b>	<b>100.00</b>

## Index Characteristics

Attributes	FTSE China 50	FTSE China (HK Listed)
Number of constituents	50	230
Net MCap (HKDm)	6,639,461	9,363,035
Dividend Yield %	3.70	2.86
Constituent Sizes (Net MCap HKDm)		
Average	132,789	40,709
Largest	655,278	2,126,782
Smallest	8,430	850
Median	76,349	12,120
Weight of Largest Constituent (%)	9.87	22.71
Top 10 Holdings (% Index MCap)	57.93	52.94

## INFORMATION

## Index Universe

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

## Index Launch

19 April 2001

## Base Date

16 March 2001

## Base Value

5000

## Investability Screen

Actual free-float applied and liquidity screened

## Index Calculation

Real-time and end-of-day indexes available

## End-of-Day Distribution

12:00 hrs GMT via FTP and email

## Currency

HKD and USD

## Review Dates

Quarterly in March, June, September, December

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