

Methodology of CSI New Energy Vehicles Index

CSI New Energy Vehicles Index selects securities which provide service or products related new energy vehicles industrial chain, including lithium battery, charging piles and new energy vehicles as index constituents. The index is to measure the overall performance of new energy vehicles industry.

1. Index Name and Index Code

- Index Name: CSI New Energy Vehicles Index
- Shortened Name: New Energy Vehicles
- Index Code: 399976

2. Base Date and Base Value

The base date is December 31, 2011. The base value is 1000.

3. Index Eligibility

3.1 Index Universe

Same as the Universe of CSI All Share Index

3.2 Eligible Securities

Liquidity Criteria: securities ranked in the top 80% in the index universe in terms of average daily trading value over the past year in descending order are eligible for inclusion.

3.3 Constituents Selection

(1) For the eligible securities, select those providing service or products related new energy vehicles industrial chain, including lithium battery, charging piles and new energy vehicles as candidates;

(2) Rank the candidate securities by the average daily market capitalization over the past year in descending order and select the top 50 securities as index constituents.

4. Index Calculations

The index is calculated according to the following formula:

$$\text{Current Index} = \text{Current Total Adjusted Market-Cap} / \text{Divisor} \times \text{Base Value}$$
$$\text{Where Current Total Adjusted Market-Cap} = \sum (\text{Security Price} \times \text{Number of Free Float Adjusted Shares} \times \text{Weight Factor})$$

For the calculation of number of free float adjusted shares, please refer to CSI Index Calculation and Maintenance Methodology for further details. The value of Weight Factor is between 0 and 1, which is calculated at each rebalancing date, so that the weight of each constituent is capped at 10%.

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 2nd Friday in June and December.

Weight Factor is assigned to each constituent at each rebalancing date. The effective date is the same as that of the constituent adjustment. The Weight Factor stays the same until next rebalancing date.

5.2 Ongoing Review

When special events occur, CSI will review the index accordingly. Delisted securities will be deleted from the constituents. Please refer to Index Calculation and Maintenance Methodology for further details.