

Methodology of CSI One Belt & One Road Index

CSI One Belt & One Road Index is composed of listed securities from five related industries: Infrastructure Construction, Traffic & Transportation, Equipment Manufacturing, Electric Power & Communication, and Resource Development. The index is to measure the price performance of the theme, as well as to provide underlying for the theme.

1. Index Name and Index Code

- Index Name: CSI One Belt & One Road Index
- Shortened Name: CSI OBOR
- Index Code: 399991

2. Base Date and Base Value

The base date is December 31, 2012. The base value is 1000.

3. Index Eligibility

3.1 Index Universe

Same as the Universe of CSI All Share Index

3.2 Constituents Selection

(1) Rank the securities in the universe by the average daily trading value over the past year in descending order and delete the bottom 10% securities.

(2) The theme of One Belt & One Road is composed of five related industries: Infrastructure Construction, Traffic & Transportation, Equipment Manufacturing, Electric Power & Communication, and Resource Development.

(3) Select no more than 20 most representative securities from each of above five industries, according to the overall consideration of each security's average daily market-cap over the past year, existing overseas business proportion, number of new orders from OBOR region, major business location.

4. Index Calculations

The index is calculated according to the following formula:

Current Index = Current Total Adjusted Market-Cap / Divisor $\times$ Base Value

Where Current Total Adjusted Market-Cap = $\sum$ (Security Price $\times$ Number of Free Float Adjusted Shares $\times$ 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 3%.

5. Constituents and Index Weights Adjustment

5.1 Constituent's Periodical Review

The index is adjusted and rebalanced quarterly and the adjustment will be effective as of the next trading day after the 2nd Friday in March, June, September and December. Number of constituents adjusted at each periodical review will not exceed 20%.

Weight Factor is assigned to each constituent at each quarterly 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.