

Methodology of CSI Photovoltaic Industry Index

CSI Photovoltaic Industry Index is composed of no more than 50 A-Share securities which engaged in photovoltaic industrial chain as the constituents. The index is to measure the performance of the photovoltaic industry.

1. Index Name and Index Code

- Index Name: CSI Photovoltaic Industry Index
- Shortened Name: CSI Photovoltaic Industry Index
- Index Code: 931151

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 20% securities.

(2) Select the securities in the universe which engaged in photovoltaic industrial chain, Including but not limited to silicon pellet, polysilicon, solar cells, electric cable, photovoltaic glass, inverter and photovoltaic plant.

(3) Rank the candidates by average daily total market capitalization over the past year in descending order and select no more than 50 securities as the constituents.

4. Index 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 = $\sum (\text{Security Price} \times \text{Number of Free Float Adjusted Shares} \times \text{Weight Factor})$

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, and is calculated at each rebalancing date so as to make each constituent weight no more than 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.