

CSI Caixin Rayliant New Economic Engine Index

September, 2018



Design

- Apply Smart Beta investment strategy
- Select strongest, fastest-growing emerging listed companies as measured by R&D investment and financial health
- Distribute weights based on their growth and liquidity

Features

- Exposure to light asset, high growth, high R&D investment and high quality risk factors
- High investment capacity, high liquidity and low turnover
- Overweight on high-tech, light-asset and high R&D firms
- Capture the technology-led economic growth in China

Basic Information¹ (As of Sep. 28, 2018)

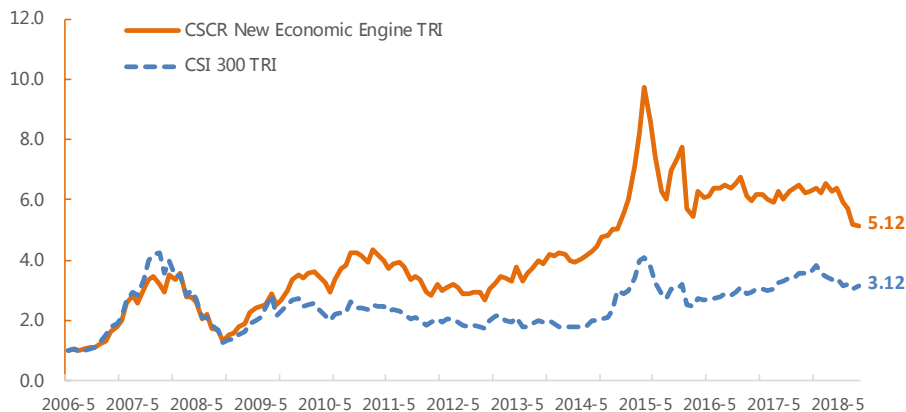
BASIC INFORMATION

Index Name	Short	PRI Ticker	Constituents	SSE Stocks	SZSE Stocks	
CSI Caixin Rayliant New Economic Engine Index	CSCR New Economic Engine	930928.CSI	300	108	192	
Constituents	Index Universe	Currency	TRI Ticker	Market Cap Stats	Total (B RMB)	Float (B RMB)
Max 300	China A Share Market	RMB	H20928.CSI	Maximum	388.83	174.37
Launch	Review	Last Review	Next Review	Minimum	2.76	0.70
12/23/2016	Annually	6/11/2018	6/10/2019	Mean	21.26	9.01
Base Date	Base Point	Last Month Close	This Month Close	Median	11.20	4.35
6/30/2013	1000	1571.76	1552.05	Cap Weighted	82.32	48.42

Index Performance, Risk and Return Characteristics² (As of Sep. 28, 2018)

CUMULATIVE INDEX PERFORMANCE - TOTAL RETURN

2006.06-2018.9 (RMB)



ANNUAL TOTAL RETURN

YEAR	CSI 300	CSCR NEI
2017	24.25%	3.09%
2016	-9.26%	-21.41%
2015	7.22%	54.73%
2014	55.85%	21.92%
2013	-5.33%	35.82%
2012	9.80%	3.95%
2011	-24.05%	-29.88%
2010	-11.58%	19.14%
2009	98.58%	121.40%
2008	-65.61%	-55.28%
2007	163.28%	174.60%

INDEX PERFORMANCE - TOTAL RETURN

	Holding Period Return			Annualized Return			
	YTD	1 Mo	3 Mo	1 Yr	3 Yr	5 Yr	Since 2006.6
CSI 300 TRI	-12.82%	3.23%	-0.91%	-8.40%	4.63%	9.70%	9.67%
CSCR New Economic Engine TRI	-18.58%	-1.25%	-13.15%	-19.72%	-5.23%	5.13%	14.16%

FUNDAMENTALS

12 Mo				
Div Yld	P/E	P/B	P/CF	P/S
2.56%	11.69	1.46	10.45	1.24
1.71%	18.32	2.53	29.42	1.65

INDEX RISK AND RETURN CHARACTERISTICS

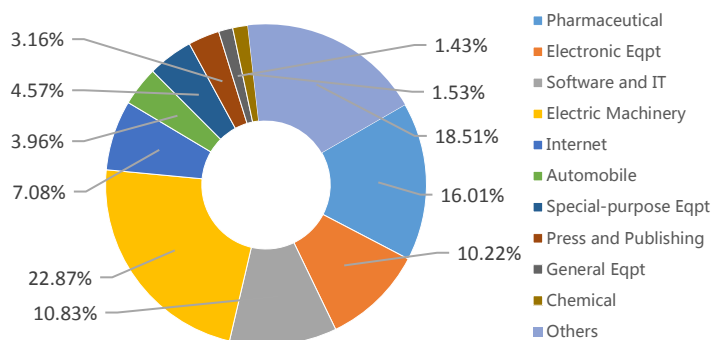
	1 Yr				Since 2006.6			
	Turnover	Volatility	Sharpe Ratio	Max DD	Turnover	Volatility	Sharpe Ratio	Max DD
CSI 300 TRI	11.76%	14.66%	-0.67	-20.40%	12.85%	31.48%	0.23	-70.47%
CSCR New Economic Engine TRI	60.04%	14.59%	-1.45	-21.69%	45.08%	31.84%	0.36	-63.56%

¹ Data Source: CCXE.

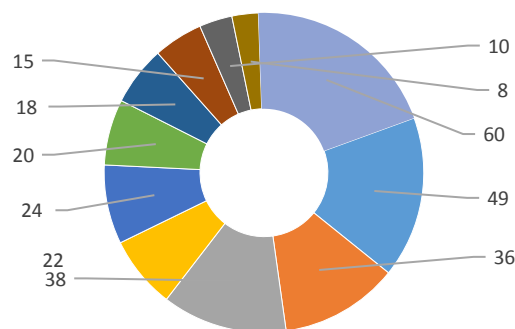
² Data Source: CCXE. All calculation is done by CSI and Caixin Rayliant. Data prior to Dec 23, 2016 is back-tested data. Past performance - whether actual or back-tested - is no indication or guarantee of future performance.

Sector Weights^{3,4} (As of Sep. 28, 2018)

SECTOR WEIGHTS



SECTOR DISTRIBUTION



TOP 10 CONSTITUENTS

Stock Name	Stock Code	Sector	Total (B)	Float (B)	Weights
Gree Electric Appliances, Inc. of Zhuhai	000651.SZ	Electric Machinery	242	174	11.26%
Midea Group	000333.SZ	Electric Machinery	267	172	6.32%
Jiangsu Hengrui Medicine	600276.SH	Pharmaceutical	234	139	5.77%
Focus Media Information Technology	002027.SZ	Commercial Svcs	125	59	3.14%
China International Travel Service	601888.SH	Commercial Svcs	133	59	1.78%
Fangda Carbon New Material	600516.SH	Non-metallic Mineral	40	22	1.38%
Shenzhen Sunway Communication	300136.SZ	Electronic Eqpt	26	20	1.11%
Aisino Corporation	600271.SH	Electronic Eqpt	52	27	1.10%
360 Security Technology Inc.	601360.SH	Internet	179	6	0.93%
Iflytek	002230.SZ	Software and IT	60	41	0.88%
Total			1,357	721	33.67%

Sector and Stock Contributions⁵ (Sep, 2018)

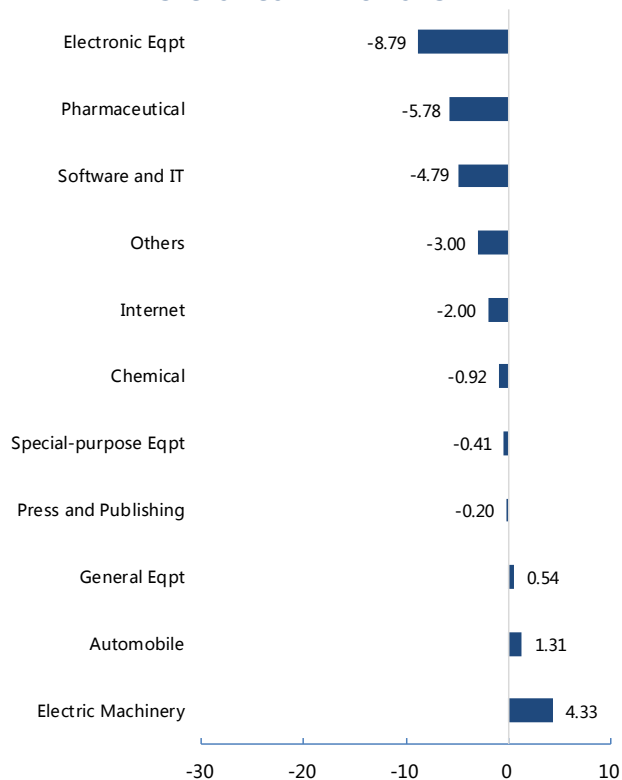
TOP 10 CONTRIBUTED STOCKS (2018.9)

Code	Name	Wt %	Contrib.
000651.SZ	Gree Electric Appliances, Inc. of Zhuhai	11.26	5.43
601888.SH	China International Travel Service	1.78	1.89
600104.SH	SAIC Motor	0.67	1.29
600201.SH	Jinyu Bio-Technology	0.73	1.24
600690.SH	Qingdao Haier	0.78	1.20
601360.SH	360 Security Technology Inc.	0.93	1.14
000662.SZ	Teamax Smart City Technology	0.31	0.84
603160.SH	Shenzhen Huiding Technology	0.66	0.78
300124.SZ	Shenzhen Inovance Technology	0.70	0.64
300113.SZ	Hangzhou Shunwang Technology	0.49	0.63

BOTTOM 10 CONTRIBUTED STOCKS (2018.9)

Code	Name	Wt %	Contrib.
300136.SZ	Shenzhen Sunway Communication	1.11	-4.84
600276.SH	Jiangsu Hengrui Medicine	5.77	-3.74
000333.SZ	Midea Group	6.32	-3.16
002230.SZ	Iflytek	0.88	-1.28
300070.SZ	Beijing Originwater Technology	0.69	-1.27
300373.SZ	Yangzhou Yangjie Electronic Technology	0.31	-1.25
300343.SZ	Lecron Internet Media Industry	0.23	-0.92
002049.SZ	Unigroup Guoxin	0.38	-0.90
300188.SZ	Xiamen Meiya Pico Information	0.32	-0.86
000513.SZ	Livzon Pharmaceutical Group Inc.	0.36	-0.73

SECTOR CONTRIBUTIONS



³ Based on Caixin New Economy Industry Classification (2012)

^{4, 5} Data Source: CCXE.

About Caixin Rayliant Smart Beta

Caixin Rayliant Smart Beta is the joint venture between Caixin Insight Group and Rayliant Global Advisors. Caixin Rayliant Smart Beta was formed in 2017. This partnership brings together the vast data, research, and publishing capabilities across the Caixin family of companies with the smart beta and index-construction expertise of Rayliant Global Advisors. Dr. Jason Hsu serves as the Chief Index Architect of Caixin Rayliant Smart Beta and Dr. Jason Tuan serves as the CEO of the company. Dr. Jason Hsu is the founder and chairman of Rayliant Global Advisors and co-founder and Vice-Chairman of Research Affiliates. Dr. Jason Tuan is a Managing Director of Rayliant Global Advisors.



About Caixin Insight Group

Caixin Insight Group was founded by Caixin Media Group's Editor-in-Chief Hu Shuli, along with support from senior leaders within academia and the financial services industry. The mission of Caixin Insight Group is to be the highest quality Chinese business and financial information services provider to global institutions. The goal is to aid in the healthy development of the Chinese capital markets.

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