

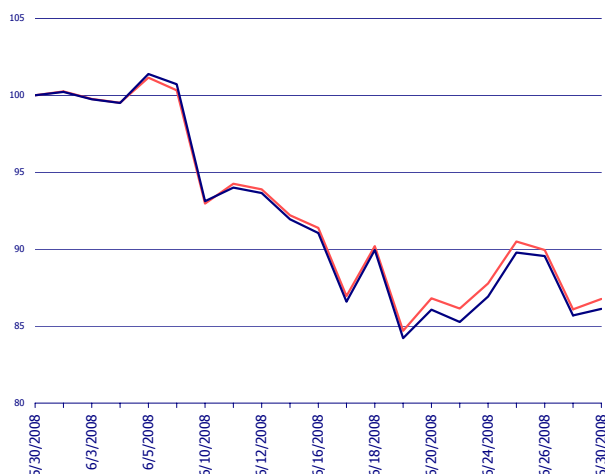
FTSE XINHUA CHINA B SHARE INDEX REVIEW - B SHARE SERIES
June 2008

(Market performance data provided by FTSE Research)

Index Commentary

In June, China's B-share market followed the trend in the A-share market and was on a downward trend this month.

On 7 June, the Central Bank lifted the reserve ratio to 17.5 percent, up 1 percent. This rise exceeded the market expectation and caused the stock market sentiment to weaken further. On 19 June, the FTSE Xinhua B All-Share Index and the FTSE Xinhua B35 Index reached their month low points, with the FTSE Xinhua B All-Share Index down 15.8% and the FTSE Xinhua B35 Index down 15.3% from the beginning of the month. The FTSE Xinhua B All-Share Index eventually closed at 5549.8 points, down 13.9% while the FTSE Xinhua B35 Index closed at 7542.7 points, down 13.2%.

Overall Market Performance (USD) (Capital Return, from 30.05.2008 to 30.06.2008)


5 Highest Weighted Constituents	% wgt China B 35	% wgt China B All-Share
Inner Mongolia Yitai Coal	13.96	10.33
China International Marine Containers	10.79	7.99
Shenzhen Vanke	10.62	7.86
Shanghai Zhenhua Port Machinery	8.56	6.34
Yantai Changyu Pioneer Wine	7.10	5.25

— FTSE Xinhua China B35 Index
 — FTSE Xinhua China B All-Share Index

5 Highest Performers	Local Code	Price Return (%)
Shanghai Wai Gaoqiao Free-Trade Zone Dev	900912	7.46
Shenzhen Huafa Electronics	200020	0.00
Livzon Pharmaceutical Group	200513	-2.10
Shenzhen Nanshan Power	200037	-2.31
Zhejiang Southeast Electric Power	900949	-2.60

5 Lowest Performers	Local Code	Price Return (%)
Guangdong Sunrise Holdings	200030	-30.68
Hainan Airlines	900945	-28.24
Hainan Pearl River Holdings	200505	-26.93
Hainan Donghai Tourism Centre (Holdings)	200613	-24.58
Shandong Chenming Paper Holdings	200488	-24.44

The FTSE Xinhua China B Share Index Series is designed to represent the performance of the Chinese market that is available to investors outside of the People's Republic of China and to Chinese nationals with appropriate foreign exchange dealing accounts. The FTSE Xinhua China B Share Indices cover shares listed on both Shanghai and Shenzhen Stock Exchanges, and provide an exciting opportunity to invest in one of the world's most exciting markets.

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FTSE Market Reports are researched and produced on a monthly basis by FTSE Research. For more information about market analysis based on FTSE Xinhua indices, please contact Jamie Perrett, FTSE Group at jamie.perrett@ftse.com.

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