

FTSE/XINHUA CHINA 25 INDEX

Investors globally use the FTSE/Xinhua China 25 Index to gain exposure to the world's most important new markets. The index consists 25 of the largest and most liquid Chinese stocks (Red Chips and H shares) listed and trading on the Hong Kong exchange. The index is specifically designed for international investors, combining the ease of trading on the Hong Kong exchange with a methodology to meet fund regulatory requirements worldwide. Individual constituent weights are capped at 10% to avoid over-concentration in any one stock. The index is used as the basis for numerous on-exchanges and OTC derivative products, mutual funds and ETFs.

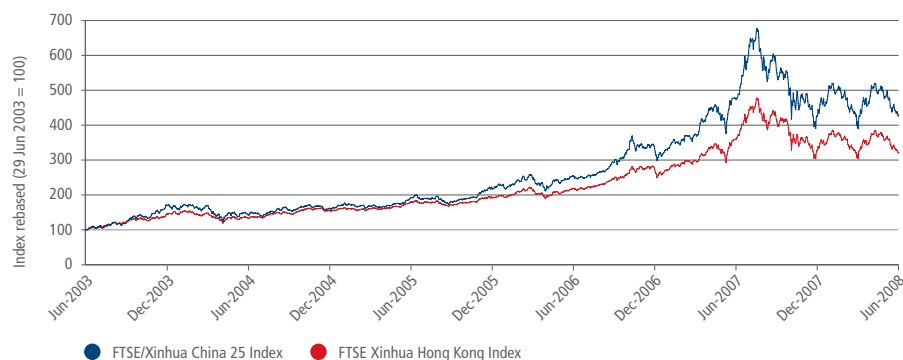
H Shares – H shares are securities of companies incorporated in Mainland China and nominated by the Chinese government for listing and trading on the Hong Kong Stock Exchange. They are quoted and traded in HKD. The only Chinese investors permitted to trade H shares are those who are approved by the Government (such as QDIIs), however there are no such restrictions on international investors.

Red Chips – Red Chips are securities of companies incorporated outside the People's Republic of China that trade on the Hong Kong Stock Exchange and are quoted in HKD. The constituents are substantially owned, directly or indirectly, by Chinese state-owned enterprises. The only Chinese investors permitted to trade H shares are those who are approved by the Government (such as QDIIs), however, there are no such restrictions on international investors.

FEATURES

- The index consists of the 25 largest and most liquid Chinese stocks (Red Chip and H shares) listed and trading on the Hong Kong Stock Exchange (HKSE)
- Individual constituent weights are capped at 10% to avoid over-concentration in any one stock
- The index is used as the basis for numerous on-exchanges and OTC derivative products, mutual funds and ETFs
- The index is calculated in accordance with the Industry Classification Benchmark (ICB), a global standard developed in partnership with Dow Jones Indexes
- Stocks are free-float weighted to ensure that only the investable opportunity set is included within the index
- Stocks are liquidity screened to ensure that the index is tradable
- Transparent, independently governed and freely available rules, overseen by an independent committee of leading market professionals

FTSE/XINHUA CHINA 25 PERFORMANCE



Source: FTSE Group, data as at 30 June 2008

FTSE XINHUA INDICES FOR INTERNATIONAL INVESTORS

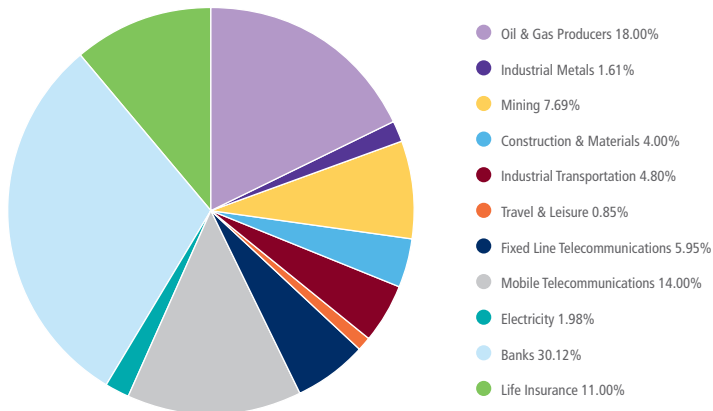


FTSE/XINHUA CHINA 25 CONSTITUENTS

Rank	Constituent	ICB Sector	Price (HKD)	Full Market Cap (HKD million)	Net Market Cap (HKD million)	Weight (%)
1	China Mobile (Red Chip)	Mobile Telecommunications	101.00	2,021,958	152,164	10.00
2	Industrial and Commercial Bank of China (H)	Banks	5.30	440,199	136,947	9.00
3	Petrochina (H)	Oil & Gas Producers	9.66	203,815	121,731	8.00
4	China Life Insurance (H)	Life Insurance	27.00	200,912	106,514	7.00
5	CNOOC (Red Chip)	Oil & Gas Producers	12.70	561,141	91,298	6.00
6	Bank of China (H)	Banks	3.35	254,668	60,865	4.00
7	Bank of Communications (H)	Banks	9.15	211,040	60,865	4.00
8	BOC Hong Kong (Holdings) (Red Chip)	Banks	18.94	200,248	60,865	4.00
9	China Communications Construction (H)	Construction & Materials	14.00	207,550	60,865	4.00
10	China Construction Bank (H)	Banks	6.21	1,395,319	60,865	4.00
11	China Merchants Bank (H)	Banks	25.40	67,615	60,865	4.00
12	China Petroleum & Chemical (H)	Oil & Gas Producers	7.02	117,799	60,865	4.00
13	China Shenhua Energy (H)	Mining	29.90	101,618	60,865	4.00
14	China Telecom (H)	Fixed Line Telecommunications	4.15	335,869	60,865	4.00
15	China Unicom (Red Chip)	Mobile Telecommunications	15.06	205,261	60,865	4.00
16	Ping An of China (H)	Life Insurance	48.35	123,710	60,865	4.00
17	China Coal Energy (H)	Mining	13.68	56,179	56,179	3.69
18	China COSCO Holdings (H)	Industrial Transportation	19.74	50,941	38,206	2.51
19	China Merchant Holdings (Red Chip)	Industrial Transportation	29.10	69,523	34,761	2.28
20	China Netcom (Red Chip)	Fixed Line Telecommunications	22.25	148,298	29,660	1.95
21	Aluminium Corp of China (H)	Industrial Metals	8.27	32,167	24,462	1.61
22	China Citic Bank (H)	Banks	4.58	56,800	17,040	1.12
23	Huaneng Power International (H)	Electricity	5.08	15,521	15,521	1.02
24	Datang International Power Generation (H)	Electricity	4.52	14,679	14,679	0.96
25	Air China (H)	Travel & Leisure	3.92	17,270	12,953	0.85
	Total			7,110,551	1,521,635	100.00

Source: FTSE Group, based on indicative opening constituents on 21 July 2008 using opening prices as at 16 July 2008

FTSE/XINHUA CHINA 25 INDEX ICB SECTOR BREAKDOWN



Source: FTSE Group, based on indicative opening constituents on 21 July 2008 using opening prices as at 16 July 2008

FTSE/XINHUA INVESTABLE MARKET CAP SPLIT BY SHARE TYPE

Share Type	Net Market Cap (HKD million)	Weight (%)
H Shares	1,092,022	71.77
Red Chip Shares	429,613	28.23
Total	1,521,635	100.00

Source: FTSE Group, based on indicative opening constituents on 21 July 2008 using opening prices as at 16 July 2008

INFORMATION

Index Universe

Index Universe: FTSE All-World Index (Red Chips and H Shares)

Index Launch

19 April 2001

Base Date

16 March 2001

Base Value

5000

Investability Screen

Free float adjusted and liquidity screened

Index Calculation

1000 - 1615 (local). Real-time and end-of-day indices available. Real-time index calculated every 15 seconds. End-of-day index calculated with a total return index value that takes into account reinvested dividends

End-of-Day Distribution

Indices available at 16:15 (local time)

Currency

Hong Kong Dollars (HKD)

Review Dates

Quarterly: January, April, July & October

Index Rules

Available at: www.ftsexinhua.com

Vendor Codes

Available at www.ftsexinhua.com

Historical Data

Available from December 1998

© Copyright 2007 FTSE Xinhua Index Limited ("FXI"). All rights reserved. "FTSE" is a trade mark jointly owned by the London Stock Exchange PLC and The Financial Times Limited and is used by FTSE International Limited ("FTSE") under licence. "富時指數" is a trademark of FTSE and is licensed for use by FXI. "Xinhua" and "新華" are service marks and trademarks of Xinhua Finance Limited. All marks are licensed for use by FXI. The FTSE/Xinhua China 25 Index is calculated by FXI and all rights therein vest in FXI. All information is provided for information purposes only. Whilst every effort is made to ensure that all information given in this publication is accurate, no responsibility or liability can be accepted by FXI for any errors or for any loss arising from use of this information. Distribution of FXI index values and the use of FXI indices to create financial products requires a licence from FXI.

FOR FURTHER INFORMATION VISIT WWW.FTSEXINHUA.COM, EMAIL INFO@XINHUAFTSE.COM OR CALL YOUR LOCAL OFFICE:

BEIJING +86 10 5864 5276 BOSTON +1 888 747 FTSE (3873) FRANKFURT +49 (0) 69 156 85 144 HONG KONG +852 2230 5800

LONDON +44 (0) 20 7866 1810 MADRID +34 91 411 3787 NEW YORK +1 888 747 FTSE (3873)

PARIS +33 (0) 1 53 76 82 88 SAN FRANCISCO +1 888 747 FTSE (3873) SYDNEY +61 2 9293 2866 TOKYO +81 3 3581 2811

