

CES HK Biotechnology Index

Index Description

The CES HK Biotechnology Index is the first index that tracks shares of biotech companies, including pre-revenue biotech companies, with a primary or secondary listing on Hong Kong's Main Board. It is a price return index providing a measure of market performance for biotechnology companies listed on the Stock Exchange of Hong Kong Limited (SEHK).

Constituent Selection

The index universe for CES HK Biotech is comprised of common stocks with primary or secondary listing on the Main Board of SEHK.

Screening Criteria

- Stocks with a primary or secondary listing on the Main Board of The Stock Exchange of Hong Kong
- listed under Chapter 18A of The Stock Exchange of Hong Kong's Main Board Listing Rules or classified as a "Biotechnology Company" according to the Industry Classification
- With average market capitalisation of at least \$1.5 billion during the most recent year.

Calculation Methodology

Free float-adjusted market capitalisation weighted, with a:

- 10% cap if there are 20 or more constituents
- 15% cap if there are 8 to 19 constituents
- 25% cap if there are 5 to 7 constituents

(if there are less than 5 constituents, the constituents will be equally weighted)

Constituent Review & Index Rebalance

Constituent reviews and rebalanced are conducted half-yearly. Any index reconstitution and float share adjustments will be implemented on the next trading day after the second Friday of each June and December.

Weight Factor

Weight Factor is assigned to each constituent at each half-yearly rebalancing. The effective date is the same as that of the constituent adjustment. The Weight Factor stays the same until next rebalancing day.

Index Overview

Index Abbreviation	CES HK Biotech
Index Code	CESHKB
Launch Date	14 November 2018
Base Date	12 December 2014
Base Value	2000
Number of Constituents	Variable
Calculation and Dissemination	Real Time at 5-second intervals
Review Frequency	Half-yearly
Real-time Price Index (Currency)	HKD
End of Day Index (Currency)	HKD & CNY
Total Return Index (Currency)	HKD & CNY

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