

# ISTOXX® MUTB CHINA A QUALITY AM 150 INDEX

## Index description

The iSTOXX MUTB China A Quality AM 150 Index (Accessible Market) represents a portfolio of China A-shares accessible to foreign investors through the Northbound Trading segments of the Shanghai-Hong Kong and Shenzhen-Hong Kong Stock Connect programs. The portfolio aims to capture the performance of quality companies with high profitability, low leverage and sustainable cash flows in China. The component selection is based on a combined ranking of four fundamentals ratios (return on equity, debt-to-capital, cash flow generation ability and business stability). Stocks need to fulfill minimum liquidity criteria before being added to the index.

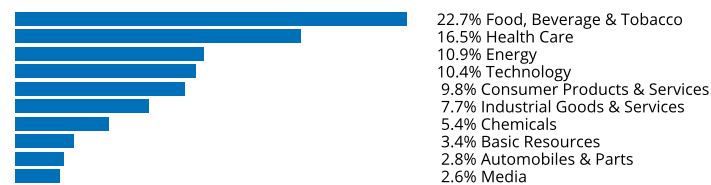
## Key facts

- » Pure quality play with large investability
- » Reduced portfolio turnover due to buffer rule
- » Ideal for market participants seeking exposure to the China A-shares market while only investing in quality stocks with sustainable profitability
- » Diversification through broad selection and capping of component weights to 2%

## Descriptive statistics

| Index                                    | Market cap (CNY bn.) |            | Components (CNY bn.) |        |         |          | Component weight (%) |          | Turnover (%)   |
|------------------------------------------|----------------------|------------|----------------------|--------|---------|----------|----------------------|----------|----------------|
|                                          | Full                 | Free-float | Mean                 | Median | Largest | Smallest | Largest              | Smallest | Last 12 months |
| iSTOXX MUTB China A Quality AM 150 Index | 8,706.4              | 4,076.1    | 27.2                 | 16.6   | 97.4    | 6.1      | 2.4                  | 0.1      | 43.9           |
| STOXX China A 900 Index                  | 50,532.6             | 24,096.6   | 26.8                 | 13.3   | 1,085.3 | 5.5      | 4.5                  | 0.0      | 8.0            |

## Supersector weighting (top 10)



## Country weighting



## Risk and return figures<sup>1</sup>

| Index returns                            | Return (%)                |      |      |       |      | Annualized return (%)                |      |      |      |     |
|------------------------------------------|---------------------------|------|------|-------|------|--------------------------------------|------|------|------|-----|
|                                          | Last month                | YTD  | 1Y   | 3Y    | 5Y   | Last month                           | YTD  | 1Y   | 3Y   | 5Y  |
| iSTOXX MUTB China A Quality AM 150 Index | 3.5                       | -1.6 | -6.8 | -15.8 | 35.8 | N/A                                  | N/A  | -6.7 | -5.6 | 6.3 |
| STOXX China A 900 Index                  | 4.6                       | 5.4  | -2.2 | -6.1  | 25.9 | N/A                                  | N/A  | -2.2 | -2.1 | 4.8 |
| Index volatility and risk                | Annualized volatility (%) |      |      |       |      | Annualized Sharpe ratio <sup>2</sup> |      |      |      |     |
| iSTOXX MUTB China A Quality AM 150 Index | 15.1                      | 13.6 | 16.3 | 19.5  | 21.3 | N/A                                  | N/A  | -0.7 | -0.4 | 0.3 |
| STOXX China A 900 Index                  | 14.6                      | 12.4 | 14.7 | 16.9  | 19.5 | N/A                                  | N/A  | -0.4 | -0.1 | 0.2 |
| Index to benchmark                       | Correlation               |      |      |       |      | Tracking error (%)                   |      |      |      |     |
| iSTOXX MUTB China A Quality AM 150 Index | 1.0                       | 0.9  | 1.0  | 0.9   | 0.9  | 4.3                                  | 4.5  | 4.7  | 7.3  | 7.4 |
| Index to benchmark                       | Beta                      |      |      |       |      | Annualized information ratio         |      |      |      |     |
| iSTOXX MUTB China A Quality AM 150 Index | 1.0                       | 1.0  | 1.1  | 1.1   | 1.0  | -3.0                                 | -2.5 | -1.0 | -0.6 | 0.2 |

<sup>1</sup> For information on data calculation, please refer to STOXX calculation reference guide.

<sup>2</sup> Based on EURIBOR1M

(CNY, net return), all data as of Jul. 31, 2023

## STYLE INDICES

## ISTOXX® MUTB CHINA A QUALITY AM 150 INDEX

## Fundamentals (for last 12 months)

| Index                                    | Price/earnings<br>incl. negative |           | Price/earnings<br>excl. negative |           | Price/<br>book | Dividend<br>yield (%) <sup>3</sup> | Price/<br>sales | Price/<br>cash flow |
|------------------------------------------|----------------------------------|-----------|----------------------------------|-----------|----------------|------------------------------------|-----------------|---------------------|
|                                          | Trailing                         | Projected | Trailing                         | Projected | Trailing       | Trailing                           | Trailing        | Trailing            |
| ISTOXX MUTB China A Quality AM 150 Index | 15.8                             | 15.8      | 15.8                             | 15.8      | 3.3            | 2.2                                | 2.1             | 30.3                |
| STOXX China A 900 Index                  | 16.2                             | 12.6      | 13.8                             | 12.4      | 1.5            | 2.1                                | 1.1             | 62.3                |

Performance and annual returns<sup>4</sup>

## Methodology

The component universe is derived from the STOXX® China A 900 Index. Stocks must be traded on the Northbound Trading segments of the Shanghai-Hong Kong and Shenzhen-Hong Kong Stock Connect programs to be eligible for inclusion. From the eligible components, the index selects the top-ranked stocks based on a composite score based on four fundamentals ratios (return on equity, debt-to-asset, cash flow generation ability and business stability). Stocks also need to fulfill minimum liquidity criteria before being added to the index. The component selection is conducted semi-annually in June and December.

## Versions and symbols

| Index            | ISIN         | Symbol   | Bloomberg     | Reuters   |
|------------------|--------------|----------|---------------|-----------|
| Gross Return CNY | CH0367203186 | ISMCAQGC |               | .ISMCAQGC |
| Net Return CNY   | CH0367203194 | ISMCAQC  | ISMCAQC INDEX | .ISMCAQC  |
| Net Return CNY   | CH0367203194 | ISMCAQC  | ISMCAQC INDEX | .ISMCAQC  |
| Price CNY        | CH0367203236 | ISMCAQN  |               | .ISMCAQN  |
| Price CNY        | CH0367203236 | ISMCAQN  |               | .ISMCAQN  |
| Gross Return EUR | CH0367203228 | ISMCAQG  |               | .ISMCAQG  |
| Gross Return EUR | CH0367203228 | ISMCAQG  |               | .ISMCAQG  |
| Net Return EUR   | CH0367203251 | ISMCAQR  |               | .ISMCAQR  |
| Net Return EUR   | CH0367203251 | ISMCAQR  |               | .ISMCAQR  |
| Price EUR        | CH0367203202 | ISMCAQP  |               | .ISMCAQP  |

Complete list available here: [www.stoxx.com/data/vendor\\_codes.html](http://www.stoxx.com/data/vendor_codes.html)

## Quick facts

|                          |                                                 |
|--------------------------|-------------------------------------------------|
| Weighting                | Free-float market cap                           |
| Cap factor               | 2%                                              |
| No. of components        | 150                                             |
| Review frequency         | Semi-annually (June, December)                  |
| Calculation/distribution | Realtime for Price Version, End-of-Day for rest |
| Calculation hours        | 00:00 CET to 18:00 CET                          |
| Base value/base date     | 100 / Dec. 16, 2011                             |
| History                  | STOXX data from Dec. 16, 2011 to Jul. 11, 2017  |
| Inception date           | Jul. 12, 2017                                   |

To learn more about the inception date, the currency, the calculation hours and historical values, please see our data vendor code sheet.

## CONTACT DETAILS

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## BACKTESTED PERFORMANCE

This document contains index performance data based on backtesting, i.e. calculations of how the index might have performed prior to launch if it had existed using the same index methodology and based on historical constituents. Backtested performance information is purely hypothetical and is provided in this document solely for information purposes. Backtested performance does not represent actual performance and should not be interpreted as an indication of actual performance.

## CUSTOMIZATION

The index can be used as a basis for the definition of STOXX® Customized Indices, which can be tailored to specific client or mandate needs. STOXX offers customization in almost unlimited forms for example in terms of component selection, weighting schemes and personalized calculation methodologies.

<sup>3</sup> Net dividend yield is calculated as net return index return minus price index return

<sup>4</sup> STOXX data from Dec. 20, 2010 to Jul. 31, 2023

(CNY, net return), all data as of Jul. 31, 2023

## ISTOXX® MUTB CHINA A QUALITY AM 150 INDEX

Top 10 Components<sup>5</sup>

| Company                      | Supersector                  | Country | Weight (%) |
|------------------------------|------------------------------|---------|------------|
| FOXCONN INDUST. INTERNET 'A' | Telecommunications           | China   | 2.39       |
| LUZHOU LAO JIAO 'A'          | Food, Beverage & Tobacco     | China   | 2.23       |
| Shanxi Fenjiu 'A'            | Food, Beverage & Tobacco     | China   | 2.19       |
| Moutai 'A'                   | Food, Beverage & Tobacco     | China   | 2.15       |
| WUXI APPTEC 'A'              | Health Care                  | China   | 2.14       |
| TONGWEI 'A'                  | Energy                       | China   | 2.12       |
| Wuliangye 'A'                | Food, Beverage & Tobacco     | China   | 2.10       |
| GREE ELECT.APP. 'A'          | Consumer Products & Services | China   | 2.09       |
| LONGI GREEN ENERGY TECH.'A'  | Energy                       | China   | 2.09       |
| NARI TECH.DEV. 'A'           | Industrial Goods & Services  | China   | 2.07       |

<sup>5</sup> Based on the composition as of Jul. 31, 2023