

# MarketGrader China New Elite 30 Index

The MarketGrader China New Elite 30 Index seeks to follow the thirty companies with the highest number of selections to its flagship CSI MarketGrader China 200 Index since its inception in 2008. These companies' consistent selection to their parent index is based on measures of their fundamental quality, their attractiveness from a growth-at-a-reasonable-price (GARP) perspective and their proven ability to be consistent creators of long-term shareholder value. They represent the very best among China's top six per cent of companies traded in the Shanghai and Shenzhen Stock Exchanges.

## The 30 Most Selected Companies to the CSI MarketGrader China 200 Index

### Index Rules

#### Underlying Universe

All companies historically selected to the CSI MarketGrader China 200 Index.

#### Objective

Designed to serve as a model concentrated investment portfolio of the most consistent creators of shareholder value in China.

#### Weighting

The index is equally weighted.

#### Rebalance Frequency

The index is reconstituted and rebalanced twice a year on the next trading day after the close of trading on the second Friday in June and December. Its rebalance is done concurrently with the rebalance of the CSI MarketGrader China 200 Index.

#### Selection Criteria

All 30 selections are maintained in the index provided that they have been selected within the last two years (four rebalance periods) to the CSI MarketGrader China 200 Index. If any company is deleted from the index because it hasn't been selected to the CSI MarketGrader China 200 Index within the last two years, the next company with the most selections to that index replaces it. Any replacement company must be rated 50 or higher by MarketGrader in order to be eligible for selection.

#### Market Cap Requirements

All index constituents must have a minimum total market cap of RMB 700 million, consistent with the requirements of the underlying index, the CSI MarketGrader China 200 Index.

#### Liquidity Requirements

A minimum 3-month daily traded value of RMB 14 million and at least RMB 350 million in aggregate trading volume in the trailing 12 months preceding the index selection date, consistent with the requirements of the underlying index, the CSI MarketGrader China 200 Index.

#### Licensing opportunities

licensing@marketgrader.com

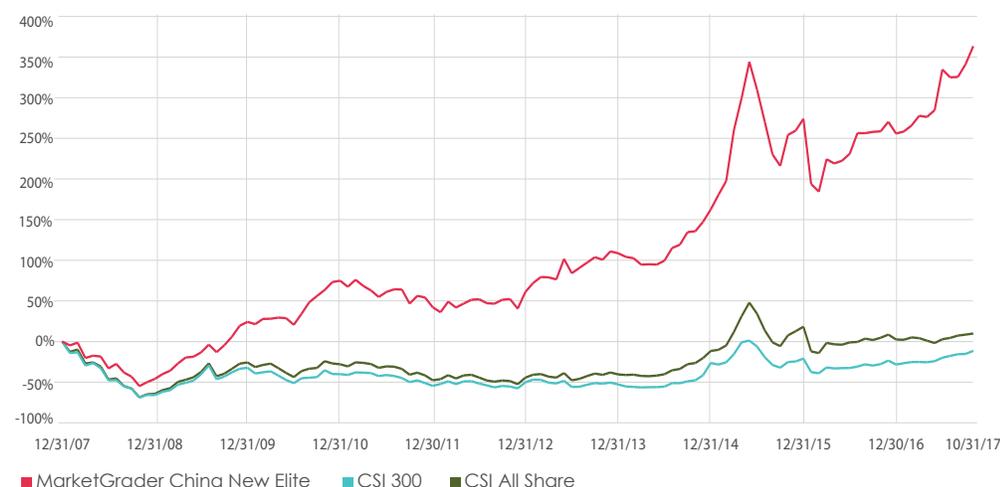
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### Performance

#### Cumulative Total Return, Jan. 2008 - Oct. 2017\*

All data as of Oct 31, 2017



#### Calendar Year Returns

	MG CN NE	CSI 300	CSI All Sh.
YTD*	30.20%	23.51%	7.12%
2016	-4.82%	-9.26%	-13.31%
2015	42.41%	7.22%	33.78%
2014	25.86%	55.85%	48.41%
2013	29.48%	-5.33%	7.10%
2012	13.36%	9.80%	6.24%
2011	-18.71%	-24.05%	-27.32%
2010	40.80%	-11.58%	-2.99%
2009	130.05%	98.58%	108.10%
2008	-46.02%	-65.91%	-64.33%

All values in RMB. \*YTD values as of 10/31/2017  
Sources: CSI, FactSet, MarketGrader.com

#### Annualized Returns

	MG CN NE	CSI 300	CSI All Sh.
3-Years	25.30%	19.20%	14.30%
5 -Years	24.90%	14.70%	16.40%
Since 12/31/07	16.90%	-1.20%	1.00%

#### Cumulative Returns

	MG CN NE	CSI 300	CSI All Sh.
3-Years	96.60%	69.30%	49.30%
5 -Years	204.30%	98.40%	113.60%
Since 12/31/07	363.40%	-11.50%	9.80%

#### Standard Deviation

	MG CN NE	CSI 300	CSI All Sh.
3-Years	26.16%	28.60%	29.59%
5 -Years	23.67%	26.12%	26.93%
Since 12/31/07	25.67%	29.98%	30.38%

#### Sharpe Ratio

	MG CN NE	CSI 300	CSI All Sh.
3-Years	0.97	0.67	0.48
5 -Years	1.05	0.56	0.61
Since 12/31/07	0.66	-0.04	0.03

All values in RMB. Frequency: Monthly.  
Sources: CSI, FactSet, MarketGrader.com

Sources: MarketGrader Research, China Securities Index Co., FactSet.

\* The MarketGrader China New Elite Index was first published on September 1, 2016. Backtested performance information is purely hypothetical and is solely for informational purposes. Backtested performance does not represent actual performance, and should not be interpreted as an indication of actual performance. Past performance is not indicative of future results. CSI is a registered trademark of China Securities Index Co. MarketGrader.com © 2017.

Index composition data as of Nov 13, 2017

## Index Bio

Average Market Cap	RMB 149,025.51
Median Market Cap	RMB 47,347.30
Average 3 Mo. RMB Volume	RMB 613,052,565.1
Average 3 Mo. Trading Volume	16,765,404
Last Rebalance Date	06/12/2017
Companies Replaced	14
Biggest Sector Increase	Health Care
Biggest Sector Decrease	Financials

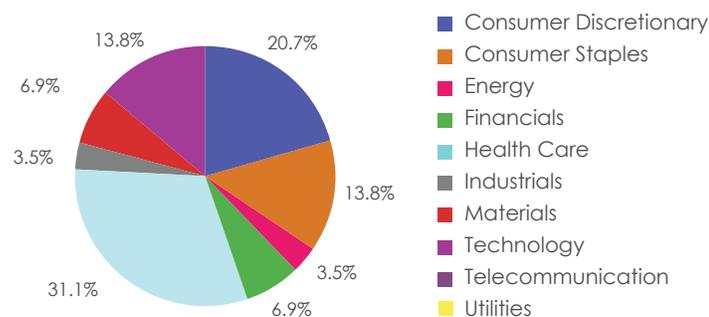
## Fundamental Attributes

	Median
Trailing P/E Ratio	27.8
Forward P/E Ratio	21.8
Earnings Yield	4.0%
Price/Tangible Book Ratio	6.5
Revenue Change - 3 Years	80.0%
Operating Income Change - 3 Years	84.2%
Earnings per Share (EPS) 3-Year Growth	22.8%
Operating Margin	22.6%
Total Debt to Capital	6.1%
Return on Equity	24.5%
Dividend Yield	1.05%

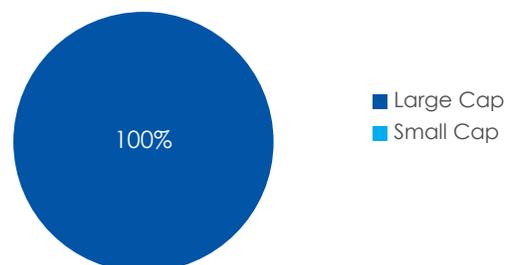
## Top 20 Stocks by Fundamentals

Ticker	Name	Grade
600201.CN	Jinyu Bio-Technology Co., Ltd.	● 82.40
600309.CN	Wanhua Chemical Group Co. Ltd.	● 82.05
600519.CN	Kweichow Moutai Co., Ltd.	● 82.03
002415.CN	Hangzhou Hikvision Digital Tech.	● 75.78
002304.CN	Jiangsu Yanghe Brewery	● 75.23
002508.CN	Hangzhou Robam Appliances	● 73.44
600436.CN	Zhangzhou Pientzehuang Pharma.	● 72.68
600816.CN	Anxin Trust Co., Ltd.	● 71.47
600066.CN	Zhengzhou Yutong Bus Co., Ltd.	● 69.67
002294.CN	Shenzhen Salubris Pharmaceuticals	● 68.79
600276.CN	Jiangsu Hengrui Medicine Co., Ltd.	● 68.05
000651.CN	Gree Electric Appliances, Inc. of	● 66.44
600660.CN	Fuyao Glass Industry Group Co.,	● 65.90
002032.CN	Zhejiang Supor Co., Ltd.	● 64.87
600252.CN	Guangxi Wuzhou Zhongheng	● 64.25
600406.CN	Nari Technology Development	● 63.76
000423.CN	Dong-E-E-Jiao Co., Ltd.	● 62.16
002038.CN	Beijing SL Pharmaceutical Co. Ltd.	● 61.77
000999.CN	China Resources Sanjiu Medical &	● 60.75
600062.CN	China Resources Double-Crane	● 59.88

## Sector Breakdown (based on constituent count)



## Market Cap Breakdown (based on constituent count)



## Most Selections Since Inception

Ticker	Name	Times
000423.CN	Dong-E-E-Jiao Co., Ltd.	21
000887.CN	Anhui Zhongding Sealing Parts Co.,	21
002032.CN	Zhejiang Supor Co., Ltd.	21
600201.CN	Jinyu Bio-Technology Co., Ltd.	21
600276.CN	Jiangsu Hengrui Medicine Co., Ltd.	21
600519.CN	Kweichow Moutai Co., Ltd.	21
600660.CN	Fuyao Glass Industry Group Co.,	21
600066.CN	Zhengzhou Yutong Bus Co., Ltd.	20
600583.CN	Offshore Oil Engineering Co., Ltd.	20
600315.CN	Shanghai Jahwa United Co. Ltd.	20
600406.CN	Nari Technology Development	20
600252.CN	Guangxi Wuzhou Zhongheng	20
002038.CN	Beijing SL Pharmaceutical Co. Ltd.	20
000999.CN	China Resources Sanjiu Medical &	20
000540.CN	Zhongtian Financial Group Com-	20
002152.CN	GRG Banking Equipment Co., Ltd.	20
600000.CN	Shanghai Pudong Development	20
002294.CN	Shenzhen Salubris Pharmaceuticals	2
002304.CN	Jiangsu Yanghe Brewery	2
002415.CN	Hangzhou Hikvision Digital Tech.	2