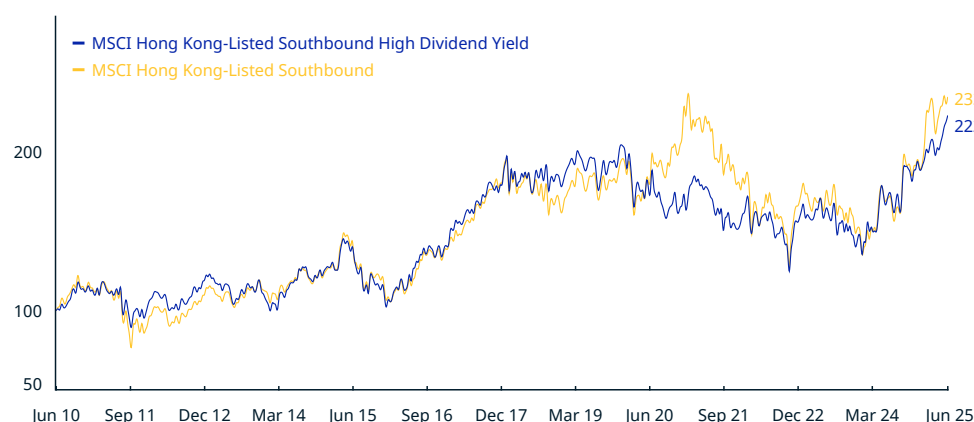# MSCI Hong Kong-Listed Southbound High Dividend Yield Index (CNY)

The MSCI Hong Kong-Listed Southbound High Dividend Yield Index is based on MSCI Hong Kong-Listed Southbound Index, its parent index, which includes large and mid-cap securities that comprises of the MSCI China and MSCI Hong Kong Index which includes H shares, Red Chips, P Chips, Hong Kong listed HSBC as well as Hong Kong securities but excludes B shares and foreign listings. The index is designed to reflect the performance of equities in the parent index (excluding REITs) with higher dividend income and quality characteristics than average dividend yields that are both sustainable and persistent. The index also applies quality screens and reviews 12-month past performance to omit stocks with potentially deteriorating fundamentals that could force them to cut or reduce dividends. The Index aims to address growing demand arising from the stock connect programmes.

For a complete description of the index methodology, please see Index methodology - MSCI.

CUMULATIVE INDEX PERFORMANCE — GROSS RETURNS (CNY) (JUN 2010 – JUN 2025)

— MSCI Hong Kong-Listed Southbound High Dividend Yield
— MSCI Hong Kong-Listed Southbound

233.98
222.32

ANNUAL PERFORMANCE (%)

Year	MSCI Hong Kong-Listed Southbound High Dividend Yield	MSCI Hong Kong-Listed Southbound
2024	32.03	27.67
2023	-6.30	-9.03
2022	3.23	-7.13
2021	-7.97	-12.68
2020	-18.34	7.69
2019	12.24	16.57
2018	0.66	-9.39
2017	31.75	35.36
2016	18.05	10.72
2015	-7.76	-1.68
2014	12.74	7.63
2013	-6.66	3.70
2012	22.46	26.12
2011	-12.88	-21.86

INDEX PERFORMANCE — GROSS RETURNS (%) (JUN 30, 2025)

	1 Mo	3 Mo	1 Yr	YTD	ANNUALIZED 3 Yr	5 Yr	10 Yr	Since May 31, 1999
MSCI Hong Kong-Listed Southbound High Dividend Yield	6.28	9.89	31.75	14.05	11.20	4.92	5.06	9.56
MSCI Hong Kong-Listed Southbound	3.41	3.68	39.64	20.34	10.45	4.85	5.45	5.62

FUNDAMENTALS (JUN 30, 2025)

Div Yld (%)	P/E	P/E Fwd	P/BV
5.31	7.56	7.30	0.83
2.79	12.44	11.12	1.40

INDEX RISK AND RETURN CHARACTERISTICS (MAY 31, 1999 – JUN 30, 2025)

	Beta	Tracking Error (%)	Turnover (%) [1]	ANNUALIZED STD DEV (%) [2] 3 Yr	5 Yr	10 Yr	MAXIMUM DRAWDOWN (%)	Period YYYY-MM-DD
MSCI Hong Kong-Listed Southbound High Dividend Yield	0.79	10.68	21.96	22.30	19.40	17.52	61.55	2007-10-29—2008-10-27
MSCI Hong Kong-Listed Southbound	1.00	0.00	12.29	26.57	22.35	19.31	68.76	2007-10-29—2008-10-27

[1] Last 12 months   [2] Based on monthly gross returns data

The MSCI Hong Kong-Listed Southbound High Dividend Yield Index was launched on Jun 26, 2019. Data prior to the launch date is back-tested test (i.e. calculations of how the index might have performed over that time period had the index existed). There are frequently material differences between back-tested performance and actual results. Past performance -- whether actual or back-tested -- is no indication or guarantee of future performance.
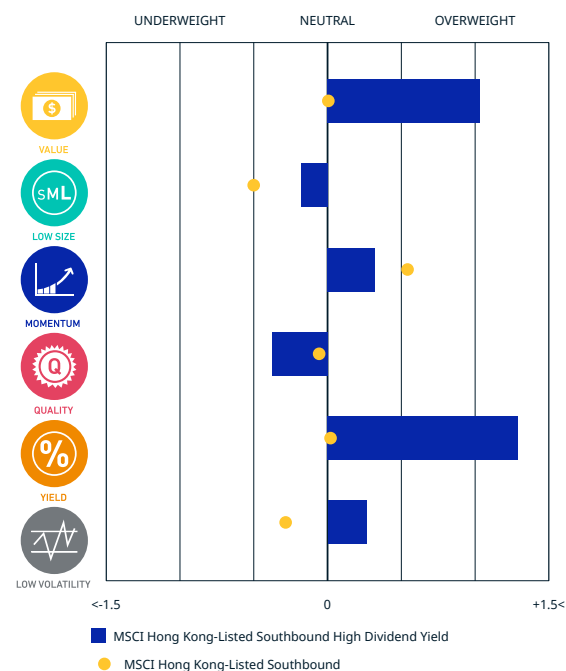
MSCI

INDEX CHARACTERISTICS

	MSCI Hong Kong-Listed Southbound High Dividend Yield	MSCI Hong Kong-Listed Southbound
Number of Constituents	47	167
	Weight (%)	
Largest	19.16	17.10
Smallest	0.21	0.04
Average	2.13	0.60
Median	1.13	0.17

TOP 10 CONSTITUENTS

	Country	Index Wt. (%)	Parent Index Wt. (%)	Sector
CHINA CONSTRUCTION BK H	CN	19.16	4.02	Financials
ICBC H	CN	11.61	2.14	Financials
PING AN INSURANCE H	CN	9.58	1.76	Financials
CHINA MERCHANTS BANK H	CN	6.14	1.13	Financials
CLP HOLDINGS	HK	3.11	0.57	Utilities
PICC PPTY & CASUALTY H	CN	3.01	0.55	Financials
CHINA SHENHUA ENERGY H	CN	2.95	0.54	Energy
CHINA PETRO & CHEM H	CN	2.83	0.52	Energy
HANG SENG BANK	HK	2.54	0.47	Financials
CHINA RESOURCES LAND	CN	2.45	0.45	Real Estate
Total		63.37	12.16	

FACTORS - KEY EXPOSURES THAT DRIVE RISK AND RETURN

MSCI FACTOR BOX

- ■ MSCI Hong Kong-Listed Southbound High Dividend Yield
- ● MSCI Hong Kong-Listed Southbound

MSCI FaCS

VALUE
Relatively Inexpensive Stocks

LOW SIZE
Smaller Companies

MOMENTUM
Rising Stocks

QUALITY
Sound Balance Sheet Stocks

YIELD
Cash Flow Paid Out

LOW VOLATILITY
Lower Risk Stocks

MSCI FaCS provides absolute factor exposures relative to a
broad global index - MSCI ACWI IMI.

Neutral factor exposure (FaCS = 0) represents MSCI ACWI IMI.

SECTOR WEIGHTS

- ● Financials 56.95%
- ● Utilities 9.37%
- ● Industrials 6.33%
- ● Energy 6.32%
- ● Consumer Discretionary 5.9%
- ● Consumer Staples 4.71%
- ● Health Care 2.93%
- ● Real Estate 2.45%
- ● Information Technology 2.18%
- ● Materials 1.45%
- ● Communication Services 1.43%
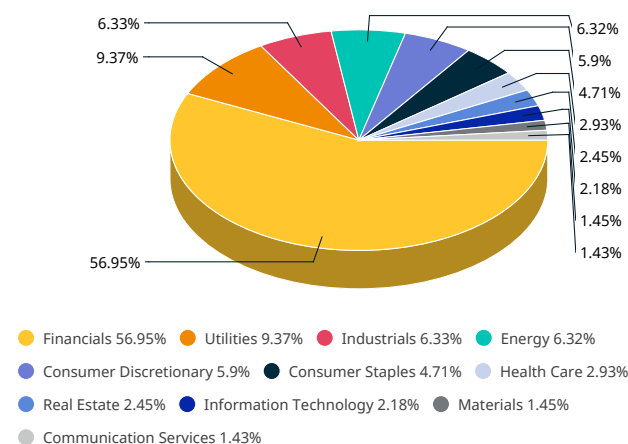
MSCI FACTOR BOX AND FaCS FRAMEWORK (Please refer to complete description of the MSCI FaCS methodology here)

MSCI FaCS is a standard method for evaluating and reporting the Factor characteristics of equity portfolios. MSCI FaCS consists of Factor Groups (e.g. Value, Size, Momentum, Quality, Yield, and Volatility) that have been extensively documented in academic literature and validated by MSCI Research as key drivers of risk and return in equity portfolios. These Factor Groups are constructed by aggregating 16 factors (e.g. Book-to-Price, Earnings/Dividend Yields, LT Reversal, Leverage, Earnings Variability/Quality, Beta) from the latest Barra global equity factor risk model, GEMLT, designed to make fund comparisons transparent and intuitive for use. The MSCI Factor Box, which is powered by MSCI FaCS, provides a visualization designed to easily compare absolute exposures of funds/indexes and their benchmarks along 6 Factor Groups that have historically demonstrated excess market returns over the long run.

ABOUT MSCI