



PRESS RELEASE
5 February 2010

HANG SENG INDEXES ANNOUNCES INDEX REVIEW RESULTS

Hang Seng Indexes Company Limited today announced the results of its review of the Hang Seng Family of Indexes for the period ended December 2009. All changes will take effect on 8 March 2010 (Monday).

A. Hang Seng Index

The following constituent change will be made to the Hang Seng Index (“HSI”). The total number of constituents will increase to 43 from 42.

Inclusion:

Code	Company	FAF (%)	Sub-Index
1109	China Res Land	40%	Properties

The previously announced technical change – alignment of non-freefloat shareholding thresholds of all investor classes to 5% – was adopted in this index review.

Assuming the constituent change had been made, the average market value coverage ratio for the 12 months ended December 2009 would have risen to 63.34% from 62.81%. The weightings of HSI constituent stocks before and after the changes are listed in Appendix 1.

B. Cross-market Flagship Indexes

The following constituent changes will be made to the Cross-market Flagship Index – Hang Seng China 50 Index (“China 50 Index”).

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Inclusion:

Code			Company
HK Share	A Share	B Share	
347	000898		Angang Steel
1211			BYD Company
	600999		China Merchants Securities
	601668		China State Construction
	000002	200002	China Vanke
	601788		Everbright Securities
1618	601618		MCC

Removal:

Code		Company
HK Share	A Share	
1688		Alibaba
1880		Belle Int'l
2883	601808	China Oilfield
144		China Mer Hldgs
1138	600026	China Ship Dev
2328		PICC P&C
	600005	Wuhan Iron & Steel

The constituents of the China 50 Index are listed in Appendix 2.

C. Thematic Indexes and Benchmark Indexes

Thematic Indexes (including the Hang Seng China Enterprises Index) and Benchmark Indexes in the Hang Seng Family of Indexes are also part of this index review. For the review results of these indexes, please refer to the following Index Change Notices:

Thematic Indexes (including the Hang Seng China Enterprises Index):

<http://www.hsi.com.hk/HSI-Net/static/revamp/contents/en/news/indexChgNotice/20100205ea.pdf>

more...

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Benchmark Indexes:

<http://www.hsi.com.hk/HSI-Net/static/revamp/contents/en/news/indexChgNotice/20100205eb.pdf>

Note to editors:

Information on Hang Seng China 50 Index

The Hang Seng China 50 Index is a cross-market benchmark that measures the overall performance of the 50 largest China companies listed on Hong Kong and / or mainland China stock exchanges. With a broad China coverage that includes Mainland-listed A and B shares, Hong Kong-listed H shares, Red Chips and other Mainland companies, the Index offers a benchmark and basis for funds and derivatives that are aiming for comprehensive China exposure.

End

Hang Seng Index

Constituent Change

ADD		REMOVE
Code	Company Name	Nil
1109	CHINA RES LAND	

Index Information

Number of Constituents (Effective 8 March 2010):	43
Market Value Coverage Ratio* (As at 31 December 2009):	61.2%
Turnover Coverage Ratio* (Fourth Quarter of 2009):	46.1%

* The universe comprises all Main Board primary listings

Constituent List (Assuming the constituent change had been effective on 3 February 2010)

Code	Company Name	FAF (%)		Weighting (%)**	
		Before	After	Before	After
Finance				49.62	46.67
5	HSBC HOLDINGS	100	100	14.82	15.00
939	CCB (H)	30	25 #	7.66	6.77
1398	ICBC (H)	75	65 #	6.76	6.22
2628	CHINA LIFE (H)	100	100	4.82	5.11
3988	BANK OF CHINA (H)	100	75 #	5.44	4.32
388	HKEX	100	95 #	2.72	2.74
2318	PING AN (H)	55	55	1.65	1.75
11	HANG SENG BANK	40	40	1.56	1.66
2388	BOC HONG KONG	35	35	1.17	1.24
23	BANK OF E ASIA	100	85 #	0.95	0.94
3328	BANKCOMM (H)	60	25 #	2.07	0.92
Utilities				4.67	4.96
2	CLP HOLDINGS	75	75	1.78	1.89
3	HK & CHINA GAS	60	60	1.24	1.32
6	HK ELECTRIC	65	65	1.11	1.18
836	CHINA RES POWER	40	40	0.54	0.57
Properties				9.23	10.40
16	SHK PPT	60	60	2.99	3.17
1	CHEUNG KONG	60	60	2.45	2.60
688	CHINA OVERSEAS	50	50	1.12	1.19
12	HENDERSON LAND	50	50	1.03	1.09
101	HANG LUNG PPT	50	50	1.03	1.09
83	SINO LAND	50	50	0.61	0.65
1109	CHINA RES LAND	-	40	-	0.61
Commerce & Industry				36.48	37.97
941	CHINA MOBILE	30	30	8.58	9.09
883	CNOOC	40	40	4.10	4.35
857	PETROCHINA (H)	100	100	3.59	3.80
700	TENCENT	55	55	2.80	2.98
13	HUTCHISON	50	50	2.19	2.32
1088	CHINA SHENHUA (H)	100	100	2.13	2.26
386	SINOPEC CORP (H)	100	100	1.95	2.06
494	LI & FUNG	70	70	1.74	1.85
19	SWIRE PACIFIC A	100	85 #	1.49	1.34
330	ESPRIT HOLDINGS	95	90 #	1.28	1.32
4	WHARF HOLDINGS	50	50	1.02	1.08
762	CHINA UNICOM	30	20 #	1.18	0.83
66	MTR CORPORATION	25	25	0.68	0.72
17	NEW WORLD DEV	65	65	0.64	0.68
291	CHINA RESOURCES	50	50	0.62	0.65
2600	CHALCO (H)	100	100	0.60	0.64
144	CHINA MER HOLD	45	45	0.58	0.61
267	CITIC PACIFIC	35	35	0.42	0.44
2038	FIH	30	30	0.34	0.37
293	CATHAY PAC AIR	30	30	0.30	0.31
1199	COSCO PACIFIC	50	50	0.25	0.27
Total				100.00	100.00

** The weighting changes reflect a re-capping of HSBC to 15%, and changes in FAF.

FAF changed in this review. New FAF will take effect on 8 March 2010.

(H): H-share company

Hang Seng China 50 Index

Changes to Index Design

	EXISTING	AFTER REVAMP
Universe	All companies primarily listed on the Shanghai Stock Exchange or the Shenzhen Stock Exchange; or the Main Board of the SEHK	No change
No. of Constituents	50	No change
Eligibility List		
Mainland-listed Co.	The top 300 companies in terms of past 12-month average A-share market capitalisation that meet all the turnover criteria	No change
Hong Kong-listed Co.	Constituents of the Hang Seng Mainland Composite Index	Constituents of the Hang Seng Mainland 100
Methodology	Freefloat-adjusted market capitalisation weighted with a 15% cap	Freefloat-adjusted market capitalisation weighted with a 10% cap
Review Frequency	Half-yearly	No change
Rebalance Frequency	Half-yearly	Quarterly

Constituent List (Assuming the constituent change had been effective on 3 February 2010)

Code			Company Name	FAF (%)					Weighting (%)					Total	
A shares	B shares	HK		A shares	B shares	H shares	Red Chips	Others	A shares	B shares	H shares	Red Chips	Others		
		941	China Mobile				30					7.94		7.94	
601939		939	CCB	100		25 #			1.01		5.91			6.92	
601398		1398	ICBC	6		65 #			1.45		5.43			6.88	
601628		2628	China Life	8		100			0.90		4.46			5.36	
600036		3968	CM Bank	70 #		100			3.44		1.16			4.60	
601857		857	PetroChina	3		100			1.24		3.32			4.56	
601988		3988	Bank of China	4		75 #			0.58		3.78			4.36	
601318		2318	Ping An	60 #		55			2.81		1.53			4.34	
		883	CNOOC				40					3.80		3.80	
601328		3328	Bankcomm	65		25 #			2.76		0.80			3.56	
601088		1088	China Shenhua	15		100			1.45		1.97			3.42	
600016		1988	Minsheng Banking	95 #		100 #			2.56		0.47			3.03	
600028		386	Sinopec Corp	6		100			0.93		1.80			2.73	
600030			CITIC Securities	75 #					2.65					2.65	
		700	Tencent					55					2.60	2.60	
601166			Industrial Bank	70					2.31					2.31	
600000			Pudong Dev Bank	60 #					2.07					2.07	
601601		2601	CPIC	45 #		40 #			1.34		0.48			1.82	
000002	200002		China Vanke	85	100				1.53	0.18				1.71	
600837			Haitong Securities	50					1.39					1.39	
601899		2899	Zijin Mining	45 #		100			0.81		0.47			1.28	
601898		1898	China Coal	20		95 #			0.43		0.82			1.25	
601169			Bank of Beijing	65 #					1.25					1.25	
600519			Kweichow Moutai	40 #					1.23					1.23	
600050			China Unicom (A)	40					1.12					1.12	
601600		2600	CHALCO	20 #		100			0.48		0.56			1.04	
		688	China Overseas				50					1.04		1.04	
601919		1919	China COSCO	30		100			0.57		0.43			1.00	
601390		390	China Railway	30		95 #			0.58		0.41			0.99	
601668			China State Construction	40					0.99					0.99	
601998		998	CITIC Bank	9		55			0.33		0.65			0.98	
600900			Yangtze Power	35 #					0.97					0.97	
		728	China Telecom			100					0.82			0.82	
601186		1186	China Rail Cons	25		95 #			0.44		0.36			0.80	
600019			Baosteel	30					0.79					0.79	
		762	China Unicom (R)				20 #					0.73		0.73	
601006			Daqin Railway	30					0.73					0.73	
600585		914	Anhui Conch	35		95 #			0.37		0.34			0.71	
600104			SAIC Motor	25					0.66					0.66	
600011		902	Huaneng Power	30 #		100			0.39		0.25			0.64	
000898		347	Angang Steel	25		100			0.36		0.27			0.63	
601618		1618	MCC	25		100			0.39		0.21			0.60	
		1800	China Comm Cons			100					0.58			0.58	
601111		753	Air China	20		50			0.32		0.26			0.58	
		1211	BYD Company			65					0.54			0.54	
		836	China Res Power				40					0.50		0.50	
601788			Everbright Securities	20					0.36					0.36	
600018			SH Int'l Port	15					0.34					0.34	
601991		991	Datang Power	9 #		95 #			0.12		0.20			0.32	
601727		2727	SH Electric	8 #		90 #			0.13		0.16			0.29	
600999			China Merchants Securities	9					0.19					0.19	
									Total	44.77	0.18	38.44	14.01	2.60	100.00

FAF changed in this review. New FAF will take effect on 8 March 2010.