



8 May 2017

Launch of Hang Seng SCHK High Dividend Low Volatility Index

Hang Seng Indexes Company Limited (“Hang Seng Indexes”) today launched the Hang Seng SCHK High Dividend Low Volatility Index (“HSHYLV”).

The HSHYLV tracks the performance of the top 50 Hong Kong-listed stocks with high dividend yield and low volatility that are available to investors in mainland China via the southbound trading link of the Stock Connect Scheme. There is an increasing demand from Mainland investors for investment opportunities that offer a relatively stable income with less price volatility. The HSHYLV aims to provide a reference benchmark for such investment objectives.

In the 2017 back-tested performance as at 28 April, the HSHYLV delivered a return of 13.4% and a dividend yield of 4.4%.

The index is calculated and disseminated real-time at two-second intervals. For more details of the index and a list of its constituents, please refer to the attached appendices.

About Hang Seng Indexes Company Limited

The Hang Seng Family of Indexes is managed and compiled by Hang Seng Indexes Company Limited (formerly HSI Services Limited), which is a wholly-owned subsidiary of Hang Seng Bank. The Hang Seng Family of Indexes comprises a wide range of Flagship, Benchmark, Thematic, Strategy and Bond indexes that cover stocks/bonds listed in Hong Kong/mainland China markets. For further information on the Hang Seng Family of Indexes, please visit the company's website at www.hsi.com.hk.

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Hang Seng SCHK High Dividend Low Volatility Index

Universe	Constituents of the Hang Seng Composite Index
Selection Criteria	<ul style="list-style-type: none"> • Eligible for trading via the southbound trading link of the Stock Connect Scheme • A minimum velocity of 0.1% ; An average daily turnover of at least HKD20 million • With a cash dividend paid record of at least three consecutive fiscal years • With a positive dividend payout ratio no greater than 100% • Select 50 low volatility stocks within the top 75 high yield stocks as constituents
Number of Constituents	Fixed at 50
Launch Date	8 May 2017
Base Date	3 September 2010
Base Value	3000
Review Frequency	Half-yearly
Weighting Methodology	Net-dividend-yield weighted
Currency [#]	Hong Kong Dollar
Dissemination	Real-time at 2-second intervals
Vendor code (Thomson Reuters)	.HSHYLV

[#] Day-end closing index values in USD, CNY and HKD are available

Hang Seng SCHK High Dividend Low Volatility Index

Top 10 constituent weighting as at 5 May 2017

Code	Name	Weighting (%)
1628	Yuzhou Properties Co. Ltd.	3.94
991	Datang International Power Generation Co., Ltd. - H Shares	3.77
494	Li & Fung Ltd.	3.27
5	HSBC Holdings plc	3.14
2388	BOC Hong Kong (Holdings) Ltd.	3.09
813	Shimao Property Holdings Ltd.	2.94
604	Shenzhen Investment Ltd.	2.84
11	Hang Seng Bank Ltd.	2.58
152	Shenzhen International Holdings Ltd.	2.41
8	PCCW Ltd.	2.29