

## SSE Corporate Governance Index Launched Today

The Shanghai Stock Exchange (SSE) and China Securities Index Co., Ltd. (CSI) announced on December 19, 2007 the construction scheme of SSE Corporate Governance Index. After soft operation for some time, the index is officially released today, with the code of 000019 and the short description of "Governance Index". Its constituents are all the stocks in the SSE Corporate Governance Sector, with 199 stocks in the current term. The base day is June 29, 2007, with the base point of 1,000. Investors can learn the index's performance from the market terminals including Qianlong, Great Wisdom, Reuters and Bloomberg or visit the SSE's or CSI's website for details. The SSE Corporate Governance Index closed on December 28, 2007 at 1,454.01 points, up 45.40% from the base day.

It is learnt that the SSE Corporate Governance Sector has undergone the procedures including voluntary application of listed companies, public opinion solicitation, comments by special appraisal organizations, primary selection and examination by the Expert Consultative Committee. On October 9, 2007, the "Appraisal Measures of SSE Corporate Governance Sector" was officially released to receive the voluntary application of listed companies. The SSE and the CSI had received valid application materials from 255 companies by November 2, 2007, and had them publicized to receive public comment. After the examination by the Expert Consultative Committee of Corporate Governance Sector, the 199-constituent list of governance sector was finally confirmed (For the list, please refer to the websites of the SSE and the CSI).

With the rapid development of China's capital market and an increasing number of institutional investors, market participants have higher expectation for the corporate governance. In 2007, the China Securities Regulatory Commission conducted special activities to promote the corporate governance of listed companies. Following the special activities, the introduction of the index is aimed at further improving the supervision work on the corporate governance of listed companies and offering more underlying products for institutional investors.

The list of 16 special appraisal units of corporate governance (with all names in random order):

CITIC Securities Co., Ltd.	China Asset Management Co., Ltd.
Guotai Junan Securities Co., Ltd.	Harvest Fund Management Co., Ltd.
Shenyin & Wanguo Securities Co., Ltd.	GTJA Allianz Fund management Limited
Haitong Securities Co., Ltd.	Ping An Insurance (Group) Company of China, Ltd.
Changjiang Securities Co., Ltd.	China Chengxin International Credit Rating Co., Ltd.
Everbright Securities Co., Ltd.	Pengyuan Credit Rating Co., Ltd.
GF Securities Co., Ltd.	Financial Engineering Research Center of Nanjing University
China Galaxy Securities Co., Ltd.	RepuTex China Pte. Ltd.