

Compass China Commodity Index

THE COMPASS CHINA COMMODITY INDICES A marker for the chinese commodity market



ABOUT THE INDICES

The Compass China Commodity Index (“CCCI” or the “Index”) has been designed to provide a **liquid and replicable representation of consumed commodities in China**.

The index aims to give a fair representation of the Chinese commodity market. Consequently, it is focused on Chinese commodity future contracts only. Whereas other commodity benchmarks are clearly US focused, the CCCI allows investors to get access to commodities not traded in traditional commodity benchmarks but representing significant shares in commodities consumed in China. Thus, the CCCI includes commodity such as coal, iron ore, steel or petrochemical products.



INDEX METHODOLOGY

Compass created the CCCI based on the two following criteria : the Chinese Consumption Criteria (“CCC”) and the Chinese Liquidity Criteria (“CLC”).

■ Chinese Consumption Criteria

A commodity will be considered eligible to be included in the Index if it plays a significant role in the Chinese consumption and if a future contract based on this commodity is eligible for trading on one of the main Chinese future exchanges.

■ Chinese Contract Liquidity

CLC is defined as the most recent average combined market value and open interest (market value represents the daily aggregate volume of all the futures of a commodity times the contract size of its first nearby maturity in Chinese Renminbi and open interest represents the daily aggregate open interest of all the futures of a commodity). A commodity will be considered fit to be included if its CLC exceeds 25'000'000 USD. As of March, 31st 2019, 34 contracts are for that reason eligible. All CCCI contracts must pass the CLC threshold. Compass reserves the right to adjust this threshold whenever identified as appropriate.

■ Index Initial Weights

Index Initial Weights are defined as the sum of 33.33% of CCC Weights and 66.67% of CLC Weights.

■ Currency

The index and its sub and mono indices are denominated in Yuan.

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INDEX COMPONENTS

COMMODITY	WEIGHT	SECTOR	COMMODITY	WEIGHT	SECTOR
Steel Rebar SFE	9.86%	Metals	Methanol ZCE	1.91%	Energy
Coke DCE	9.47%	Energy	Polypropylene DCE	1.68%	Energy
Crude Oil INE	8.22%	Energy	White Sugar ZCE	1.66%	Agriculture
Copper SFE	7.96%	Metals	Polyethylene DCE	1.57%	Energy
Iron Ore DCE	5.08%	Metals	Soybean, No.1 DCE	1.53%	Agriculture
Thermal Coal ZCE	4.91%	Energy	Silver SFE	1.48%	Metals
Soymeal DCE	4.55%	Agriculture	Rapeseed Oil ZCE	1.33%	Agriculture
Coking Coal DCE	3.86%	Energy	Palm Oil DCE	1.17%	Agriculture
Nickel SFE	3.85%	Metals	Rapeseed Meal ZCE	1.12%	Agriculture
Gold SFE	3.78%	Metals	Polyvinyl Chloride DCE	1.00%	Energy
Zinc SFE	3.75%	Metals	Bitumen SFE	0.99%	Energy
Pure terephthalic Acid ZCE	3.32%	Energy	Fuel Oil SFE	0.92%	Energy
Aluminum SFE	3.16%	Metals	Lead SFE	0.67%	Metals
Rubber SFE	2.80%	Agriculture	Egg DCE	0.65%	Agriculture
Corn DCE	2.37%	Agriculture	Silicon Manganese ZCE	0.50%	Metals
Soybean Oil DCE	2.23%	Agriculture	Ferrosilicon ZCE	0.32%	Metals
Cotton ZCE	2.05%	Agriculture	Tin SFE	0.27%	Metals



ABOUT COMPASS

Compass is a swiss-based company focused on the design, calculation and publication of market benchmarks, financial indices and tailor-made quantitative investment strategies.

The company was created in 2017 with our head office in Lausanne, Switzerland. Compass team provides its clients with innovative indices and accompanies them in each step of their index business development.

Based on the unique experience of our team, we are one of the most innovative and reactive index service providers.

We manage hundreds of financial indices with several billion USD of investment products linked to those indices.

COMPASS Financial Technologies (France) is **registered as Benchmarks Administrator by the french regulator (AMF) under the EU Benchmarks Regulation (EU BMR)**.

FIND OUT MORE

To find out more about the Compass China Commodity Indices, please visit our website www.compass-ft.com or contact us at:

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