

Annex 2

The number of companies listed on the Growth Enterprise Market (GEM) by way of placement of securities, and the number of those whose share prices rose by 100% or more in comparison with their issue prices within the first two weeks after listing in each of the past five years are as follows:

	2011	2012	2013	2014	2015 (up to October 31)
(i) Number of GEM companies listed by placing only (including offer for sale)	12	11	23	18	27
(ii) Number of GEM companies whose share price rose by 100% or more within the first two weeks of listing ¹	0	1	11	15	23 ²
No. of newly listed GEM companies	13	12	23	19	27

Source of information: The Stock Exchange of Hong Kong (SEHK)

¹ The daily closing price for the first two weeks is used as the basis for computation.

² The volatilities of Hang Seng Index, Hang Seng MidCap Index and Hang Seng SmallCap Index (calculated based on the difference between the relevant highest closing index minus the lowest closing index during the relevant period divided by the lowest closing index) in the first ten months of 2015 (38%, 58% and 65% respectively) are significantly higher than those in 2014 (20%, 15% and 17% respectively). In addition, there are significantly more newly listed GEM companies in 2015.