iBoxx® ChinaBond Government & Policy Banks Bond Index

The iBoxx ChinaBond Government & Policy Banks Bond Index is designed to reflect the performance of RMB denominated bonds issued by the Chinese government and the three Chinese policy banks.

The iBoxx ChinaBond indices are a joint initiative between IHS Markit and China Bond Pricing Center Co., Ltd. (“CBPC”). The partnership combines the bond valuation data and domestic market expertise of CBPC with IHS Markit’s award winning global fixed income index expertise, and provides investors with accurate and objective indices to assess the performance of the Chinese bond market and investments.

The index rules are transparent and the index is independently calculated and administered by IHS Markit.

Transparency
Publicly available documentation on our rules-based methodology for constituent selection, monthly rebalancing and daily total return calculations.

Independence
Multi-source and independent pricing and reference data used subject to rigorous quality testing with a fully documented price challenge process. IHS Markit is committed to administering all financial benchmarks in compliance with IOSCO principles and is an authorized benchmark administrator under the European Benchmark Regulation (BMR).

China onshore market expertise
Access to in-depth information and extensive expertise on Chinese fixed income.

Multi-dimensional analysis
Wide range of analytical values is published to support risk, performance measurement and attribution analysis.

Flexibility
Ability to customize and deliver standard indices to meet specific investment criteria.

Depth of data
History of index returns available and wealth of analytics data published to support index analysis.

INDEX IDENTIFIERS

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<tr>
<th>Index Name</th>
<th>ISIN</th>
<th>BBG Ticker</th>
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<tbody>
<tr>
<td>iBoxx ChinaBond Government &amp; Policy Banks Bond Index</td>
<td>GB00BGFPR228</td>
<td>IBXXCBGT</td>
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<td>iBoxx ChinaBond Government Bond Index</td>
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<td>iBoxx ChinaBond Policy Banks Bond Index</td>
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<td>IBXXCBP1</td>
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<td>IBXXCBPB</td>
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*OTC value linked to IHS Markit indices
INDEX STRUCTURE

Overall
- Government Bonds
- ex-Central Bank Bills

Policy Banks
- Agricultural Development Bank of China
- China Development Bank
- Export-Import Bank of China

INDEX ELIGIBILITY CRITERIA

Issuer types
Ministry of Finance of the People’s Republic of China, People’s Bank of China and Chinese Policy Banks including
- Agricultural Development Bank of China
- China Development Bank
- Export-Import Bank of China

Bond types
Eligible: Fixed coupon plain vanilla bonds, callable and putable bonds, amortizing bonds and sinking funds with fixed sinking schedules
Excluded: Zero coupon bonds, floating rate notes, 144Aa and private placements, government saving bonds and other retail bonds, step-ups and even-driven bonds such as rating-driven or registration-driven bonds, dated and undated fixed-to-floating bonds, subordinated debt and tier-2 capital instruments, inflation and other index-linked bonds, structured notes, collateralized bonds, Brady bonds, catastrophe bonds, payment-in-kinds (PIKs), convertibles, bonds cum-ex-warrant

Time to maturity
Minimum 1 year
Minimum initial time to maturity: 18 months
(as measured from the first settlement date to the maturity date of the bond)

Amount outstanding
Minimum CNY 10bn

Rating
No rating requirement

Currency
CNY
(Hedged and unhedged index returns in USD and EUR are also published)

INDEX DETAILS

Pricing sources
ChinaBond Pricing Center Co., Ltd.

Calculation frequency
Daily

Rebalancing frequency
Monthly

Exceptions to monthly rebalancing:
Scheduled changes of bond weights due to redemption payments of amortizing bonds or sinking funds are taken into account on the day they occur.
Bonds that have been called are considered to be cash for the remainder of the month.
Scheduled coupon changes are also effective on the date the coupon changed.

History start date
31 December, 2007

Weighting
Market capitalization

For further information, please refer to the relevant guide on ihsmarkit.com/iBoxx

Issuer Breakdown

Index weights as of 31 August 2018

- Ministry of Finance of the People’s Republic of China 47%
- Agricultural Development Bank of China 15%
- China Development Bank 29%
- The Export-Import Bank of China 9%

Maturity Breakdown

Index weights as of 31 August 2018

- 1-3 years 31%
- 3-5 years 24%
- 5-7 years 14%
- 7-10 years 18%
- 10+ years 13%

Disclaimer

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