

Markit iBoxx ALBI™

Independent, objective and transparent coverage of Asian local bond markets

The iBoxx Asian Local Bond Index represents the universe of bonds from 11 Asian local bond markets accessible to international investors.

The index rules offer broad coverage of Asian local currency bonds and maintain minimum standards of investability and liquidity. The index family forms part of the global suite of iBoxx indices. The indices are representative and are designed for benchmarking the performance of bond markets and investments.

\$85 billion+

AUM in ETFs

14,000+

indices

20,000+

bonds in indices

Multi dimensional analysis

Wide range of analytical values and sub-index granularity by sector, rating, maturity and country published to support performance measurement and attribution analysis

Independent

Independent bond pricing used to calculate indices, complemented by Markit reference data

Transparency

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

Custom index solutions

Ability to customise and deliver standard indices to meet specific investment criteria

About Markit

Markit is a leading global provider of financial information services. We offer global indices covering fixed income, equities and economics. We leverage more than 10 years of experience in designing, administering and calculating indices across OTC and exchanged-listed asset classes to construct and deliver high quality indices that enhance transparency.

Index structure

Overall		
Markets	Sovereigns	Non-Sovereigns
China – onshore		
China – offshore	China – offshore	China – offshore
Hong Kong	Hong Kong	Hong Kong
India		
Indonesia		
Malaysia	Malaysia	Malaysia
Philippines		
Singapore	Singapore	Singapore
South Korea		
Taiwan		
Thailand		

More information

For more information on the products and services from Markit, please contact us at sales@markit.com or call one of our regional offices:

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New York	+1 212 931 4900
Amsterdam	+31 20 50 25 800
Boulder	+1 303 417 9999
Dallas	+1 972 560 4420
Frankfurt	+49 69 299 868 100
Hong Kong	+852 3726 7000
Tokyo	+81 3 6402 0130
Toronto	+1 416 777 4485
Singapore	+65 6922 4200
Sydney	+61 2 8076 1100

Inclusion criteria

Issuer type	Sovereigns Non-sovereigns (sub-sovereigns and corporates) for China offshore, Hong Kong, Malaysia and Singapore
Currency	Bonds denominated in CNY (on- and offshore), HKD, IDR, INR, KRW, MYR, PHP, SGD, THB and TWD
Bond types	Fixed coupon bonds and zero coupon bonds. Fixed coupon CDs are eligible for Hong Kong and fixed and zero coupon CDs are eligible for the China – offshore segment. Excluded: Step-ups, event-driven bonds, callable and puttable bonds, sinking funds and amortising bonds, floating rate notes, perpetuals, optionally and mandatory convertible bonds, inflation-linked bonds, structured notes, retail bonds, private placements.

Minimum time to maturity 12 months

Amount outstanding	Market	Sovereigns	Non-sovereigns
	China – onshore	10,000,000,000	
	China – offshore	500,000,000	500,000,000
	Hong Kong	300,000,000	300,000,000
	India	50,000,000,000	
	Indonesia	2,000,000,000,000	
	Malaysia	2,000,000,000	500,000,000
	Philippines	3,000,000,000	
	Singapore	1,500,000,000	300,000,000
	South Korea	1,000,000,000,000	
	Taiwan	30,000,000,000	
	Thailand	20,000,000,000	

Rating Sovereign bonds do not require a rating. For non-sovereigns, the rating requirements differ from market to market.

Market	Rating requirement	Rating agencies
China – offshore	None	
Hong Kong	A- or above	Fitch, Moody's and S&P
Malaysia	A- or above Bonds explicitly guaranteed by the Malaysian government do not require a rating	Fitch, Moody's and S&P or RAM
Singapore	None	

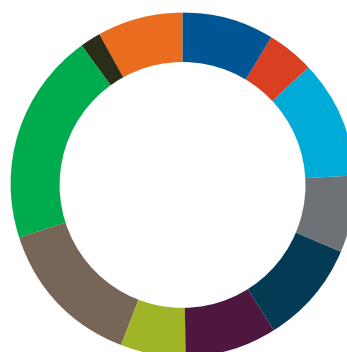
Default Any bond rated as being in default by one or more of Fitch, Moody's or S&P, or which is trading flat of accrued or is distressed does not qualify for the index

Index details

Pricing sources	Bonds are priced using multi-source pricing in accordance with the methodology available on www.markit.com/indices
Calculation frequency	Daily.
Rebalancing	Monthly in accordance with rules available on www.markit.com/indices
Base date	December 31st 2012
Weighting	Market weights: Fundamentally weighted as determined by HSBC for the HSBC ALBI index based on a combination of market size, liquidity, accessibility and infrastructure. The weights are reviewed annually and become effective on Decemr 31st each year. Bond weighting: Market capitalisation

Market weights

Index weights as of December 31 2015



■ China - onshore	■ Philippines
■ China - offshore	■ Singapore
■ Hong Kong	■ South Korea
■ India	■ Taiwan
■ Indonesia	■ Thailand
■ Malaysia	

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