

Markit iBoxx Asia ex-Japan Indices

Independent, objective and transparent coverage and insight across all asset classes

The Markit iBoxx Asia ex-Japan Index family covers local currency sovereign and quasi-sovereign debt from 10 Asian markets.

The indices serve as benchmarks for asset managers and investors and may form the basis for traded products, such as ETFs. Multiple-source pricing ensures that they are an accurate reflection of the underlying markets.

Index structure

Markets		Overall Maturity		Sector
China	Philippines	1-3	10+	Sovereigns
Hong Kong	Singapore	3-5	15+	Sub-sovereigns
Indonesia	South Korea	5-7		
India	Taiwan	7-10		
Malaysia	Thailand	10-15		

Inclusion criteria

Bond types **Eligible:** Fixed zero coupon and step-up coupon bonds, sinking funds and amortising bonds with a fixed redemption schedule.

Excluded: Bonds with embedded call or put options, floating rate notes and fixed-to-floater bonds, Bonds with warrants, convertibles, undated bonds, Index-linked and credit-linked notes.

Eligible issuers Sovereign and quasi-sovereign issuers.

Issuer domicile Issuers - apart from Supranationals - must be domiciled in the 10 markets.

Minimum time to maturity **Existing index constituents:** 1 year

New index constituents: 1.5 years, measured from issue date to maturity date

Amount outstanding	Market	Currency	Sovereigns (in m)	Sovereigns (in m)
	China	CNY	20,000	20,000
	Hong Kong	HKD	500	500
	India	INR	50,000	50,000
	Indonesia	IDR	2,000,000	2,000,000
	Korea	KRW	1,000,000	1,000,000
	Malaysia	MYR	2,000	2,000
	Philippines	PHP	5,000	5,000
	Singapore	SGD	500	500
	Taiwan	TWD	30,000	30,000
	Thailand	THB	20,000	20,000

Rating All bonds need to have an average rating of investment grade. Ratings from Fitch Ratings, Moody's Investor Service and Standard & Poor's Rating Services are considered. If more than one agency provides a rating, the average rating is attached to the bond

\$80billion

AUM in ETFs

14,000+

indices

20,000+

bonds in indices

50+

price sources

500+

clients

Clients

Investment banks

Asset managers

Hedge funds

Insurance companies

ETF managers

More information

For more information on Markit indices, including access to index constituent data or to license any index for use as the basis of a financial product, please contact us at iboxx@markit.com, visit our website at markit.com/indices or call one of our regional offices:

London +44 20 7260 2000

New York +1 917 441 6658

Dallas +1 972 560 4420

Sydney +61 2 8076 1100

Tokyo +81 3 6402 0130

Singapore +65 6922 4200

Frankfurt +49 69 299 868 140

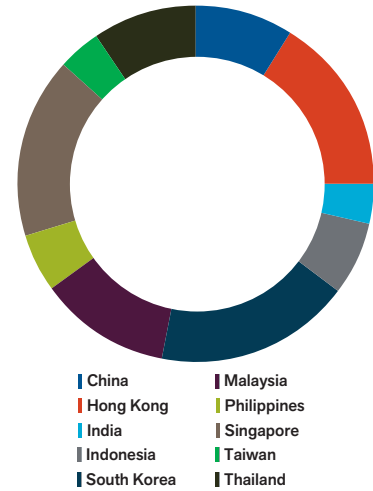
Amsterdam +31 20 502 5800

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Index details

Indices	All indices are calculated in local currency and hedged and unhedged into USD
Pricing sources	Bonds are priced using multi-source pricing in accordance with the methodology available on www.markit.com/indices .
Calculation frequency	Daily at the end of each trading day on www.markit.com
Rebalancing	Monthly in accordance with the rules available on www.markit.com/indices
Base date	December 31, 2000
Weighting	<p>Market weights: Fundamentally weighted based on a combination of market size, rating, Gemloc Investability Indicator and additional restriction for markets with low securities market access score. The market weights are reviewed annually and become effective on 31 October each year.</p> <p>Bond weighting: Market capitalisation</p>

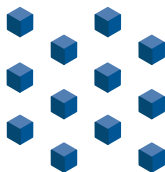
Index Weights as of October 31st 2013



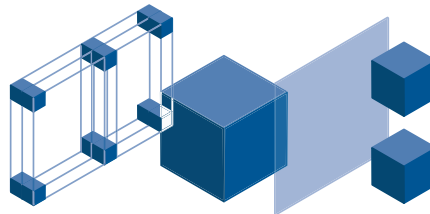
Pricing

Markit iBoxx indices multi-source pricing and rigorous data checks provide the clearest view of the market.

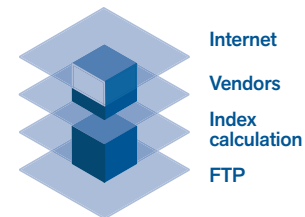
Raw data points



Validating, verifying and parsing



Publication



Construction

Research & design

- Index rules
- Market research documentation
- Index calculation methodology
- Data procurement
- Prototyping and testing
- Project management

Index development and administration

- Manage rebalancing process
- Index research and previews
- Custom index development
- Daily control of constituent lists
- Client services
- Reference database control

- Daily price data collection
- Quality reporting and control
- Index and analytics calculation
- Challenge process

Distribution

- Index and data publication
- Feeds to vendors
- Vendor management

