

Markit iBoxx EUR Benchmark Indices

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

The Markit iBoxx EUR Index family represents the investment grade fixed-income market for Euro and Eurozone-currency denominated bonds.

Markit Indices are widely used as benchmarks by investors and asset managers. They benefit from multiple-contributor pricing from selected leading financial institutions, which also provide support to the index family in research and trading.

\$1 Trillion

OTC value linked to Markit Indices

\$47 Billion

in ETFs with Markit Fixed Income

8,000

bonds priced daily by 10 contributing banks

100+

licensed banks globally

Index structure

Overall			
Sovereigns	Non-sovereign		
	Sub-sovereigns	Collateralised	Corporates
Eurozone Country sub-indices	Agencies	Covered	Financials
	Public Banks	Country sub-indices	4 sectors
	Regions	Securitised	Non-financials
	Supranationals	Other Collateralised	15 sectors
	Other Sovereigns		Senior
	Other Sub-sovereigns		Subordinated
Maturity & rating indices			

Clients

Investment banks
Asset managers
Hedge funds
Insurance companies

Inclusion criteria

Bond types	<p>Eligible: Fixed and zero coupon bonds, step-ups, event-driven bonds, dated and undated callable subordinated corporate bonds (fixed-to-floater bonds that change to floating rate note after first call date), soft bullets.</p> <p>Excluded: Sinking funds and amortising bonds, other callable and undated bonds, floating rate notes and other fixed-to-floater bonds, optionally and mandatory convertible bonds, CDOs, German Kommunalanleihen, -obligationen or Kommunalschatzanweisungen unless they qualify as Jumbo Pfandbriefe, retail bonds, private placements.</p>
Minimum time to maturity	1 year
Amount outstanding	<p>Sovereigns: EUR 2 billion</p> <p>Sub-sovereigns & Legacy Issues: EUR 1 billion</p> <p>Collateralised & Corporates: EUR 500 million</p>
Rating	<p>Euro zone sovereigns: The average long-term local currency sovereign debt rating of the country needs to be investment grade, Individual bonds do not require a rating.</p> <p>Other debt: 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.</p>

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:

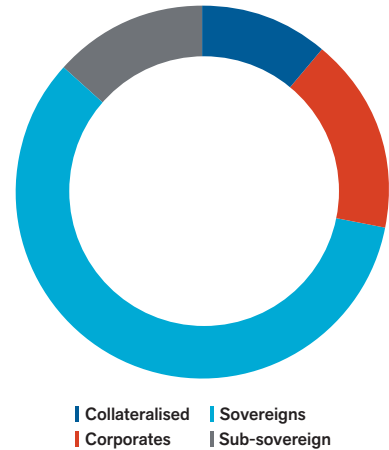
London	+44 20 7260 2000
New York	+1 917 441 6658
Dallas	+1 972 560 4420
Sydney	+61 2 8076 1100
Tokyo	+81 3 6402 0130
Singapore	+65 6922 4200
Frankfurt	+49 69 299 868 140
Amsterdam	+31 20 502 5800

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Index details

Pricing sources	Barclays Capital, BNP Paribas, Commerzbank, Deutsche Bank, Goldman Sachs, HSBC, J.P. Morgan, Morgan Stanley, RBS, and UBS.
Calculation frequency	Major indices calculated once per minute; others daily.
Rebalancing	Monthly in accordance with rules available on www.markit.com/indices
Standard rating indices	AAA, AA, A, BBB
Standard maturity bands	1-3, 1-5, 1-10, 3-5, 5+, 5-7, 5-10, 5-15, 7+, 7-10, 10+, 10-15, 15+, 25+
Base date	31 December 1998
Bond weighting	Market capitalisation

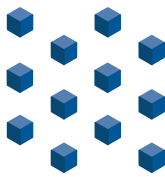
Index weights as of December 31, 2012



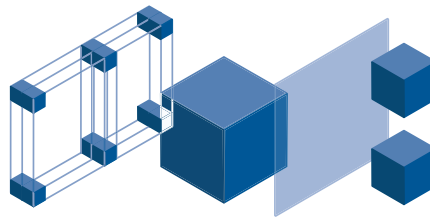
Construction

Markit iBoxx Indices multi-dealer pricing contributions and rigorous data checks provide the clearest view of the market.

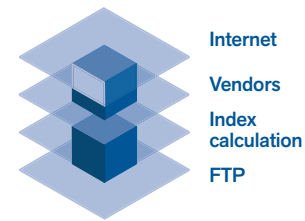
Raw quotes



Checking, consolidating and parsing



Individual checks



Research & design

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

Quality control

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

- Receive daily price data
- Price cleaning and control
- Price consolidation
- Quality reporting and control
- Index and analytics calculation
- Challenge process

Distribution

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