The Markit iBoxx Global Developed Markets Liquid High Yield Capped Index Family is designed to reflect the performance of the global developed liquid high yield debt market.

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.

**Inclusion criteria**

| Bond types | Eligible: Fixed coupon bonds, step-up bonds with coupon schedules known at issuance (or as functions of the issuer’s rating), bonds with sinking funds, medium term notes, callable and putable bonds. 144A offerings are available for CAD, GBP and USD but RegS offerings are not. RegS offerings are available for EUR but 144A offerings are not. | Excluded: Preferred shares, convertible bonds, bonds with other equity features attached (e.g., options/warrants), perpetual bonds, floating rate notes, pay-in-kind bonds (during the pay-in-kind period), zero coupon bonds and zero step-ups, RegS offerings for CAD and GBP, Rule 144A offerings for EUR |
| Issuer domicile | Bonds from countries classified as developed markets based on the Markit Global Economic Development Classification are eligible for the index. The issuer or, in the case of a finance subsidiary, the issuer’s guarantor, must be domiciled and the country of risk must be in Andorra, Australia, Austria, Belgium, Bermuda, Canada, Cayman Islands, Cyprus, Denmark, Faeroe Islands, Finland, France, Germany, Gibraltar, Greece, Hong Kong, Iceland, Ireland, Italy, Japan, Liechtenstein, Luxembourg, Malta, Monaco, Netherlands, New Zealand, Norway, Portugal, San Marino, Singapore, Spain, Sweden, Switzerland, United Kingdom, United States. | |
| Issuer Size | USD $1 billion, no issuer size restrictions for EUR, CAD and GBP bonds | |
| Minimum time to maturity | 1.5 years to maturity for new bonds, 1 year for existing index constituents | |
| Time to maturity at issuance | 15 years or less | |
| Amount outstanding | – CAD 100 million for CAD denominated bonds – EUR 250 million for EUR denominated bonds – GBP 250 million for GBP denominated bonds – USD 400 million for USD denominated bonds | |
| Rating | All bonds need to have an average rating of sub-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. | |
| Capping | Issuer Cap: 3% RegS/144A cap: 10% | |
| Lockout period | 3 months | |
| Minimum run | 6 months | |

**Clients**

- Investment banks
- Asset managers
- Hedge funds
- Insurance companies

**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:

<table>
<thead>
<tr>
<th>City</th>
<th>Phone</th>
</tr>
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<tbody>
<tr>
<td>London</td>
<td>+44 20 7260 2000</td>
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<tr>
<td>New York</td>
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<td>Dallas</td>
<td>+1 972 560 4420</td>
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<tr>
<td>Sydney</td>
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<td>Tokyo</td>
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<td>+65 6922 4200</td>
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<td>Frankfurt</td>
<td>+49 69 299 868 140</td>
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<td>Amsterdam</td>
<td>+31 20 502 5800</td>
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Markit iBoxx Global Developed Markets High Yield Capped Index family

Index details

<table>
<thead>
<tr>
<th>Pricing sources</th>
<th>Barclays, BNP Paribas, Deutsche Bank, Goldman Sachs, JP Morgan, Morgan Stanley, Royal Bank of Scotland and UBS.</th>
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<tr>
<td>Calculation frequency</td>
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<td>Rebalancing</td>
<td>Monthly in accordance with rules available on <a href="http://www.markit.com/indices">www.markit.com/indices</a></td>
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<tr>
<td>Base date</td>
<td>31 December 2011</td>
</tr>
<tr>
<td>Bond weighting</td>
<td>Market capitalisation</td>
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</table>

Currencies

- USD
- EUR
- GBP
- CAD
- BB
- B
- CCC
- CC

Ratings

- B
- BB
- CCC
- CC

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

- Internet
- Vendors
- Index calculation
- FTP

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

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