

# Hang Seng Markit iBoxx Offshore RMB Bond Index

Independent, objective and transparent coverage of the offshore RMB bond market

The Hang Seng Markit iBoxx Offshore RMB Bond Index family (“HSM iBoxx”) is designed to track the performance of the offshore RMB bond market.

The HSM iBoxx family provides broad representation of the investment grade and high yield segments of the offshore RMB bond market, across sovereign, sub-sovereign and corporate debt. Sub-indices for sectors and different maturity and rating segments allow for detailed multi-dimensional analysis of the underlying market. Large cap indices and indices restricted to rated bonds are published at the overall index level and for most sub-index breakdowns.

## Portfolio management support

Offers coverage, precision and granularity by sector, rating, maturity and size to support performance measurement and attribution.

## Transparent methodology

Publicly available documentation on rules-based methodology used for constituent selection, monthly rebalancing and daily total return calculations, with freely accessible index levels.

## Data quality

Multi-source pricing subject to rigorous quality testing for index creation and constituent selection, with fully documented price challenge process available.

## Flexibility

Ability to easily customise standard indices to meet specific investment criteria.

## About Markit

Markit is a leading global diversified provider of financial information services. We provide products that enhance transparency, reduce risk and improve operational efficiency. Our customers include banks, hedge funds, asset managers, central banks, regulators, auditors, fund administrators and insurance companies. Founded in 2003, we employ over 3,000 people in 10 countries.

For more information, please see [markit.com](http://markit.com)

## About Hang Seng Indexes

Hang Seng Indexes Company Limited (Hang Seng Indexes), a wholly-owned subsidiary of Hang Seng Bank, is Hong Kong's leading index compiler covering Hong Kong and mainland China markets. Hang Seng Indexes calculates and manages the Hang Seng Family of Indexes. Indexes in the Hang Seng Family of Indexes are grouped into five categories - Flagship Indexes, Benchmark Indexes, Thematic Indexes, Strategy Indexes and Bond Indexes - then classified as Hong Kong-listed, Cross-market or Mainland-listed according to where their constituents are listed.

## More information

For more information on HSM iBoxx, please contact:

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# Hang Seng Markit iBoxx Offshore RMB Bond Index

## Index structure

Hang Seng Markit iBoxx Offshore RMB Bond Overall		
China Government	Non-Sovereign	
	<b>Sovereigns &amp; Sub-sovereigns</b>	<b>Corporates</b>
	<b>Sovereigns</b>	<b>Financials</b> Banks, Insurance, Financial Services, Real Estate
	<b>Sub-sovereigns</b> Agencies, Regions, Supranationals, Other Sub-sovereigns	<b>Non-financials</b> Basic Materials, Consumer Goods, Consumer Services, Health Care, Industrials, Oil & Gas, Technology, Telecommunications, Utilities
<b>Rating indices</b>	Investment grade, High yield, AAA, AA, A, BBB, BB, B, Rated, Rated IG, Rated HY	
<b>Maturity indices</b>	0-1, 1-3, 3-5, 5-7, 7-10, 1+, 10+ years	
<b>Size indices</b>	Large cap	
<b>Geographic indices</b>	China, Non-China	

## Inclusion criteria

<b>Bond types</b>	<b>Eligible:</b> Fixed coupon bonds, step-ups, callables/putables, sinking funds, dated and undated hybrid capital, including perpetuals <b>Excluded:</b> FRNs, Certificates of Deposit, zero coupon bonds, private placements and retail bonds, convertibles, PIKs, structured notes
<b>Market issue</b>	Chinese Yuan, issued and settled outside of the People's Republic of China Global but excluding bonds issued and settled in Taiwan
<b>Issuer type</b>	Sovereign, sub-sovereign and corporate debt
<b>Minimum maturity</b>	1.5 years at issuance, none for existing index constituents
<b>Amount outstanding</b>	CNY 500m
<b>Rating</b>	None, unrated bonds are assigned an implied credit quality for the purpose of the rating indices
<b>Default</b>	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

<b>Pricing</b>	Multi-source pricing in accordance with the rules published on <a href="http://www.markit.com/indices">www.markit.com/indices</a>
<b>Calculation frequency</b>	Daily
<b>Rebalancing</b>	Monthly in accordance with the rules available on <a href="http://www.markit.com/indices">www.markit.com/indices</a>
<b>Base date</b>	March 31st 2011
<b>Bond weighting</b>	Market capitalization Unrated bonds are included at 50% of their notional outstanding

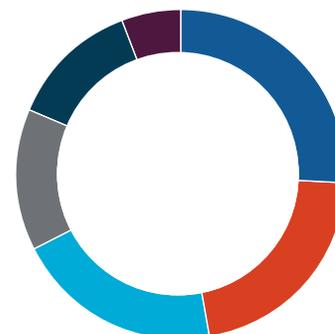
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## Sector composition



## Rating breakdown

