



IHS Markit™

iBoxx USD Loans Indices Annual Index Review 2018

Agenda

Rule-focused topics

1) iBoxx USD Liquid Leverage Loans methodology changes

- > iBoxx will consider introducing a weekly reinvestment process for cash resulting from restructured and/or paid down loans intra-month.
- > iBoxx will consider substituting restructured loans with a new loan from the same issuer during the weekly process, where information is available
- > iBoxx will consider removing defaulted loans, reinvesting any cash via the weekly process
- > iBoxx will consider changing rebalancing frequency from monthly to quarterly to reduce turnover
- > iBoxx will consider introducing a quarterly minimum run for loans bought during the weekly substitution
- > iBoxx will clarify that loan types not covered in inclusion or exclusion list are by default excluded.

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