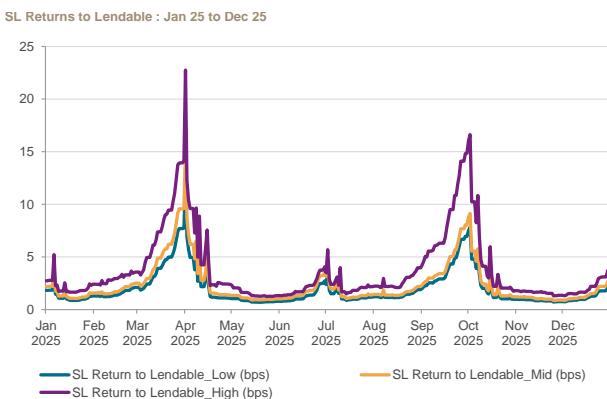


# Securities Lending Returns in MSCI Japan

**S&P Global**  
Market Intelligence

The MSCI Japan Index measures the performance of the large and mid cap segments of the Japanese market. The index covers approximately 85% of the free float-adjusted market capitalization in Japan. Securities Finance provides the securities lending return made from securities in the index since 2015 and further provides a break down by fee categories, top sectors as well as the level of short interest in the index constituents. There are currently 181 securities in the index and all of them are out on loan.



Indexed Short Interest	2021	2022	2023	2024	2025*
End of Year Levels	143.4	194.5	186.9	150.7	151.2
YOY change	-13%	36%	-4%	-19%	0%

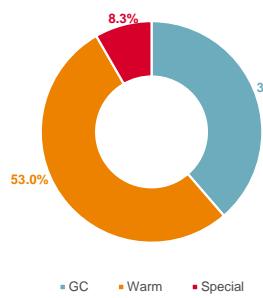
Index base date : 1st Jan 2015

\* as of 31st Dec 2025

Period	SL Return to Lendable_Low (bps)	SL Return to Lendable_Mid (bps)	SL Return to Lendable_High (bps)	2025	2024	2025	2024
Annualized							
Jan	1.3	1.3	1.5	1.7	2.2	2.4	
Feb	1.5	1.3	1.8	1.6	3.0	2.4	
Mar	4.3	3.9	5.3	5.0	8.1	7.9	
Apr	2.9	2.8	3.7	3.7	5.8	6.1	
May	0.8	0.8	1.1	1.1	1.5	1.9	
Jun	1.3	1.3	1.7	1.8	2.2	2.3	
Jul	1.4	1.2	1.7	1.6	2.3	2.3	
Aug	1.4	1.4	1.6	1.8	2.6	2.8	
Sep	3.9	3.9	4.6	5.0	8.5	7.6	
Oct	2.4	2.8	2.9	3.5	4.8	6.3	
Nov	0.9	0.8	1.1	1.0	1.6	1.7	
Dec	1.2	1.3	1.5	1.5	2.1	2.0	
YTD	1.9	1.9	2.3	2.5	3.6	3.8	
Full Year	1.9	1.9	2.3	2.5	3.6	3.8	
Jan 25 to Dec 25	1.9	2.3	3.6				

## SL Revenue Contribution by Fee Categories

### Annual Contribution by Fee Categories: Jan 25 to Dec 25



Period	GC Contribution		Warm Contribution		Special Contribution		Warm Securities		Special Securities	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Month										
Jan	52%	48%	41%	34%	7%	18%	15	15	4	3
Feb	65%	81%	30%	13%	5%	6%	20	10	1	2
Mar	18%	20%	80%	79%	2%	1%	72	85	2	2
Apr	26%	20%	51%	64%	23%	16%	41	63	9	8
May	90%	80%	10%	15%	0%	5%	8	15	-	4
Jun	47%	44%	52%	53%	2%	3%	16	18	1	1
Jul	52%	57%	34%	30%	14%	13%	16	13	5	4
Aug	73%	81%	26%	18%	1%	1%	15	10	1	1
Sep	18%	21%	81%	78%	1%	1%	69	71	2	10
Oct	29%	27%	49%	49%	22%	25%	39	45	4	9
Nov	80%	91%	5%	9%	15%	0%	5	7	2	-
Dec	49%	51%	43%	49%	8%	0%	14	18	1	-

## Top Sectors by SL Revenue and SL Return to Lendable for Dec 2025

Top 3 Sectors by SL Return to Lendable	SL Return to Lendable (bps)	SL Revenue Contribution
Equity Real Estate Investment Trusts (REITs)	14.4	1.6%
Food, Beverage & Tobacco	9.6	12.9%
Consumer Staples Distribution & Retail	7.2	7.8%

Top 3 Sectors by SL Revenue	SL Revenue Contribution
Food, Beverage & Tobacco	12.9%
Capital Goods	12.0%
Transportation	10.5%

### Notes

SL Return to Lendable\_Low

Returns from securities lending relative to lendable value from all the lender funds who are part of the Securities Finance group

SL Return to Lendable\_Mid

Returns from securities lending relative to lendable value from only those lender funds with active loans in respective market areas that are part of the index. Funds are classified as active on a daily basis for individual market areas. This metric is used in the report unless stated otherwise

SL Return to Lendable\_High

Returns from securities lending relative to lendable value from only those lender funds with the highest loan value that represent 80% of the cumulative loan value in respective market areas that are part of the index. Funds are classified on a daily basis for individual market areas within the index

Indexed Short Interest

Indexed Short Interest tracks the daily change in short interest relative to market capitalization calculated for the MSCI index with an index base date of 1st Jan 2015 where the index is set to a base value of 100

Fee Classification

Securities with value weighted average securities lending fee of <= 35 bps are classified as GC, > 35 bps & <= 150 bps are classified as Warm and > 150 bps are classified as Special. This fee classification is done on a daily basis