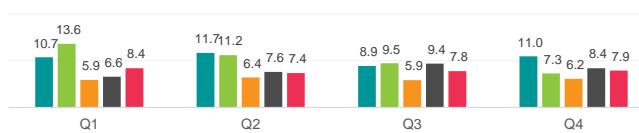


# Securities Lending Returns in MSCI AC Asia Pacific Ex Japan



The MSCI AC Asia Pacific Ex Japan Index measures the performance of the large and mid cap segments across 4 of the 5 developed markets countries (Ex Japan) and 9 emerging markets countries in Asia Pacific. The index covers approximately 85% of the free float-adjusted market capitalization in each country. IHS Markit provides the securities lending return made from securities in the index since 2015 and further provides a break down by fee categories, top sectors & countries as well as the level of short interest in the index constituents. There are currently 619 securities on loan out of the 1060 securities in the index.

## SL Returns to Lendable (bps) : Quarterly Comparison

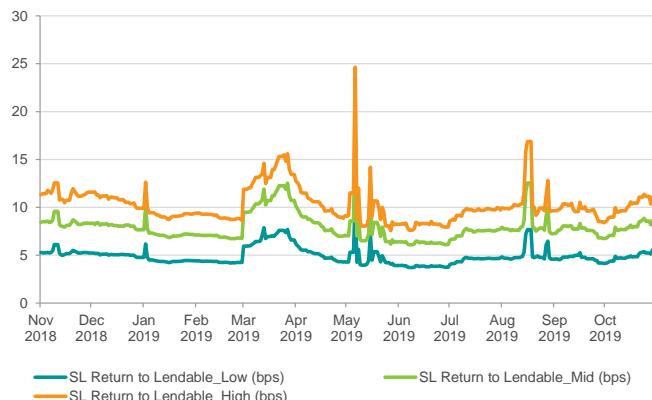


## Indexed Short Interest

	2015	2016	2017	2018	2019
End of Year Levels	134.8	142.0	142.5	142.1	92.5
YOY change	34.8%	5.3%	0.4%	-0.3%	-34.9%

Index base date : 1st Jan 2015

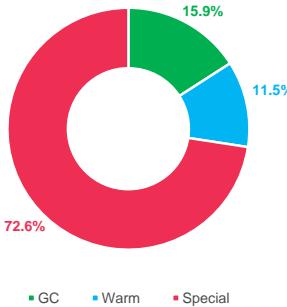
## SL Returns to Lendable : Nov 18 to Oct 19



Period	SL Return to Lendable_Low (bps)		SL Return to Lendable_Mid (bps)		SL Return to Lendable_High (bps)	
	2019	2018	2019	2018	2019	2018
Annualized						
Jan	4.5	4.4	7.2	6.9	9.3	8.7
Feb	4.3	4.0	6.9	6.3	9.0	7.8
Mar	6.8	4.2	10.9	6.6	13.6	8.0
Apr	5.0	4.1	8.1	6.5	10.3	8.2
May	4.8	4.3	7.7	6.8	9.9	8.6
Jun	3.8	6.0	6.3	9.5	8.1	12.6
Jul	4.5	5.7	7.4	9.2	9.5	12.9
Aug	5.2	5.8	8.4	9.4	11.0	13.6
Sep	4.7	5.9	7.6	9.6	9.7	13.6
Oct	4.9	5.5	7.9	8.8	10.1	12.0
Nov	-	5.3	-	8.5	-	11.4
Dec	-	5.0	-	8.1	-	10.8
YTD	4.9	5.0	7.9	8.0	10.1	10.5
Full Year	4.9	5.0	7.9	8.0	10.1	10.6
Nov 18 - Oct 19	4.9		7.9		10.2	

## SL Revenue Contribution by Fee Categories

### Annual Contribution by Fee Categories : Nov 18 to Oct 19



Period	GC Contribution		Warm Contribution		Special Contribution		Warm Securities	Special Securities
	2019	2018	2019	2018	2019	2018		
Month								
Jan	20%	20%	11%	13%	69%	67%	99	90
Feb	21%	23%	11%	16%	68%	62%	100	92
Mar	13%	22%	8%	13%	79%	64%	98	90
Apr	17%	22%	9%	14%	74%	64%	94	91
May	17%	21%	15%	12%	68%	68%	98	93
Jun	18%	15%	17%	9%	65%	76%	96	114
Jul	14%	15%	14%	10%	72%	74%	99	113
Aug	13%	14%	10%	10%	77%	76%	96	108
Sep	14%	13%	12%	10%	74%	77%	93	108
Oct	13%	15%	12%	11%	75%	75%	107	112
Nov	-	16%	-	11%	-	73%	-	104
Dec	-	18%	-	12%	-	70%	-	104

## Top Sectors & Countries by SL Revenue and SL Return to Lendable for Oct 2019

Top 3 Sectors by SL Return to Lendable	SL Return to Lendable (bps)
Automobiles & Components	104.3
Consumer Durables & Apparel	74.9
Pharmaceuticals, Biotechnology & Life Sciences	19.6

Top 3 Sectors by SL Revenue	SL Revenue Contribution
Automobiles & Components	25%
Consumer Durables & Apparel	16%
Technology Hardware & Equipment	10%

Top 3 Countries by SL Return to Lendable	SL Return to Lendable (bps)
Indonesia	145.1
China	19.7
South Korea	19.7

Top 3 Countries by SL Revenue	SL Revenue Contribution
South Korea	34%
China	28%
Hong Kong	23%

## Notes

SL Return to Lendable_Low	Returns from securities lending relative to lendable value from all the lender funds who are part of the IHS Markit 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
Country Classification	Country classification for common equity securities done by IHS Markit Securities Finance is based on the country in which the security is traded with the exception of depository receipts which are based upon the country of domicile
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