S&P Dow Jones Indices

A Division of S&P Global

CONSULTATION

Markit iBoxx GBP Liquid Corporates Large Cap Index Consultation on Eligibility Criteria

LONDON, AUGUST 14, 2025: S&P Dow Jones Indices ("S&P DJI") is conducting a consultation with market participants on potential changes to the Markit iBoxx GBP Liquid Corporates Large Cap Index.

PROPOSAL

S&P DJI proposes to change the eligibility criteria of the index as detailed in the table below.

<table>
<tr><th rowspan="2">Proposed Changes</th><th colspan="2">Methodology</th></tr>
<tr><th>Current</th><th>Proposed</th></tr>
<tr><td>Bond Type:

Inclusion Criteria</td><td>• Non-callable Tier 2 bonds and insurance Tier 2 dated bonds
• Bonds with call options where the first and subsequent call dates are on a date where the bond is otherwise no longer eligible for the index, i.e. bonds with American call options within the last year prior to maturity</td><td>• Perpetual fixed to float and perpetual callable bonds
• Dated and undated callable subordinated corporate bonds, including fixed-to-float bonds
• Callable Bonds
• Subordinated financial fixed-to-float bonds</td></tr>
<tr><td>Bond Type:

Exclusion Criteria</td><td>• All perpetual debt
• Floating rate notes and fixed-to-float bonds
• Other callable bonds</td><td>• Other perpetual debt
• Floating rate notes
• Other fixed-to-float bonds</td></tr>
</table>

IMPACTED INDEX

Index Name	ISIN (TRi)
Markit iBoxx GBP Liquid Corporates Large Cap Index	GB00B90TTP77

IMPACT ANALYSIS

S&P DJI conducted an impact analysis of the proposed changes based on the May 2025 month-end rebalancing. The additional bonds would have entered the index in a phased-in approach over a two-month period:

- Month 1 - May 2025 month-end – Bonds from issuers with weight >= 1% (please see table below as an example)
- Month 2 - June 2025 month-end – All the remaining bonds (which still meet the index inclusion eligibility criteria)

	Current May 2025 Month End	Proposed May 2025 (Month 1)	 June 2025 (Month 2)
# of bonds	492	52	557
# of issuers (tickers)	126	129	139
EUR market value (Bn)	241	260	280
Yield	5.79	5.79	5.56
OAS	108	108	103

	Current	Proposed	
	May 2025 Month End	May 2025 (Month 1)	June 2025 (Month 2)
Duration	5.51	5.51	5.53
Convexity	61.49	61.49	61.35
2-Way Turnover Impact	--	From Current to Month 1	From Month 1 to Month 2
		15.25%	12.64%

Based on May 2025 Month End Rebalancing

Month 1	Current Issuer Weight	Proposed Additional Weight	Grand Total
HSBC	3.31%	0.68%	3.98%
BACR	2.22%	0.40%	2.61%
ACAFP	1.26%	0.63%	1.89%
NWG	1.20%	0.47%	1.67%
LLOYDS	0.97%	0.69%	1.66%
BNP	1.48%	0.15%	1.63%
HTHROW		1.58%	1.58%
SANTAN	1.09%	0.29%	1.38%
BPCEGP	1.01%	0.17%	1.18%
LGEN		1.08%	1.08%
AVLN		1.02%	1.02%

Month 2	Current Issuer Weight	Proposed Additional Weight	Grand Total
ISPIM	0.82%	0.16%	0.98%
BPLN		0.85%	0.85%
MGNLN		0.81%	0.81%
PICORP		0.74%	0.74%
INTNED	0.45%	0.27%	0.72%
SWEDA	0.41%	0.15%	0.56%
GATAIR		0.53%	0.53%
PHNXLN		0.50%	0.50%
KBCBB	0.30%	0.18%	0.48%
YBS	0.35%	0.11%	0.46%
NDAFH		0.38%	0.38%
ROTHLF		0.38%	0.38%
PINEFI		0.37%	0.37%
BUPFIN		0.36%	0.36%
ZURNVX		0.34%	0.34%
INVPLN		0.32%	0.32%
RLMI		0.31%	0.31%

Additional data and analysis may be made available in the Client Resource Center *www.spglobal.com/spdji/en/client-services/*, which may be updated from time to time throughout the consultation without notice. The information will be posted for the duration of the consultation and up to 30 days thereafter at S&P DJI's discretion. Additional data and analysis may also be made available upon request.

IMPLEMENTATION TIMING

S&P DJI is proposing to implement the previously described methodology changes, if adopted, with a phased-in approach with bonds from issuers with an aggregated bond weight >=1% in the index entering in Month 1 and all the remaining eligible bonds entering in Month 2, beginning with the **October 2025** rebalancing, which takes effect prior to the market open on **November 3, 2025**. If adopted, the changes will first be visible to clients in preliminary membership files beginning on **October 6, 2025.**

QUESTIONS

Please answer the following questions and provide S&P DJI with the reasoning behind your answers:

1. **Do you agree with the proposal to include additional bond types to Markit iBoxx GBP Liquid Corporates Large Cap Index?**
2. **Should the proposed methodology changes be adopted, do you agree with the proposed implementation date?**
3. **Do you have any other comments or feedback regarding the proposed changes outlined above?**

Participation in this consultation is important as S&P DJI gathers information from various market participants to properly evaluate the market participants' views and preferences. Please respond to this survey by **Monday, September 15, 2025**, as S&P DJI does not accept responses post the survey closure date. Prior to the Index Committee's final review, S&P DJI may request clarifications from respondents as part of that review.

To participate in this consultation, please visit the online survey available *here*.

Please be advised that S&P DJI reviews and considers all feedback before a final decision is made. However, S&P DJI makes no guarantees and is under no obligation to comply with any of the responses. The survey may result in no changes or outcome of any kind. If S&P DJI decides to change the index methodology, the change(s) will be announced to clients and posted on the S&P DJI website with prior notice ahead of the effective date.

Thank you for taking the time to complete this survey.

FOR MORE INFORMATION:
index_services@spglobal.com