Securities Lending Returns in MSCI Emerging Markets

The MSCI Emerging Markets Index measures the performance of the large and mid cap segments across 26 emerging markets countries. 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 countries & sectors as well as the level of short interest in the index constituents. There are currently 638 securities on loan out of the 1402 securities in the index.

SL Returns to Lendable (bps) : Quarterly Comparison

Index Short Interest

Top Sectors & Countries by SL Revenue and SL Return to Lendable for Jan 2020

Notes
- SL Return to Lendable_Low
- SL Return to Lendable_Mid
- SL Return to Lendable_High
- Indexed Short Interest
- Country Classification
- Fee Classification

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 on a daily basis for individual market areas within the index. This metric is used in the report unless stated otherwise.

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 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.

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.

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Top 3 Sectors by SL Return to Lendable
- Automobiles & Components
- Consumer Durables & Apparel
- Health Care Equipment & Services

Top 3 Countries by SL Return to Lendable
- Indonesia
- Greece
- China

Top 3 Sectors by SL Revenue
- Automobiles & Components
- Consumer Durables & Apparel
- Technology Hardware & Equipment

Top 3 Countries by SL Revenue
- China
- South Korea
- Hong Kong

SL Revenue Contribution by Fee Categories

Annual Contribution by Fee Categories: Feb 19 to Jan 20