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.

There are currently 619 securities on loan out of the 1060 securities in the index.

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

**Top 3 Sectors by SL Return to Lendable**

- **Automobiles & Components**: 104.3
- **Consumer Durables & Apparel**: 74.9
- **Pharmaceuticals, Biotechnology & Life Sciences**: 19.6

**Top 3 Countries by SL Return to Lendable**

- **Indonesia**: 145.1
- **China**: 19.7
- **South Korea**: 19.7

**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 all the lender funds who are part of the IHS Markit Securities Finance group, excluding the highest loan value that represent 80% of the cumulative loan value in respective markets areas.
- **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 markets areas.

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**Index Levels**

**End of Year Levels**

- **2015**: 134.8
- **2016**: 142.0
- **2017**: 142.5
- **2018**: 142.1
- **2019**: 92.5

**YOY change**

- **2016**: 34.8%
- **2017**: -3.3%
- **2018**: -5.3%
- **2019**: -2.5%

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**Fee Classification**

- **GC**
- **Warm**
- **Special**

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**SL Return to Lendable : Quarterly Comparison**

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**Indexed Short Interest**

- **SL Return to Lendable_High (bps)**
- **SL Return to Lendable_Mid (bps)**
- **SL Return to Lendable_Low (bps)**

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

- **GC**: 15.9%
- **Warm**: 72.6%
- **Special**: 11.5%

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**Top Sectors & Countries by SL Revenue**

**Top 3 Sectors by SL Revenue**

- **Automobiles & Components**: 25%
- **Consumer Durables & Apparel**: 16%
- **Technology Hardware & Equipment**: 10%

**Top 3 Countries by SL Revenue**

- **South Korea**: 34%
- **China**: 28%
- **Hong Kong**: 23%