The MSCI World index is a broad global equity index that represents large and mid-cap equity performance across 23 developed markets countries. It covers approximately 85% of the free float-adjusted market capitalization in each country and MSCI world index does not offer exposure to emerging markets. IHS Markit provides the securities lending returns 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 1642 securities on loan out of 1644 securities in the index.

Table: Securities Lending Returns in MSCI World

<table>
<thead>
<tr>
<th>Fee Classification</th>
<th>SL Return to Lendable (bps)</th>
<th>SL Revenue Contribution</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td>GC</td>
<td>2016: 4.6</td>
<td>20%</td>
<td></td>
</tr>
<tr>
<td>Warm</td>
<td>2017: 3.3</td>
<td>13%</td>
<td></td>
</tr>
<tr>
<td>Special</td>
<td>2018: 2.9</td>
<td>54%</td>
<td></td>
</tr>
</tbody>
</table>

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

**Top 3 Sectors by SL Return to Lendable**
- Pharmaceuticals, Biotechnology & Life Sciences: 3.8 bps
- Food & Staples Retailing: 2.6 bps
- Automobiles & Components: 2.0 bps

**Top 3 Countries by SL Return to Lendable**
- Italy: 9.5 bps
- Canada: 8.9 bps
- Austria: 4.6 bps

**Notes**
- SL Return to Lendable_Low
- SL Return to Lendable_Mid
- SL Return to Lendable_High
- Indexed Short Interest

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

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.

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.

**Top 3 Sectors by SL Revenue**
- Pharmaceuticals, Biotechnology & Life Sciences: 27% of SL Revenue
- Software & Services: 13% of SL Revenue
- Media and Entertainment: 9% of SL Revenue

**Top 3 Countries by SL Revenue**
- USA: 31% of SL Revenue
- Canada: 29% of SL Revenue
- France: 9% of SL Revenue