Securities Lending Returns in iBoxx USD Liquid Investment Grade Index

iBoxx USD Liquid Investment Grade Index is designed to reflect the performance of the USD denominated investment grade corporate debt. The index rules aim to offer a broad coverage of the USD investment grade liquid bond universe and is market-value weighted with an issuer cap of 3%. Securities Finance provides the securities lending return made from the bonds in the index since 2015 and further provides a break down by fee categories, ratings & years to maturity as well as the level of Utilization in the index constituents. There are currently 2631 bonds on loan out of the 2631 bonds in the index.

SL Returns to Lendable (bps) : Quarterly Comparison

Indexed Utilization

Annual Contribution by Fee Categories: Sep 22 to Aug 23

SL Revenue Contribution by Fee Categories

SL Revenue and SL Return to Lendable by Years to Maturity and Ratings for Aug 2023

Notes

Returns from securities lending relative to lendable value from all the lender funds who are part of the Securities Finance group. Finance trades are removed from our calculation.

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. Finance trades are removed from our calculation. This metric is used in the report unless stated otherwise.

Indexed Utilization tracks the daily change in lender loan value relative to lendable value calculated for the iBoxx 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 for individual market areas. Finance trades are removed from our calculation. This metric is used in the report unless stated otherwise.

SL Return to Lendable_Low
SL Return to Lendable_Mid
SL Return to Lendable_High
Indexed Utilization
Fee Classification