Securities Lending Returns in MSCI USA

The MSCI USA Index measures the performance of the large and mid cap segments of the US market. The index covers approximately 85% of the free float-adjusted market capitalisation in US. IHS Markit provides the securities lending return made from securities in the index since 2015 and further provides a breakdown by fee categories, top sectors as well as the level of short interest in the index constituents. There are currently 625 securities in the index and all of them are out on loan.

### SL Returns to Lendable : Oct 20 to Sep 21

![SL Returns to Lendable chart]

### SL Revenue Contribution by Fee Categories

![Annual Contribution by Fee Categories chart]

### Top Sectors by SL Revenue and SL Returns to Lendable for Sep 2021

<table>
<thead>
<tr>
<th>Top 3 Sectors by SL Return to Lendable</th>
<th>SL Return to Lendable (%)</th>
<th>SL Revenue Contribution</th>
</tr>
</thead>
<tbody>
<tr>
<td>Software &amp; Services</td>
<td>1.3</td>
<td>46.0%</td>
</tr>
<tr>
<td>Media and Entertainment</td>
<td>0.6</td>
<td>12.7%</td>
</tr>
<tr>
<td>Consumer Services</td>
<td>0.5</td>
<td>2.2%</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Top 3 Sectors by SL Return to Lendable</th>
<th>SL Return to Lendable (%)</th>
<th>SL Revenue Contribution</th>
</tr>
</thead>
<tbody>
<tr>
<td>Software &amp; Services</td>
<td>1.3</td>
<td>46.0%</td>
</tr>
<tr>
<td>Media and Entertainment</td>
<td>0.6</td>
<td>12.7%</td>
</tr>
<tr>
<td>Retailing</td>
<td>0.5</td>
<td>4.1%</td>
</tr>
</tbody>
</table>

### Notes

- **SL Returns to Lendable**
  - Low
  - Mid
  - High

- **Indexed Short Interest**
  - End of Year Levels
    - 2017: 87.4
    - 2018: 103.0
    - 2019: 84.7
    - 2020: 79.8
    - 2021: 75.8

- **YOY change**
  - -20%
  - 18%
  - -16%
  - -7%
  - -4%

- **Index base date**: 1st Jan 2015
  - * as of 30th Sep 2021

- **Fee Classification**
  - GC
  - Warm
  - Special

- Securities lendable is defined as the index's constituent securities that are: 1) Out on loan, 2) On the list of the IHS Markit Securities Finance. 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.

- 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.

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

- 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. This metric is used in the report unless stated otherwise.

- 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.