Securities Lending Returns in MSCI Europe

The MSCI Europe Index measures the performance of the large and mid cap segments across 15 developed markets countries in Europe. The index covers approximately 85% of the free float-adjusted market capitalization across the European developed markets equity universe. 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 & countries as well as the level of short interest in the index constituents. There are currently 429 securities on loan out of the 430 securities in the index.

Indexed Short Interest

SL Return to Lendable : Nov 20 to Oct 21

SL Revenue Contribution by Fee Categories

Top Sectors & Countries by SL Revenue and SL Return to Lendable for Oct 2021

Notes

SL Return to Lendable_Low
SL Return to Lendable_Mid
SL Return to Lendable_High
Index Short Interest
Fee Classification

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 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 the highest loan value that represent 85% of the cumulative loan value in respective market areas that are part of the index. Funds are classified on a daily basis for individual market areas within the index

Index 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

Period | SL Return to Lendable_Low (bps) | SL Return to Lendable_Mid (bps) | SL Return to Lendable_High (bps)
--- | --- | --- | ---
Jan | 1.0 | 1.4 | 2.0 | 2.5 | 2.7 | 3.3 | 2.2 | 2.7 | 2.1 | 2.4 | 2.9
Feb | 1.1 | 1.8 | 2.3 | 3.2 | 3.1 | 4.3 | 1.9 | 2.6 | 2.4 | 3.4 | 3.7
Mar | 1.8 | 2.6 | 4.0 | 4.4 | 5.3 | 5.8 | 2.0 | 2.9 | 2.6 | 3.0 | 3.6
Apr | 3.1 | 3.9 | 6.3 | 6.4 | 8.1 | 7.7 | 3.8 | 4.7 | 4.3 | 5.2 | 5.9
May | 4.6 | 4.1 | 9.2 | 6.6 | 11.8 | 8.4 | 5.3 | 6.1 | 4.9 | 6.4 | 7.1
Jun | 2.1 | 4.3 | 4.7 | 7.3 | 5.4 | 9.0 | 2.0 | 3.6 | 2.6 | 4.1 | 4.6
Jul | 1.2 | 3.1 | 2.6 | 5.6 | 3.4 | 7.3 | 1.0 | 2.4 | 1.9 | 3.4 | 4.0
Aug | 0.8 | 1.9 | 2.0 | 3.6 | 2.8 | 4.9 | 0.7 | 1.8 | 1.3 | 2.7 | 3.6
Sep | 4.7 | 1.8 | 10.3 | 3.3 | 11.7 | 4.0 | 3.1 | 5.4 | 3.6 | 6.5 | 7.0
Oct | 1.8 | 1.8 | 3.4 | 3.2 | 4.0 | 4.0 | 2.1 | 4.0 | 3.2 | 4.1 | 4.4
Nov | - | 2.1 | - | 3.7 | - | 4.7 | - | 3.7 | - | 4.3 | 4.4
Dec | - | 1.2 | - | 2.3 | - | 2.9 | - | 2.3 | - | 2.9 | 3.0
YTD | 2.2 | 2.6 | 4.7 | 4.6 | 5.9 | 5.9 | 2.2 | 4.7 | 4.3 | 5.9 | 5.5
Full Year | 2.2 | 2.4 | 4.7 | 4.3 | 5.9 | 5.5

SL Return to Lendable (bps) : Quarterly Comparison

Top Sectors & Countries by SL Revenue

<table>
<thead>
<tr>
<th>Top 3 Sectors by SL Return to Lendable</th>
<th>SL Return to Lendable (bps)</th>
<th>SL Revenue Contribution</th>
</tr>
</thead>
<tbody>
<tr>
<td>Media and Entertainment</td>
<td>23.7</td>
<td>9.5%</td>
</tr>
<tr>
<td>Banks</td>
<td>15.2</td>
<td>34.4%</td>
</tr>
<tr>
<td>Transportation</td>
<td>14.1</td>
<td>7.1%</td>
</tr>
</tbody>
</table>

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<tr>
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<tbody>
<tr>
<td>Norway</td>
<td>68.2</td>
<td>15.1%</td>
</tr>
<tr>
<td>Sweden</td>
<td>15.9</td>
<td>27.4%</td>
</tr>
<tr>
<td>Belgium</td>
<td>7.7</td>
<td>2.2%</td>
</tr>
</tbody>
</table>

Notes

SL Return to Lendable_Low
SL Return to Lendable_Mid
SL Return to Lendable_High
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