

Reminder: Upcoming Changes to Price Source and Data Delivery for the FTSE Fixed Income Indexes Effective September 2018

As previously announced on June 29, 2018, effective from September 17, 2018, the pricing sources and snap times for the credit and securitized indexes will change as shown in Figure 1. Bid-side prices will continue to be used as inputs to the calculation of the indexes.

Figure 1. Current and New Pricing Sources and Snap Times for the Credit and Securitized Indexes

	Current		New	
	Source	Time	Source	Time
US Broad Investment-Grade Bond Index (USBIG [®])				
Agency	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York)
ABS	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York)
Credit	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York)
Eurodollar Bond Index	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York) ¹
Emerging Markets USD Broad Bond Corporate Index	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York)
Asian Broad Bond Index (ABBI)	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York) ¹
MENA Broad Bond Index (MENABBI)	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York) ¹
Sukuk Index	Citi	Local Market Close	Thomson Reuters	4:00 p.m. (New York)

Estimated Impact

Based on historical analysis, the impact to average price and effective duration between the current and new pricing sources is expected to be minimal. Figure 2 provides the estimated impact as of August 15, 2018.

Figure 2. Estimated Impact on Average Price and Effective Duration

	Average price			Effective Duration		
	Current	New	Diff	Current	New	Diff
USBIG – Agency	105.74	105.74	0.00	4.05	4.05	0.00
USBIG – ABS	98.98	98.96	0.03	2.35	2.35	0.00
USBIG – Credit	95.28	95.36	-0.07	6.84	6.83	0.01
Eurodollar Bond Index	100.35	100.39	-0.04	6.53	6.52	0.01
EMUSDBBI – Corporate	97.48	97.45	0.03	5.86	5.85	0.01
ABBI	98.89	98.92	-0.03	4.88	4.87	0.02
MENABBI	96.97	97.05	-0.08	6.32	6.32	0.00
Sukuk Index	98.09	98.17	-0.08	4.73	4.73	0.00

Source: FTSE Russell data as of August 15, 2018.

¹ For the issues with a country of issuance in Asia, the snap time will be 6:00 p.m. (Tokyo). For the issues with a country of issuance in Europe, Middle East and Africa, the snap time will be 4:15 p.m. (London).

Delivery Time Changes

The change in pricing sources will allow the monthly data for the FTSE fixed income US credit indexes to be published on the last business day of the month. The change to same-day publication will be effective from September 28, 2018. Please see below for the timing of index data distribution.

Index Data Distribution

World Government Bond Index (WGBI), World Government Bond Index – Japanese Investment Trust (WGBI-JIT), Debt Capacity World Government Bond Index (DCWGBI), Asian Government Bond Index (AGBI), and Australian Broad Investment-Grade Bond Index (AusBIG[®]):

- Daily (except last business day) reports, issue-level and sector-level data: 6:30 p.m. (ET), same day;
- Last business day daily and monthly reports, issue-level and sector-level data: 11:45 p.m. (ET), same day.

When New York is observing Daylight Saving Time (DST), the daily delivery of WGBI data may be delayed until 7:30 p.m. DST

Emerging Markets Government Bond Index (EMGBI) and Emerging Markets Government Bond Index – Japanese Investment Trust (EMGBI-JIT):

- Daily (except last business day) reports, issue-level and sector-level data: 7:30 p.m. (ET), same day;
- Last business day daily and monthly reports, issue-level and sector-level data: 11:45 p.m. (ET), same day.

All other indexes:

- Daily reports, issue-level and sector-level data: 11:45 p.m. (ET), same day;
- Monthly reports, issue-level and sector-level data: 11:45 p.m. (ET), last business day.

Please contact us at info@ftserussell.com if you have any questions.

FTSE Russell

FTSE Fixed Income LLC	US	EMEA	Hong Kong	Singapore	Japan
111 Wall Street 14 th Floor New York, NY 10005	+212 816 0700 fi.index@ftserussell.com	+44 20 7334 8963 fi.index@ftserussell.com	+852 2164 3288 fi.index@ftserussell.com	+65 6818 6291 fi.indexjp@ftserussell.com	+81 3 4563 6346 fi.indexjp@ftserussell.com

www.yieldbook.com

© 2018, FTSE Fixed Income LLC ("FTSE FI"). All rights reserved. Reproduction of the data and information herein (collectively, "FTSE FI Data") in any form is prohibited except with the prior written permission of FTSE FI. Although the FTSE FI Data is believed to be reliable, FTSE FI makes no representation as to the accuracy, adequacy, completeness or availability of the FTSE FI Data and is not responsible for any errors or omissions or for the results obtained from the use of FTSE FI Data. FTSE FI GIVES NO EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. In no event shall FTSE FI be liable for any direct, indirect, special or consequential damages in connection with any use of the FTSE FI Data.