

## Index Eligibility of Pacific Gas & Electric Bonds for FTSE Fixed Income Indexes

FTSE Russell would like to clarify the index eligibility of bonds issued by Pacific Gas & Electric (PG&E) as it emerges from Chapter 11 bankruptcy and implements its capital restructuring plan. As of the June 2020 index profiles, PG&E bonds are not included to FTSE fixed income indexes as they are considered to be in default. On June 20, 2020, PG&E have announced that the United States Bankruptcy Court for the Northern District of California has confirmed their Chapter 11 Plan for Reorganization and they plan to emerge from bankruptcy in July 2020.<sup>1</sup>

New bonds issued by PG&E earlier this month will not be included to July index profiles as the entity has yet to emerge from bankruptcy and proceeds from these issuances will be held in escrow until that point.<sup>2</sup> These securities, as well as previously issued bonds will be considered for purposes of index inclusion at the time of emergence of the entity from bankruptcy.

Please contact us at [fi.index@ftserussell.com](mailto:fi.index@ftserussell.com) if you have any questions.

FTSE Russell

<sup>1</sup>[https://www.pge.com/en/about/newsroom/newsdetails/index.page?title=20200620\\_pge\\_achieves\\_bankruptcy\\_court\\_confirmation\\_of\\_its\\_plan\\_of\\_reorganization](https://www.pge.com/en/about/newsroom/newsdetails/index.page?title=20200620_pge_achieves_bankruptcy_court_confirmation_of_its_plan_of_reorganization)

<sup>2</sup>[https://www.moodys.com/research/Moodys-assigns-Baa3-rating-to-Pacific-Gas-Electrics-first-mortgage--PR\\_425160](https://www.moodys.com/research/Moodys-assigns-Baa3-rating-to-Pacific-Gas-Electrics-first-mortgage--PR_425160)

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