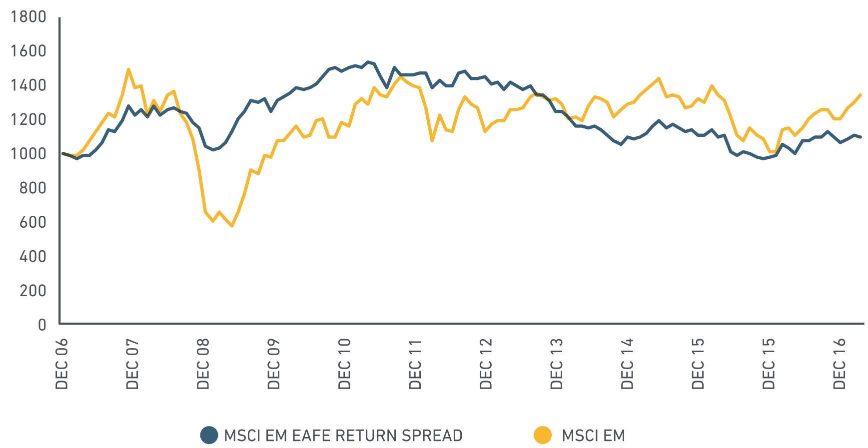
MSCI EMERGING MARKETS-EAFE RETURN SPREAD INDEX (USD)

The MSCI Emerging Markets-EAFE Return Spread Index aims to represent the performance of a strategy based on the return spread between a long position on constituents of one underlying component Index (MSCI Emerging Markets Index) while taking a short position on constituents of another component Index (MSCI EAFE Index).

CUMULATIVE INDEX PERFORMANCE — NET RETURNS (DECEMBER 2006 – MARCH 2017)



ANNUAL PERFORMANCE (%)

Year	MSCI EM EAFE Return Spread	MSCI EM
2016	9.40	11.19
2015	-14.49	-14.92
2014	2.58	-2.19
2013	-21.02	-2.60
2012	0.19	18.22
2011	-8.32	-18.42
2010	9.49	18.88
2009	34.61	78.51
2008	-18.01	-53.33
2007	25.92	39.42

INDEX PERFORMANCE- NET RETURNS (%) (MARCH 31, 2017)

					ANNUALIZED TOTAL RETURN			
Index	1 Month	3 Months	1 Year	Year to Date	3 Years	5 Years	10 Years	Since Dec 29, 2006
MSCI EM EAFE Return Spread	-0.23	3.85	4.27	3.85	0.27	-5.16	1.13	0.94
MSCI EM	2.52	11.44	17.21	11.44	1.18	0.81	2.72	2.88

INDEX RISK & RETURN CHARACTERISTICS - (%) (DECEMBER 2006 - MARCH 31, 2017)

			ANNUALIZED STANDARD DEVIATION (%)			SHARPE RATIO			
	Beta	Tracking Error (%)	3 Years	5 Years	10 Years	1 Years	3 Years	5 Years	10 Years
MSCI EM EAFE Return Spread	0.31	15.52	10.55	9.61	11.31	0.40	0.05	-0.53	0.08
MSCI EM	1.00	NA	16.11	15.33	23.49	1.47	0.13	0.11	0.19

[1] Last 12 Months

INDEX METHODOLOGY

The MSCI Return Spread Index return is calculated daily by subtracting the daily index return of the Short Component Index from the daily index return of the Long Component Index, as per the MSCI Short and Leveraged Daily Indexes methodology. The MSCI Return Spread Indexes are computed using a variant of the MSCI Short and Leveraged Daily Indexes Methodology that does not apply stock borrowing costs or the overnight risk-free rates.

ABOUT MSCI

For more than 40 years, MSCI's research-based indexes and analytics have helped the world's leading investors build and manage better portfolios. Clients rely on our offerings for deeper insights into the drivers of performance and risk in their portfolios, broad asset class coverage and innovative research. Our line of products and services includes indexes, analytical models, data, real estate benchmarks and ESG research. MSCI serves 97 of the top 100 largest money managers, according to the most recent P&I ranking. For more information, visit us at www.msci.com.