

# MSCI Fixed Income Indexes

A differentiated Fixed Income Index offering from a market-leading index provider

Today's investors are facing market conditions driven by macroeconomic and geopolitical events more than ever before, requiring tools that can help them assess and manage their fixed income opportunity and risk.

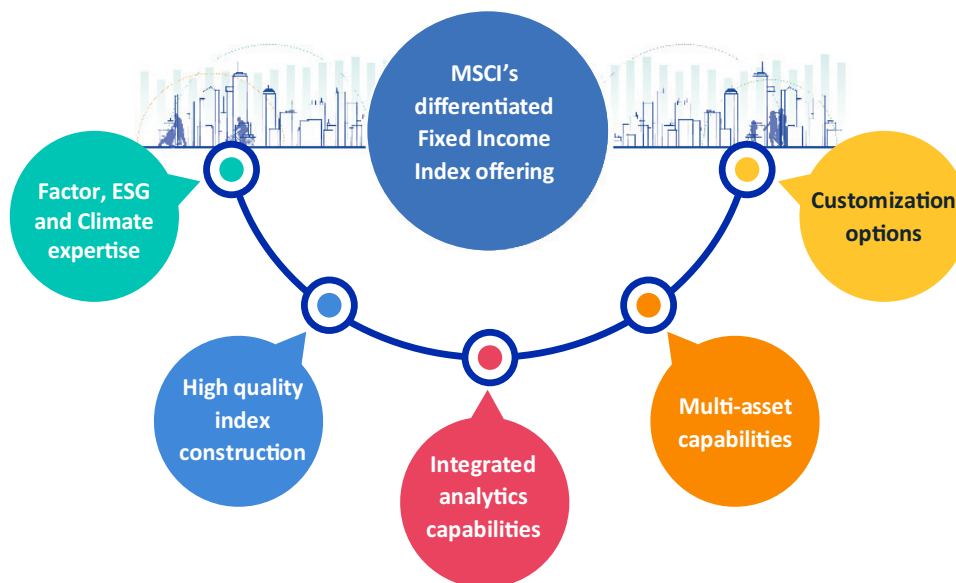
To meet investor demand for benchmarks with targeted exposures that align with their investment objectives, MSCI has broadened its range of investment solutions with the launch of Fixed Income ESG, Climate Change and Factor Indexes.

Our suite of Fixed Income Indexes leverages MSCI's 40 years of benchmarking leadership, core strength in ESG and Factors, as well as strong expertise in fixed income risk and performance analytics.

## Features

- MSCI Fixed Income Factor Indexes have been developed after receiving feedback from some of the world's largest investors and leverages research backed by four decades of Factor data, compiled by a **200+** global research team
- MSCI ESG Research rates over **7,500 companies**, over **650,000** equity and fixed income securities, and **32,000** mutual funds and ETFs
- MSCI Climate Change Indexes help address climate change in a holistic manner, targeting three dimensions in a broad index: **Mitigate Risk, Promote Stewardship, Capture Disruptive Technologies**
- The MSCI Climate Paris Aligned Indexes are constructed using three key climate signals: **MSCI ESG Research's Climate VAR, Scope 3 emission data and the MSCI Low Carbon Transition Score.**

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| <b>200+</b><br>global research team                  | <b>650,000</b><br>equity and fixed income securities |
| ESG research rates over<br><b>7,500</b><br>companies | <b>32,000</b><br>mutual funds and ETFs               |



## MSCI Fixed Income Suite

MSCI Fixed Income Index suite includes both Investment Grade (IG) and High Yield (HY) bonds across USD, EUR and GBP Currency:

### MSCI (HY/IG) (USD/EUR/GBP) Corporate Bond Indexes:

- MSCI Corporate Bond Indexes aim to serve as a measure of performance of the credit markets. The indexes are designed to represent relative performance at various levels of the investment process and are replicable by investors irrespective of their domicile. The MSCI Corporate Bond Indexes conform to a general construction guideline and are rule-based with consideration towards factors like size, maturity and credit rating.

### MSCI (HY/IG) (USD/EUR/GBP) Climate Change Fixed Income Indexes:

- The MSCI Fixed Income Climate Change Indexes aim to represent the performance of an investment strategy that re-weights securities based upon the opportunities and risks associated with the transition to a lower carbon economy, while seeking to minimize exclusions from the parent index.

### MSCI (IG) (USD/EUR) Climate Paris Aligned Fixed Income Indexes:

- The MSCI Fixed Income Climate Paris Aligned Indexes are designed to support investors seeking to reduce their exposure to transition and physical climate risks and who wish to pursue opportunities arising from the transition to a lower-carbon economy while aligning with the Paris Agreement requirements. The MSCI Fixed Income Climate Paris Aligned Indexes incorporate the TCFD recommendations and are designed to exceed the minimum standards of the EU Paris-Aligned Benchmark. The indexes are designed to align with a net zero world using the MSCI Climate Value-at-Risk and a “self-decarbonization” rate of 10% year on year. The indexes aim to reduce exposure to physical risk arising from extreme weather events by at least 50% and shift index weight from “brown” to “green” using the MSCI Low Carbon transition score and by excluding categories of fossil-fuel-linked companies.

### MSCI (HY/IG) (USD/EUR/GBP) ESG Fixed Income Indexes:

#### ➤ The MSCI Fixed Income ESG Universal Indexes:

The MSCI Fixed Income ESG Universal Indexes aim to represent the performance of an investment strategy by re-weighting market value weights based upon certain ESG metrics that increase exposure to those companies demonstrating both a robust ESG profile as well as a positive trend in improving that profile, while seeking to minimize exclusions from the parent index.

#### ➤ MSCI Fixed Income ESG Leaders Indexes:

The MSCI Fixed Income ESG Leaders Indexes are market value-weighted indexes designed to represent the performance of fixed income securities from issuers that have high Environmental, Social and Governance (“ESG”) ratings relative to their sector peers, to ensure the inclusion of the best-in-class companies from an ESG perspective. Overall, the indexes target a 50% sector representation vs. the parent index.

### MSCI (IG) (USD/EUR/GBP) Factor Fixed Income Indexes:

- MSCI Fixed Income Carry Indexes
- MSCI Fixed Income Low Risk Indexes
- MSCI Fixed Income Quality Indexes
- MSCI Fixed Income Size Indexes
- MSCI Fixed Income Value Indexes
- MSCI Fixed Income Multi-factor Indexes

MSCI Fixed Income Factor Indexes are designed to represent the performance of the systematic elements of particular investment styles or strategies. While issuance weighted indexes aim to represent the broad market beta, these alternatively weighted indexes aim to represent additional sources of systematic return associated with particular investment styles and strategies, such as **Carry, Size, Volatility, Value etc.**

For more information visit: [msci.com/fixed-income-indexes](https://msci.com/fixed-income-indexes)

## MSCI FI Indexes on MSCI Analytics Platform

Our index content is supported by extensive analytics capabilities through BarraOne and RiskManager.

MSCI's multi-asset class solutions covers various types of risk, exposure, sensitivities and stress testing analysis.

### For Portfolio Managers

Portfolio  
Construction

Portfolio  
Simulation

Portfolio  
Analysis and  
Reporting

Risk &  
Performance  
Attribution

### For Risk Managers

Market Risk and  
Stress Testing

Liquidity Risk

Counterparty  
Credit Risk

Regulatory  
Compliance

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## About MSCI

MSCI is a leading provider of critical decision support tools and services for the global investment community. With over 50 years of expertise in research, data and technology, we power better investment decisions by enabling clients to understand and analyze key drivers of risk and return and confidently build more effective portfolios. We create industry-leading research-enhanced solutions that clients use to gain insight into and improve transparency across the investment process.

To learn more, please visit [www.msci.com](http://www.msci.com).

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