FTSE US Broad Investment-Grade Choice Bond Index

Multi-Sector | US Dollar

The FTSE US Broad Investment-Grade Choice Bond Index (USBIG Choice) provides a broad-based measure of the global fixed income markets with a rules-based methodology for defining how the products and conduct of a company impact society and the environment. The index covers a broad array of sectors and sub-indices are available in any combination of currency, maturity, and rating.

The USBIG Choice measures the performance of the FTSE US Broad Investment-Grade Bond Index (USBIG) after excluding issuers involved in Vice Products (Adult Entertainment, Alcohol, Cannabis, Gambling, Tobacco), Non-Renewable Energy (Nuclear Power, Fossil Fuels), and Weapons (Controversial Weapons, Conventional Weapons, Small Arms). Issuers are also excluded based on Controversial Conduct.

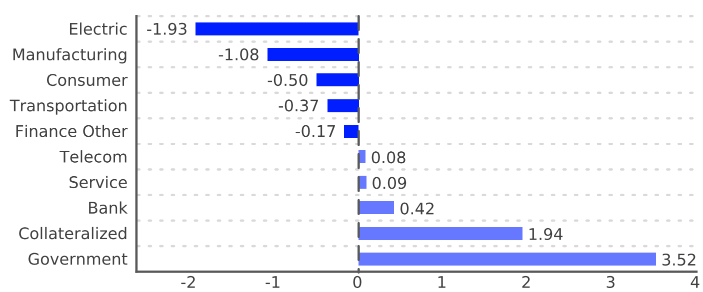
INDEX PROFILE

Description	# of Issues	Par Amount*	Market Value*	Market Weight (%)	Average Coupon (%)	Average Life (Years)	Yield to Maturity (%)	Effective Duration	OAS (bps)
USBIG Choice	**7,051**	**28,233.62**	**26,125.65**	**100.00**	**3.33**	**8.59**	**4.64**	**5.91**	**28**
AAA	335	644.86	618.98	2.37	3.20	5.87	4.32	4.26	13
AA	1,139	21,957.96	20,155.42	77.15	3.09	8.17	4.51	5.77	12
A	2,370	2,502.20	2,381.31	9.11	4.07	10.26	4.92	6.55	66
BBB	3,207	3,128.61	2,969.95	11.37	4.44	10.75	5.30	6.68	106
1-3 Years	1,542	6,064.72	5,959.50	22.81	3.01	1.94	4.35	1.83	12
3-5 Years	1,285	5,202.97	5,046.26	19.32	3.39	4.01	4.43	3.57	23
5-7 Years	987	3,744.65	3,539.66	13.55	3.47	6.06	4.62	4.90	30
7-10 Years	1,069	7,948.00	7,193.51	27.53	3.29	8.44	4.86	6.39	32
10+ Years	2,168	5,273.28	4,386.72	16.79	3.59	22.78	4.90	14.17	46
US Treasury	282	13,452.69	12,466.86	47.72	2.93	8.39	4.23	5.96	-0
Government Sponsored	171	441.73	433.81	1.66	3.25	4.13	4.23	3.67	7
Collateralized	302	7,813.47	7,044.00	26.96	3.33	7.49	5.01	5.32	32
Credit	6,296	6,525.74	6,180.97	23.66	4.16	10.63	5.06	6.63	81
USBIG	**10,042**	**30,367.16**	**28,157.77**	**100.00**	**3.42**	**8.91**	**4.68**	**6.05**	**33**

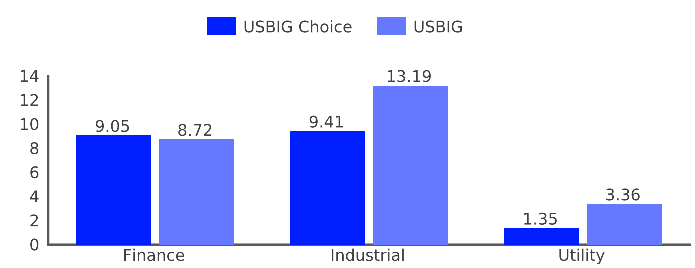
* In USD billions

COMPARATIVE ANALYSIS OF MARKET WEIGHT (in %)

Top Underweights and Overweights (USBIG Choice) - (USBIG)

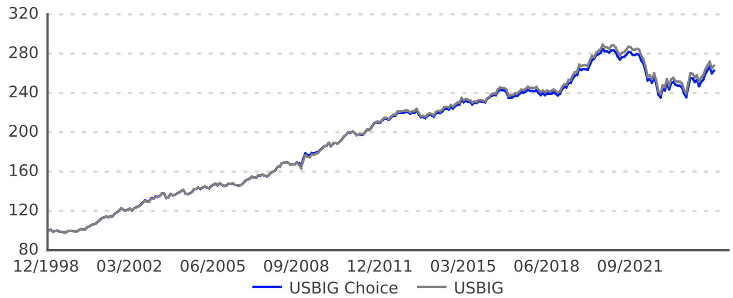


By Sector



HISTORICAL YIELD TO MATURITY

HISTORICAL INDEX LEVEL (in USD)



ANNUALIZED RETURNS (in %)

	USBIG Choice							USBIG						
	USD	EUR		GBP		JPY		USD	EUR		GBP		JPY	
	Unhgd	Unhgd	Hgd	Unhgd	Hgd	Unhgd	Hgd	Unhgd	Unhgd	Hgd	Unhgd	Hgd	Unhgd	Hgd
YTD*	2.84	7.56	1.22	3.14	2.42	9.56	-2.67	2.96	7.68	1.34	3.26	2.53	9.68	-2.57
1 Year	6.73	10.25	4.86	6.30	6.23	8.42	0.36	6.94	10.47	5.06	6.51	6.44	8.64	0.55
3 Years	-2.05	0.05	-4.17	-0.73	-2.90	7.52	-6.77	-2.03	0.07	-4.17	-0.72	-2.90	7.54	-6.78
5 Years	-0.10	0.76	-1.85	0.25	-0.77	6.41	-3.35	-0.02	0.84	-1.79	0.33	-0.71	6.50	-3.28
Since USBIG Choice Inception	3.80	4.22	2.85	4.88	4.01	4.95	1.21	3.87	4.30	2.91	4.96	4.08	5.03	1.28

* Not annualized

DESIGN CRITERIA AND CALCULATION METHODOLOGY

Coupon:	Fixed-rate, fixed-to-floating rate and zero coupon
Currency:	USD
Minimum Maturity:	At least one year Fixed-to-floating rate bonds are removed one year prior to the fixed-to-floating rate start date.
Minimum Size Outstanding:	Varies by sector
Minimum Quality:	BBB- by S&P or Baa3 by Moody's
Exclusionary Screening:	Vice Products (Adult Entertainment, Alcohol, Cannabis, Gambling, Tobacco), Non-Renewable Energy (Fossil Fuels, Nuclear Power), Weapons (Controversial Weapons, Conventional Weapons, Small Arms), and Controversial Conduct
Weighting:	Market capitalization
Rebalancing:	Once a month at month end
Reinvestment of cash flows:	Intra-month cash flows from interest and principal payments are not reinvested as part of monthly index total return calculations.
Pricing:	LSEG Pricing Service
Calculation Frequency:	Daily
Settlement Date:	Monthly – Settlement is on the last calendar day of the month. Daily – Same day settlement except if the last business day of the month is not the last calendar day of the month; then, settlement is on the last calendar day of the month.
Base Date:	December 31, 1998

VENDOR CODES

SBUCL FTSE US Broad Investment-Grade Choice Bond Index, in USD terms