



## FIXED INCOME

# BLOOMBERG EMERGING MARKET LOCAL CURRENCY SOVEREIGN BOND INDEX

The Bloomberg Emerging Market Local Currency Sovereign Bond Index is a rules-based, market-value-weighted index engineered to measure the performance of local currency sovereign debt issued by emerging market countries. The components of the index are the AsiaPac Emerging Market Local Currency Sovereign Bond Index, the EMEA Emerging Market Local Currency Sovereign Bond Index and the LatAm Emerging Market Local Currency Sovereign Bond Index. Qualification as an emerging market country is based on EMWH <GO>. Additional requirements, such as availability of pricing, are also used to determine country eligibility. Historical performance and characteristics are available from January 1, 2010.

### TOTAL RETURN



■ Bloomberg Emerging Market Local Sovereign Index (BLCMV)

### INDEX CHARACTERISTICS

As of 3/31/2014

Yield-to-Worst	5.50
OAS	3.02
Effective Duration	5.96
Effective Convexity	0.65
Par-Weighted Coupon	5.42
Quality	A-
Number of Issues	867
Market Capitalization (\$ in Trillions)	3.38

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## MINIMUM AMOUNT OUTSTANDING

2 Tril.	IDR	5 Bil.	MXN
1.5 Tril.	COP	2.5 Bil.	BRL
500 Bil.	KRW	2 Bil.	PLN, TRY, ILS, ZAR
200 Bil.	HUF	1 Bil.	RON, RSD, EGP, KES, PEN
100 Bil.	CLP	500 Mil.	HRK
50 Bil.	NGN	100 Mil.	BGN, LTL, DOP
30 Bil.	INR	50 Mil.	LVL
20 Bil.	RUB, CNY		
10 Bil.	CZK, TWD, THB		

## COUNTRY OF RISK

Classification as an EM country is based on the function EMWH <GO>. Inclusion in the Emerging Market Local Currency Sovereign Bond Index depends on additional qualifications such as market size and availability of pricing; the countries that qualify are listed below. For a bond to be eligible for this index, its country of risk must be on this list: Brazil, Bulgaria, Chile, China, Colombia, Croatia, Czech Republic, Dominican Republic, Egypt, Hungary, India, Indonesia, Israel, Jamaica, Kenya, Latvia, Lithuania, Malaysia, Mexico, Nigeria, Peru, Philippines, Poland, Romania, Russia, South Africa, South Korea, Serbia, Taiwan, Thailand or Turkey.

## INDEX PRICING

Independent and transparent pricing is a key difference of Bloomberg's index family versus other index families that rely on single-dealer pricing or composite pricing across a small number of dealers. Prices of constituent bonds in Bloomberg's indexes are determined by BVAL, Bloomberg's securities valuation service. BVAL provides credible, transparent and defensible valuations across a broad spectrum of financial instruments, including fixed income, derivatives and structured notes.

The prices are completely independent, drawing on market data contributed by more than 4,000 market participants. This broad global dataset of market observations is combined with market-leading analytics and Bloomberg's terms and conditions databases to produce objective third-party pricing with deep transparency into how the prices were derived.

## BOND TYPES

The following bond types are excluded:

- » Convertible
- » Perpetuals
- » Bonds with non-fixed coupon (except Greece since 3/2012)
- » Inflation-linked bonds
- » Survivor puts

## SUBINDEXES

### Region Indexes

Global (BLCSV), Asia-Pacific (BASIA), Europe Middle East and Africa (BEMEA), Latin America (BLATAM)

### Country Indexes

Brazil, Bulgaria, Chile, China, Colombia, Croatia, Czech Republic, Dominican Republic, Egypt, Hungary, India, Indonesia, Israel, Jamaica, Kenya, Latvia, Lithuania, Malaysia, Mexico, Nigeria, Peru, Philippines, Poland, Romania, Russia, South Africa, South Korea, Serbia, Taiwan, Thailand and Turkey

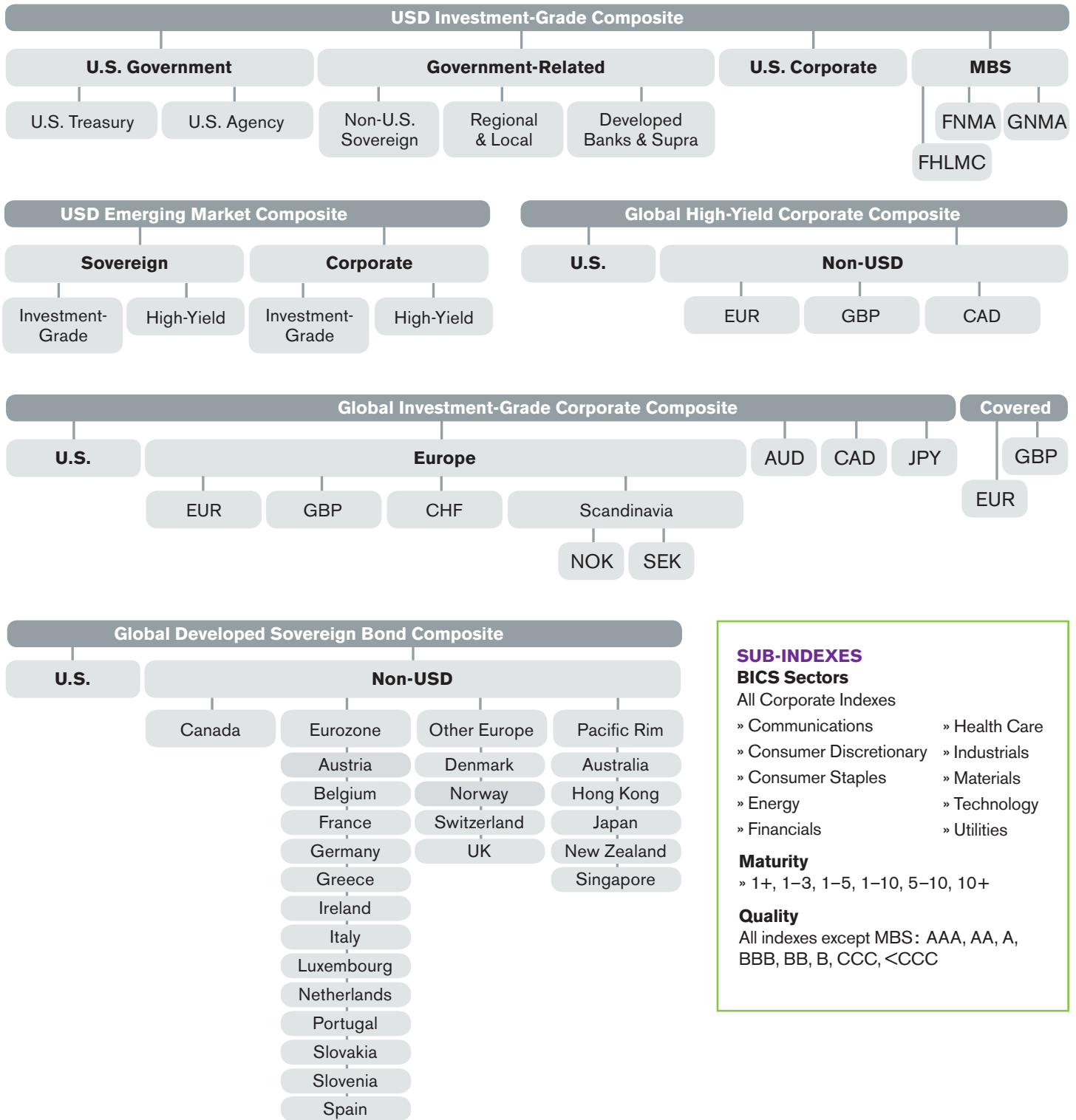
## CUSTOM INDEXES

The technology and deep dataset underlying Bloomberg's global index family provide a rich foundation for custom index creation. Variables for customization include:

- » Traditional selection criteria such as currency, country of risk, sectors, ratings or amount outstanding
- » Bloomberg's proprietary variables such as BVAL scores related to pricing quality and depth or calculated variables such as option-adjusted spreads
- » Caps on issuers or sectors to satisfy diversification needs or regulatory mandates such as those of UCITS or IRS
- » Enhanced index-weighting methodologies based on issuer-specific or algorithmic variables

# BLOOMBERG EMERGING MARKET LOCAL CURRENCY SOVEREIGN BOND INDEX

TABLE 1 – BLOOMBERG GLOBAL BOND INDEX FAMILY



## SUB-INDEXES

### BICS Sectors

All Corporate Indexes

- » Communications
- » Consumer Discretionary
- » Consumer Staples
- » Energy
- » Financials
- » Health Care
- » Industrials
- » Materials
- » Technology
- » Utilities

### Maturity

- » 1+, 1-3, 1-5, 1-10, 5-10, 10+

### Quality

All indexes except MBS: AAA, AA, A, BBB, BB, B, CCC, <CCC

