S&P Dow Jones Indices

S&P Global

MONTHLY REBALANCING ANNOUNCED FOR THE S&P/NZX NEW ZEALAND FIXED INTEREST INDEX SERIES

Wellington, September. 27, 2017: S&P Dow Jones Indices announced today the October 2017 rebalancing results for the S&P/NZX New Zealand Fixed Interest Index Series.

The S&P/NZX New Zealand Fixed Interest Index Series is a broad benchmark index family designed to measure the performance of the New Zealand bond market, while meeting certain investability criteria.

In July 2015, pursuant to an agreement between S&P Dow Jones Indices and NZX Limited, the existing suite of NZX Indices was co-branded and S&P Dow Jones Indices assumed responsibility for calculating, maintaining and licensing the indices. NZX continues to distribute and license the real-time and delayed index values via its data feed product. The S&P/NZX index series, covering equity and fixed interest, are transparent, easy to replicate, and serve as the basis for index products and trading tools.

S&P/NZX New Zealand Fixed Interest Index Series

The additions and deletions to the index series resulting from each month-end rebalancing are shown in Exhibit 3. Final changes resulting from the rebalance are published one (1) business day prior to the last business day of each month.

Changes become effective after the close on the last business day of each month.

Highlights

Exhibit 1: Pro-Forma Modified Duration Changes

Index	Current Modified Duration	New Month Modified Duration	Change
S&P/NZX NZ Government Bond Index	4.41	4.42	0.01
S&P/NZX NZ Inflation-Indexed Government Bond Index	11.41	11.41	0.00
S&P/NZX A-Grade Corporate Bond Index	3.00	3.06	0.06
S&P/NZX Investment Grade Corporate Bond Index	3.09	3.15	0.06
S&P/NZX Local Authority Bond Index	3.71	3.84	0.13
S&P/NZX Kauri Bond Index	2.51	2.54	0.03
S&P/NZX Composite Kauri Bond Index	3.88	3.89	0.01
S&P/NZX Composite A-Grade Bond Index	4.02	4.05	0.03
S&P/NZX Composite Investment Grade Bond Index	4.03	4.05	0.02

Source: S&P Dow Jones Indices LLC.

Exhibit 2: Changes in Yield-to-Maturity

Index	Current Yield-to-Maturity	New Yield-to-Maturity	Change
S&P/NZX NZ Government Bond Index	2.39	2.40	0.01
S&P/NZX NZ Inflation-Indexed Government Bond Index	3.49	3.49	0.00
S&P/NZX A-Grade Corporate Bond Index	2.94	2.96	0.02
S&P/NZX Investment Grade Corporate Bond Index	3.01	3.04	0.03
S&P/NZX Local Authority Bond Index	2.85	2.89	0.04
S&P/NZX Kauri Bond Index	2.64	2.64	0.00
S&P/NZX Composite Kauri Bond Index	2.46	2.46	0.00
S&P/NZX Composite A-Grade Bond Index	2.54	2.55	0.01
S&P/NZX Composite Investment Grade Bond Index	2.58	2.58	0.00

Source: S&P Dow Jones Indices LLC.

Exhibit 3: Index Constituent Changes

Index Code	Index Name	Issuer	Description	Change Type	Par Amount (NZD)
SPBNCAT	S&P/NZX A-Grade Corporate Bond Index	ANZ BANK NEW ZEALAND LTD	ANZ 3.750 09/01/22	ADD	275,000,000
SPBNCIT	S&P/NZX Investment Grade Corporate Bond Index	ANZ BANK NEW ZEALAND LTD	ANZ 3.750 09/01/22	ADD	275,000,000
SPBNCIT	S&P/NZX Investment Grade Corporate Bond Index	HEARTLAND BANK LTD	HNZX 4.500 09/21/22 MTN	ADD	150,000,000
SPBNCAT	S&P/NZX A-Grade Corporate Bond Index	ANZ BANK NEW ZEALAND LTD	ANZ 4.890 09/18/17 MTN	DROP	400,000,000
SPBNCIT	S&P/NZX Investment Grade Corporate Bond Index	ANZ BANK NEW ZEALAND LTD	ANZ 4.890 09/18/17 MTN	DROP	400,000,000
SPBNCAT	S&P/NZX A-Grade Corporate Bond Index	AUCKLAND COUNCIL	AUCKR 6.520 09/29/17	DROP	350,000,000
SPBNCIT	S&P/NZX Investment Grade Corporate Bond Index	AUCKLAND COUNCIL	AUCKR 6.520 09/29/17	DROP	350,000,000
SPBNLAT	S&P/NZX Local Authority Bond Index	AUCKLAND COUNCIL	AUCKR 6.520 09/29/17	DROP	350,000,000
SPBNKAT	S&P/NZX Kauri Bond Index	INTERNATIONAL FINANCE CORP	IFC 3.500 09/05/17 MTN	DROP	300,000,000
SPBNKAT	S&P/NZX Kauri Bond Index	LANDWIRTSCHAFTLICHE RENTENBANK	LRENT 3.875 09/19/17 MTN	DROP	175,000,000
SPBNKAT	S&P/NZX Kauri Bond Index	QUEENSLAND TREASURY CORP	QTC 7.125 09/18/17 MTN	DROP	875,000,000

Source: S&P Dow Jones Indices LLC.

ABOUT S&P DOW JONES INDICES

S&P Dow Jones Indices is the largest global resource for essential index-based concepts, data and research, and home to iconic financial market indicators, such as the S&P 500® and the Dow Jones Industrial Average®. More assets are invested in products based on our indices than based on any other provider in the world. With over 1,000,000 indices and more than 120 years of experience constructing innovative and transparent solutions, S&P Dow Jones Indices defines the way investors measure and trade the markets.

S&P Dow Jones Indices is a division of S&P Global (NYSE: SPGI), which provides essential intelligence for individuals, companies and governments to make decisions with confidence. For more information, visit www.spdji.com.

FOR MORE INFORMATION:

David Blitzer
Managing Director and Chairman of the Index Committee
S&P Dow Jones Indices
(+1) 212 438 3907
david.blitzer@spdji.com

S&P Dow Jones Indices
index_services@spdji.com