

S&P Dow Jones Indices

A Division of **S&P Global**

Monthly Rebalancing Announced for the S&P/NZX New Zealand Fixed Interest Index Series

WELLINGTON, Oct 27, 2021: S&P Dow Jones Indices announced today the November 2021 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 | 6.74 | 6.74 | 0.00 |
| S&P/NZX NZ Inflation-Indexed Government Bond Index | 10.00 | 10.00 | 0.00 |
| S&P/NZX A-Grade Corporate Bond Index | 3.86 | 4.04 | 0.18 |
| S&P/NZX Investment Grade Corporate Bond Index | 3.82 | 3.98 | 0.16 |
| S&P/NZX Local Authority Bond Index | 4.80 | 5.04 | 0.24 |
| S&P/NZX Kauri Bond Index | 3.11 | 3.13 | 0.02 |
| S&P/NZX Composite Kauri Bond Index | 5.77 | 5.79 | 0.02 |
| S&P/NZX Composite A-Grade Bond Index | 5.79 | 5.82 | 0.03 |
| S&P/NZX Composite Investment Grade Bond Index | 5.69 | 5.73 | 0.04 |

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 | 2.19 | 2.19 | 0.00 |
| S&P/NZX NZ Inflation-Indexed Government Bond Index | 2.69 | 2.69 | 0.00 |
| S&P/NZX A-Grade Corporate Bond Index | 2.35 | 2.39 | 0.04 |
| S&P/NZX Investment Grade Corporate Bond Index | 2.39 | 2.42 | 0.03 |
| S&P/NZX Local Authority Bond Index | 2.37 | 2.42 | 0.05 |
| S&P/NZX Kauri Bond Index | 2.16 | 2.16 | 0.00 |
| S&P/NZX Composite Kauri Bond Index | 2.18 | 2.18 | 0.00 |
| S&P/NZX Composite A-Grade Bond Index | 2.24 | 2.26 | 0.02 |
| S&P/NZX Composite Investment Grade Bond Index | 2.26 | 2.28 | 0.02 |

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 | AUCKLAND, CITY OF | ACCNZ 2.411 10/20/27 | ADD | 300,000,000 |
| SPBNCAT | S&P/NZX A-Grade Corporate Bond Index | KIWIBANK LTD | KIWOA 2.635 10/05/26 MTN | ADD | 255,000,000 |
| SPBNCAT | S&P/NZX A-Grade Corporate Bond Index | NEW ZEALAND LOCAL GOVERNMENT FUNDING AGENCY LTD | LGFA 2.250 05/15/28 | ADD | 800,000,000 |
| SPBNCAT | S&P/NZX A-Grade Corporate Bond Index | NEW ZEALAND LOCAL GOVERNMENT FUNDING AGENCY LTD | LGFA 3.000 05/15/35 | ADD | 500,000,000 |
| SPBNCIT | S&P/NZX Investment Grade Corporate Bond Index | NEW ZEALAND LOCAL GOVERNMENT FUNDING AGENCY LTD | LGFA 2.250 05/15/28 | ADD | 800,000,000 |
| SPBNCIT | S&P/NZX Investment Grade Corporate Bond Index | NEW ZEALAND LOCAL GOVERNMENT FUNDING AGENCY LTD | LGFA 3.000 05/15/35 | ADD | 500,000,000 |
| SPBNCIT | S&P/NZX Investment Grade Corporate Bond Index | AUCKLAND, CITY OF | ACCNZ 2.411 10/20/27 | ADD | 300,000,000 |
| SPBNCIT | S&P/NZX Investment Grade Corporate Bond Index | KIWIBANK LTD | KIWOA 2.635 10/05/26 MTN | ADD | 255,000,000 |
| SPBNLAT | S&P/NZX Local Authority Bond Index | NEW ZEALAND LOCAL GOVERNMENT FUNDING AGENCY LTD | LGFA 2.250 05/15/28 | ADD | 800,000,000 |
| SPBNLAT | S&P/NZX Local Authority Bond Index | NEW ZEALAND LOCAL GOVERNMENT FUNDING AGENCY LTD | LGFA 3.000 05/15/35 | ADD | 500,000,000 |
| SPBNLAT | S&P/NZX Local Authority Bond Index | AUCKLAND, CITY OF | ACCNZ 2.411 10/20/27 | ADD | 300,000,000 |

INDEX ANNOUNCEMENT

| | | | | | |
|---------|---|---|------------------------------------|------|---------------|
| SPBNCAT | S&P/NZX A-Grade Corporate Bond Index | BANK OF NEW ZEALAND | NAB 4.261 02/03/23 | DROP | 300,000,000 |
| SPBNCAT | S&P/NZX A-Grade Corporate Bond Index | FONTERRA CO-OPERATIVE GROUP LTD | FCG 4.330 10/20/21 MATd | DROP | 350,000,000 |
| SPBNCIT | S&P/NZX Investment Grade Corporate Bond Index | FONTERRA CO-OPERATIVE GROUP LTD | FCG 4.330 10/20/21 MATd | DROP | 350,000,000 |
| SPBNCIT | S&P/NZX Investment Grade Corporate Bond Index | BANK OF NEW ZEALAND | NAB 4.261 02/03/23 | DROP | 300,000,000 |
| SPBNKAT | S&P/NZX Kauri Bond Index | NATIONAL AUSTRALIA BANK LTD | NAB 5.590 07/25/23 | DROP | 350,000,000 |
| SPBNKAT | S&P/NZX Kauri Bond Index | INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT | IBRD 4.625 10/06/21 MTN MATd | DROP | 1,050,000,000 |

Source: S&P Dow Jones Indices LLC.

For more information about S&P Dow Jones Indices, please visit www.spdji.com.

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 products based on indices from any other provider in the world. Since Charles Dow invented the first index in 1884, S&P DJI has been innovating and developing indices across the spectrum of asset classes helping to define the way investors measure and trade the markets.

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