

CRISIL Indices
Semi-Annual Criteria Review -
2021

CRISIL Fixed Income Research

24 September 2021

CRISIL currently maintains 107 standard indices that track various aspects of the fixed-income market in India. These indices are used as reference for index funds and performance benchmarks by asset managers, including mutual funds, insurance companies, wealth advisors, banks, and corporate entities.

In our endeavour to keep the indices representative and replicable, we undertake an annual review of the criteria for index construction, and have completed the semi-annual review for 2021. As a part of the review we have changed the weighing methodology of underlying government securities for the following 2 indices:

- CRISIL Gilt 2027 Index
- CRISIL Gilt 2028 Index

Current Methodology:

Weights to individual government securities are calculated in the ratio of amount outstanding

Revised Methodology with effect from 1st Oct 2021:

- Weights to individual securities will be calculated in the ratio of amount outstanding (30% weightage) and liquidity score (70% weightage).
- Liquidity score would be calculated based on the number of days traded (15% weightage), count of trades (15% weightage) and traded volume (70% weightage) in the period. The traded information for previous quarter shall be used for calculating the liquidity score

The resultant one time change in weights of securities due to the change in criteria will be staggered over a period of 3 months. The effective changes in weights of the underlying constituents for the 2 indices is summarize in the table below:

Index	ISIN	Security name	Weights as per current methodology	Revised weights effective from 1st October 2021	Revised weights effective from 1st November 2021	Revised weights effective from 1st December 2021
CRISIL Gilt 2027 Index	IN0020060078	8.24% GS 2027	46.9734%	44.3858%	41.7983%	39.2107%
	IN0020170026	6.79% GS 2027	51.0266%	53.6142%	56.2017%	58.7893%
CRISIL Gilt 2028 Index	IN0020070069	8.28% GS 2027	43.4167%	37.6452%	31.8737%	26.1022%
	IN0020170174	7.17% GS 2028	54.5833%	60.3548%	66.1263%	71.8978%

About CRISIL Limited

CRISIL is a global analytical company providing ratings, research, and risk and policy advisory services. We are India's leading ratings agency. We are also the foremost provider of high-end research to the world's largest banks and leading corporations.

CRISIL is majority owned by S&P Global Inc., a leading provider of transparent and independent ratings, benchmarks, analytics and data to the capital and commodity markets worldwide.

About CRISIL Research

CRISIL Research is India's largest independent integrated research house. We provide insights, opinion and analysis on the Indian economy, industry, capital markets and companies. We also conduct training programs to financial sector professionals on a wide array of technical issues. We are India's most credible provider of economy and industry research. Our industry research covers 86 sectors and is known for its rich insights and perspectives. Our analysis is supported by inputs from our network of more than 5,000 primary sources, including industry experts, industry associations and trade channels. We play a key role in India's fixed income markets. We are the largest provider of valuation of fixed income securities to the mutual fund, insurance and banking industries in the country. We are also the sole provider of debt and hybrid indices to India's mutual fund and life insurance industries. We pioneered independent equity research in India, and are today the country's largest independent equity research house. Our defining trait is the ability to convert information and data into expert judgements and forecasts with complete objectivity. We leverage our deep understanding of the macro-economy and our extensive sector coverage to provide unique insights on micro-macro and cross-sectoral linkages. Our talent pool comprises economists, sector experts, company analysts and information management specialists.

CRISIL Privacy

CRISIL respects your privacy. We use your contact information, such as your name, address, and email id, to fulfil your request and service your account and to provide you with additional information from CRISIL and other parts of S&P Global Inc. and its subsidiaries (collectively, the "Company") you may find of interest.

For further information, or to let us know your preferences with respect to receiving marketing materials, please visit www.crisil.com/privacy. You can view the Company's Customer Privacy at <https://www.spglobal.com/privacy>

Last updated: April 2016

Disclaimer

CRISIL Research, a division of CRISIL Limited (CRISIL) has taken due care and caution in preparing this Report based on the information obtained by CRISIL from sources which it considers reliable (Data). However, CRISIL does not guarantee the accuracy, adequacy or completeness of the Data / Report and is not responsible for any errors or omissions or for the results obtained from the use of Data / Report. This Report is not a recommendation to invest / disinvest in any company / entity covered in the Report and no part of this report should be construed as an investment advice. CRISIL especially states that it has no financial liability whatsoever to the subscribers/ users/ transmitters/ distributors of this Report. CRISIL Research operates independently of, and does not have access to information obtained by CRISIL's Ratings Division / CRISIL Risk and Infrastructure Solutions Limited (CRIS), which may, in their regular operations, obtain information of a confidential nature. The views expressed in this Report are that of CRISIL Research and not of CRISIL's Ratings Division / CRIS. No part of this Report may be published / reproduced in any form without CRISIL's prior written approval.