

Glossary (Fixed Income)

29 November 2024

Fixed Income Index Glossary

Key items	Definition
Base date	The date of an initial value for the index.
Base index value	An index value at the inception of the index.
Capital investment return index (Capital Index)	An index value reflects price return.
Deemed rating	For bonds that are not rated by a rating agency, the classification may refer to a rating considered equivalent to one assigned to other debt from the same issuer, provided that it has the same credit characteristics including collateral, bond indenture, credit enhancements and so on.
FILP agency bonds	Bonds issued by FLIP (Fiscal Investment and Loan Program agencies) which are established under a special law of Japan and not listed in the stock exchange.
Highest rating	The highest rating assigned by 4 rating agencies (R&I, JCR, Moody's and S&P).
Index portfolio	A portfolio comprised in compliance with the index rules.
JS Price	Bond prices that are provided jointly by the four Institutions, Nikkei Inc., Nikkei Financial Technology Research Institute, Nomura Research Institute, Ltd., and Nomura Securities Co., Ltd. The further information is described in "Index Calculation Policy".
Lowest rating	The lowest rating assigned 4 by rating agencies (R&I, JCR, Moody's and S&P).
Nomura Price	Bond prices calculated and valued by Global Markets Division of Nomura Securities. The further information is described in "Index Calculation Policy".
Portfolio determination date	The date on which scheduled reconstitution should be conducted in accordance with the index rules.
Publication start date	The date on which the index value is started to be publicized.

Scheduled reconstitution	Periodic reconstitution of portfolio constituents in accordance with the criteria for inclusion/exclusion in the indices.
Scheduled reconstitution base date	The date by which disclosed information available is used for the scheduled portfolio reconstitution.
Scheduled reconstitution date	The date on which the scheduled reconstitution is implemented.
Sub-index by sectors	Sub-index which is subdivided by sectors (e.g., government, municipals, corporate, etc.).
Sub-index portfolio by industry	Sub-index classified by industry, which is based on 34 industry classifications (i.e., the TSE 33 industry classifications and “FLIP Agency bond and others”).
Sub-index portfolio by rating	Sub-index which reflects individual issue ratings and deemed ratings.
Sub-index portfolio by term to maturity	Sub-index which is classified on the basis of term to maturity.
Total investment return index/Total Index	Index value that measures the aggregated return of capital return and income return for the period from the inception.
Unscheduled reconstitution	It is an incidental reconstitution which is implemented between the portfolio determination date and the last business day of the month, in order to reflect events which may affect the integrity of the index, such as debt default or fully early redemption.