Fixed Income Indexes

VettaFi IG Equal Issuer Weighted Family of Indices

- **VettaFi US IG Equal Issuer Weighted Index (VF_LULN_US)**
- **VettaFi EU IG Equal Issuer Weighted Index (VF_LULN_EU)**

Sep 2025

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Introduction

Index Objective

The VettaFi IG Equal Issuer Weighted Family of Indices tracks the returns of investment grade corporate bonds issued by the largest issuers in each base universe. The US index holds 200 issuers from the VettaFi US Corporate Index. The EU index holds 150 issuers from the VettaFi Liquid Eurobond Euro Index. The indices are designed to avoid concentration, stay in line with the sector and rating exposures of their market, hold a wide selection of bonds, and track market duration. Issuers are equal weighted. Within each issuer the bonds are weighted by market value and then adjusted so that each index matches the duration of its base universe.

Highlights

VettaFi US IG Equal Issuer Weighted Index. USD denominated bonds in the VettaFi US Corporate Index. 200 issuers.

VettaFi EU IG Equal Issuer Weighted Index. EUR denominated bonds in the VettaFi Liquid Eurobond Euro Index. 150 issuers.

Issuers from all countries are considered. Both indices follow the same construction rules. Only the base universe and the number of issuers differ.

VettaFi acquired the Credit Suisse Fixed Income indices in February 2025 and possesses complete live data since inception. Bond pricing and analytics are sourced from ICE Data Services (Intercontinental Exchange).

Dates

- **Reconstitution Date.** The indices are reconstituted annually on the last business day of June.
- **Rebalance Dates.** The indices are rebalanced monthly on the last business day of the month.

Supporting Documents

This methodology is meant to be read in conjunction with supporting documents providing greater detail with respect to the policies, procedures and calculations described herein.

The list of the main supplemental documents for this methodology can be found in the Methodologies and Governance tabs on the Index Resources page as follows.

Supporting Documents
FI Index Maintenance Policy
Index Governance
Index Policies
Methodology Policies
Index Change and Consultation Policy

Index Construction

Universe

Each index has one base universe. It is used with no modifications. Every bond in the base universe on the rebalance date is eligible. No other bonds are considered. Eligibility rules for size, maturity, rating and bond type are those of the base universe and are described in its methodology.

Index	Base Universe
VettaFi US IG Equal Issuer Weighted Index	VettaFi US Corporate Index (LUCIPL)
VettaFi EU IG Equal Issuer Weighted Index	VettaFi Liquid Eurobond Euro Index

Issuer Definition

Issuers are identified by ticker. Each ticker is mapped to the issuer id that holds the largest amount outstanding under that ticker. If one issuer id is found under more than one ticker, the ticker with the largest amount outstanding becomes the label for all bonds of that issuer. Bonds are grouped under that ticker for selection and weighting.

The size of an issuer is the total amount outstanding of its bonds in the base universe. The rating of an issuer is the lowest rating among its bonds. The sector of an issuer is the sector assigned to its bonds.

Constituent Selection

Each index selects the bonds of a target number of issuers. The target is 200 issuers for the US index and 150 issuers for the EU index. Selection takes place at the annual reconstitution as follows.

- **Sector and rating limits.** Using the base universe, each sector and each rating notch is assigned a maximum number of issuers. The sector limit is the target number of issuers multiplied by the market value weight of the sector in the base universe multiplied by 125 percent. The rating limit is the target number of issuers multiplied by the market value weight of the rating notch in the base universe multiplied by 125 percent. Limits are rounded to the nearest whole issuer.
- **Ranking.** Issuers are ranked by the total amount outstanding of their bonds in the base universe, largest first.
- **Selection.** Issuers are added to the index one by one in rank order. An issuer is skipped if its sector or its rating notch has reached its limit. Selection stops when the target number of issuers is held or when no remaining issuer fits within the limits.
- **Bonds.** All base universe bonds of a selected issuer are included in the index.

If the sector and rating limits are exhausted before the target is reached, the index holds fewer issuers than the target until the next reconstitution.

Bond Pricing

The VettaFi IG Equal Issuer Weighted Family of Indices is calculated each trading day using bid pricing.

Constituent Weightings

Issuers are equal weighted. Each issuer receives a weight of one divided by the number of selected issuers. The bonds of each issuer are scaled to the weight of the issuer and within the issuer are weighted as follows.

The relative weight between the bonds of each issuer is initially computed based on their market value.

The weighted average duration of the index is then compared against the weighted average duration of the base universe. The weights of the bonds within each issuer are adjusted iteratively in small steps, moving weight toward longer or shorter bonds as needed, until the duration of the index is within 0.02 years of the base universe. Issuer weights are not changed by this step.

Index Maintenance

Rebalancing and Reconstitution

The indices are reconstituted once a year on the last business day of June. The full issuer selection described above is repeated on that date and issuers are reset to equal weight.

Between reconstitutions the indices are rebalanced monthly. The issuers held are carried forward. Each issuer is carried at the weight it has reached through market movement over the month. These weights are scaled to sum to 100 percent. Issuer weights are not reset to equal weight between reconstitutions.

At each monthly rebalance, bonds of a held issuer that have entered the base universe are added. Bonds that have left the base universe are dropped. An issuer whose bonds have all left the base universe, for example on a downgrade below investment grade, drops out of the index until the next reconstitution.

Within each issuer the bonds are reweighted by market value and the duration matching step is repeated at every monthly rebalance.

Updates to the bond level composition are made on the last business day of the month and take effect on the first day of the following month. This composition remains constant throughout the month.

Corporate Actions

Please refer to the Fixed Income Index Maintenance Policy document for information on Corporate Action processing.

Index Information

Index history availability, base dates and base values are shown in the table below.

Index	Ticker	Currency	Base Date	Base Value	Live Date
VettaFi US IG Equal Issuer Weighted Index	VFLISI	USD	06/30/2004	100	09/30/2025
VettaFi EU IG Equal Issuer Weighted Index	VF_LISI_EU	EUR	06/30/2006	100	09/30/2025

Methodology Updates and Changes

Date	Version	Previous	New
Sep 2025	1.0.0		Initial Version

Index Calculation

Please refer to the Fixed Income Index Maintenance Policy document for information on index calculations.

Index Governance

The indices are governed and managed by a VettaFi Index Committee for the purpose of meeting the goals of the indices. For more information, please refer to the Index Governance document.

Index Policies

Please refer to the Index Policies document for information regarding Announcements, Holiday Schedules, Unexpected Exchange Closures, and Recalculation Policy.

Contact Information

For any questions regarding an index, please contact index.production@vettafi.com

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