

Bloomberg End of Month 5Y UST Future Capped Volatility Excess Return Index

August, 2024

Bloomberg

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Introduction

This document is intended to be read in conjunction with the [Bloomberg Turn of the Month Indices Methodology](#); these documents collectively constitute the index methodology for the Indices.

The Bloomberg End of Month 5Y UST Future Capped Volatility Excess Return Index aims to reflect the performance of a strategy that seeks to exploit price movements of the 5-Year US Treasury Note Futures for each month. Three Rebalance Business Days prior to the last Rebalance Business of each month, the Index enters into long positions in the Selected Futures Contract over three Rebalance Business Days in equal proportions, and then exits its position on the last Rebalance Business Day. A leverage factor of five and a calculated Volatility Factor are applied to the Selected Futures Contract position. The calculation of the Indices follows the methodology specified in the [Bloomberg Turn of the Month Indices Methodology](#). There are no minimum liquidity requirements.

Index Specification

Eligible Futures Contracts	The set of Futures Contracts, listed on the relevant Exchange whose ticker on the Bloomberg Professional Services starts with the relevant Future Contract Ticker Prefix and relevant Eligible Months, that is available on such Index Business Day.
Eligible Months	March (H), June (M), September (U), December (Z)
Entry Rebalance Length	3 (three) Rebalance Business Days
Entry Rebalance Start Date	For each month, the Rebalance Business Day that is 3 (three) Rebalance Business Days prior to the last Rebalance Business Day of the month.
Exchange	Chicago Board of Trade (CBOT)
Exit Rebalance Day	Last Rebalance Business Day of each month

Fixings	<table border="1"> <thead> <tr> <th>Fixing</th> <th>Price Source</th> <th>FX Data Source</th> </tr> </thead> <tbody> <tr> <td>Closing Fixing</td> <td>The official settlement price as sourced from the Bloomberg Professional Services data field "PX_SETTLE"</td> <td>BISL Derived FX Data Methodology BFIX London 4 P.M.</td> </tr> </tbody> </table>	Fixing	Price Source	FX Data Source	Closing Fixing	The official settlement price as sourced from the Bloomberg Professional Services data field "PX_SETTLE"	BISL Derived FX Data Methodology BFIX London 4 P.M.
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Funded Constituents	n/a
Futures Contract Ticker Prefix	FV
Index Base Date	3 rd January 2000
Index Base Value	100.0000
Index Business Days	Rebalance Business Day
Index Commencement Date	27 th August 2024
Index Currency	USD
Leverage	The factor of 5 (five).

Lookback window	<table border="1"> <thead> <tr> <th>Volatility Term</th> <th>Lookback Window</th> </tr> </thead> <tbody> <tr> <td>Short-term (ST)</td> <td>10 Pricing Days</td> </tr> <tr> <td>Medium-term (MT)</td> <td>60 Pricing Days</td> </tr> <tr> <td>Long-term (LT)</td> <td>120 Pricing Days</td> </tr> </tbody> </table>	Volatility Term	Lookback Window	Short-term (ST)	10 Pricing Days	Medium-term (MT)	60 Pricing Days	Long-term (LT)	120 Pricing Days
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Maximum Volatility Factor	1 (one)
Minimum Volatility Factor	0 (zero)

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Index	0 (zero)						
Price	0 (zero)						

	Spot Exchange Rate	0 (zero)
Price Currency	USD	
Pricing Days	Rebalance Business Day	
Rebalance Business Days	A day on which the relevant Exchange is scheduled to be open for trading and on which settlement activities are performed for the Selected Futures Contracts.	
Selected Futures Contract	For each Index Business Day, the Eligible Futures Contract with the earliest Specification Date that is greater than, and does not fall on the same month as such Index Business Day.	
Specification Date	For each Eligible Future Contract, the first day on which a notice of intent to deliver can be made, the First Notice Date (FND), as sourced from the Bloomberg Professional Services data field "FUT_NOTICE_FIRST".	
Ticker	BEOMFVVE	
Transaction Cost Factor	0.00390625	
Unfunded Constituents	The Selected Futures Contract whose Fixed Weight is 100%.	
Units Determination Business Days	Rebalance Business Day	
Unit Determination Date	1 (one) Rebalance Business Day prior to the Entry Rebalance Start Date.	
Volatility Target	30%	
Weighting Scheme	Fixed Weight	

Environmental, Social and Governance (ESG) Disclosures

This Index does not take into account any ESG factors or pursue any ESG objectives. Please refer to the [Bloomberg Turn of the Month Indices Methodology](#) for ESG disclosures.

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