

UK LDI DATA SHEET

31 January 2022

	TODAY	1 MONTH	3 MONTHS
	31 Jan 22	31 Dec 21	29 Oct 21
Conventional gilts (zc) (% pa)			
5 year	1.12	0.80	0.85
10 year	1.37	1.02	1.07
20 year	1.54	1.22	1.21
50 year	1.15	0.80	0.82

	31 Jan 22	31 Dec 21	29 Oct 21
Index-linked gilts (zc) (% pa)			
5 year	-3.15	-3.27	-3.37
10 year	-2.73	-2.89	-2.85
20 year	-2.32	-2.49	-2.51
50 year	-2.17	-2.32	-2.33

	31 Jan 22	31 Dec 21	29 Oct 21
Gilt breakeven inflation (zc) (% pa)			
5 year	4.41	4.20	4.37
10 year	4.21	4.03	4.03
20 year	3.95	3.80	3.82
50 year	3.39	3.19	3.23

	31 Jan 22	31 Dec 21	29 Oct 21
Interest rate swaps (zc) (% pa)			
5 year	1.33	1.05	1.07
10 year	1.23	0.95	0.98
20 year	1.14	0.88	0.90
50 year	0.87	0.65	0.56

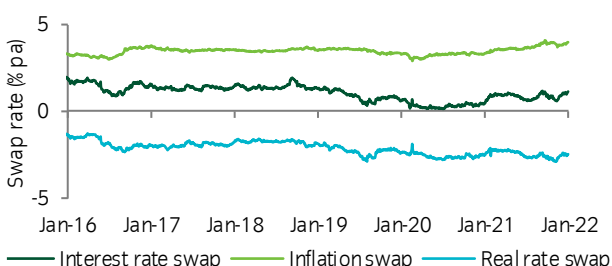
	31 Jan 22	31 Dec 21	29 Oct 21
Inflation swaps (zc) (% pa)			
5 year	4.72	4.46	4.64
10 year	4.36	4.17	4.19
20 year	3.99	3.80	3.85
50 year	3.42	3.25	3.34

	31 Jan 22	31 Dec 21	29 Oct 21
Z-spread (zc) (bp pa)			
Conventional 10 year	13	7	8
Conventional 20 year	39	33	31
Conventional 30 year	41	32	34
Index-linked 10 year	27	21	24
Index-linked 20 year	42	33	34
Index-linked 30 year	42	33	35

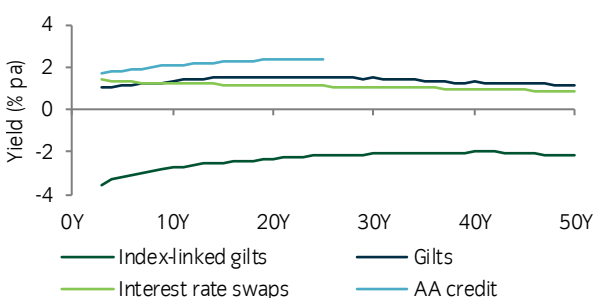
	31 Jan 22	31 Dec 21	29 Oct 21
Financing rates (% pa)			
3 month repo rate	0.58	0.43	0.38
3 month SONIA swap rate	0.52	0.34	0.25
6 month repo rate	0.79	0.61	0.56
6 month SONIA swap rate	0.72	0.50	0.45

	31 Jan 22	31 Dec 21	29 Oct 21
Other rates (% pa)			
20 year conventional gilt rate 3 years forward	1.63	1.31	1.25
20 year conventional gilt rate 5 years forward	1.65	1.34	1.28

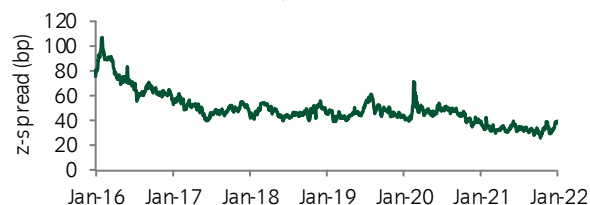
20 year swap rates (zc)



Swap rates by maturity (coupon paying instrument)



20 year index-linked z-spread



CDS spread (bp)

	31 Jan 22	31 Dec 21	29 Oct 21
iTraxx Europe 5 year (on-the-run-series)	59	48	51
iTraxx Europe 10 year (on-the-run-series)	98	87	90
CDX 10 year (on-the-run-series)	99	89	92

Equity markets	31 Jan 22	31 Dec 21	29 Oct 21
UK - FTSE100	7,464	7,385	7,238
US - S&P 500	4,516	4,766	4,605
Europe - Eurostoxx	4,175	4,298	4,251
Japan - Topix	1,896	1,992	2,001

Equity volatility	31 Jan 22	31 Dec 21	29 Oct 21
VIX Index	24.8	17.2	16.3

Currency	31 Jan 22	31 Dec 21	29 Oct 21
GBPUSD	1.34	1.35	1.37
GBPEUR	1.20	1.19	1.18

All data sources are Bloomberg, Barclays Capital and Insight. Data as at close of business on dates specified.
All yields displayed are annualised.

DEFINITIONS

Basis point (bp)

A unit of measure equal to 1/100th of 1%.
i.e. 0.01%.

BOE

Bank of England.

Credit spread

The difference in yield between AA corporate bonds and government bonds.

Forward rate

The agreed future yield of an asset
e.g. the 30 year swap rate starting
3 years hence.

Inflation swaps

A contractual agreement where an investor pays a fixed rate and receives a payment linked to inflation. There is no exchange of principal at inception or maturity. The percentage level refers to the fixed rate that is paid as part of the swap.

Interest rate swaps

A contractual agreement to exchange a stream of periodic payments between counterparties, usually taking the form of exchanging a fixed rate for a floating rate. The agreement defines the dates when the cash flows are to be exchanged and the way that they are calculated. The percentage level refers to the fixed rate that is paid or received as part of the swap.

For further information please contact:

Institutional Business Development

businessdevelopment@insightinvestment.com
020 7321 1552

European Business Development

europe@insightinvestment.com
+49 69 12014 2650
+44 20 7321 1928

Real rate swaps

The real rate is the interest rate swap rate discounted by the inflation swap rate.

Repo rate

The market rate for gilt repurchase agreements as published by the Bank of England.

SONIA

Sterling Overnight Interbank
Average rate. Note: SONIA interest rate swap rates used

Swaption

A swaption is an option granting its owner the right but not the obligation to enter into an underlying swap at some future date.

VIX

Chicago Board Options Exchange Market Volatility Index. A measure of the implied volatility of S&P 500 index options. It represents one measure of the market's expectation of stock market volatility over the next 30 day period.

Zero Coupon (zc)

Zero coupon instruments are those that do not pay interest periodically but rather pay an accumulated sum rolled up at maturity.

Z-spread

The z-spread is the difference in yield between a government issued bond and its corresponding swap derivative. More specifically, the Z-spread is the parallel shift applied to the SONIA swap curve such that when a bond's cash flows are discounted by the resulting discount factors at each annual maturity, the present value equals the market price of the bond. Here we are showing a positive Z-spread number to mean that gilt yields are higher than swap yields with equal durations.

All data sources are Bloomberg except 20 year index-linked z-spread which is sourced from Barclays Capital.

Consultant Relationship Management

consultantrelations@insightinvestment.com
020 7321 1023

The data contained within this document is provided subject to this disclaimer and is provided for information purposes only. Insight Investment Management (Global) Limited ("Insight") has prepared this document based on data (some or all of which may have been provided to it by third parties) which has not been verified by Insight. Numbers are unaudited and should only be used as guidance. Accordingly, Insight accepts no responsibility whatsoever (whether in contract, tort or otherwise, except to the extent that any such liability cannot be excluded by law) for the provision of the information contained in this document or any other written or oral information made in connection with, including, but not limited to, the accuracy or reliability of any such information. Insight cannot be held liable for any trading or other decisions based on them.

This document should not be amended or forwarded to a third party without the prior written consent of Insight.

This document is a financial promotion and is not investment advice. Unless otherwise attributed the views and opinions expressed are those of Insight Investment at the time of publication and are subject to change. This document may not be used for the purposes of an offer or solicitation to anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such offer or solicitation. Insight does not provide tax or legal advice to its clients and all investors are strongly urged to seek professional advice regarding any potential strategy or investment. Issued by Insight Investment Management (Global) Limited. Registered office 160 Queen Victoria Street, London EC4V 4LA. Registered in England and Wales. Registered number 00827982. Authorised and regulated by the Financial Conduct Authority. FCA Firm reference number 119308.

© 2022 Insight Investment. All rights reserved.