

SX 40 - FACTSHEET MARCH - 2025



METROPOLITAN STOCK EXCHANGE

ABOUT THE INDEX

SX40 is the flagship Index of the Metropolitan Stock Exchange of India Limited. It is a adjusted free float weighted market capitalization based index with sector capping at 40% of the total index, and within each sector no more than 10 stocks are permitted, comprising 25% of the total index.

Objective

SX40 is designed to be a performance benchmark and facilitate creation of efficient investment and risk management instruments. It would also help in structuring passive investment vehicles.

PERFORMANCE OF SX40



Quick Facts

- **Index Universe:**
Large Cap companies
- **No. of Companies:** 40
- **Base Date:** March 31, 2010
- **Base Value:** 10,000
- **Currency:** Indian Rupee
- **Index Basket Recasting:**
Semi-annually
- **Minor Share Issuance adjustment:** Monthly
- **Methodology:**
Adjusted Free-float weighted market capitalisation

Index Code

- **Bloomberg:** SX40 Index
- **Thomson Reuters:** MCSX40
- **TickerPlant:** SX40

RETURN IN %

Years	Returns %	STD Dev %	P/E
FY 15-16	-8.13%	1.06%	21.39
FY 16-17	16.95%	0.76%	22.68
FY 17-18	9.44%	0.61%	24.20
FY 18-19	14.33%	0.79%	27.87
FY 19-20	-25.05%	1.74%	19.59
FY 20-21	76.60%	1.41%	35.67
FY 21-22*	17.27%	1.00%	29.36
FY 22-23*	-3.79%	0.95%	16.73
FY 23-24*	26.42%	0.62%	19.87
FY 15-25*	163.75%	1.04%	17.57

* Data as on March 2025

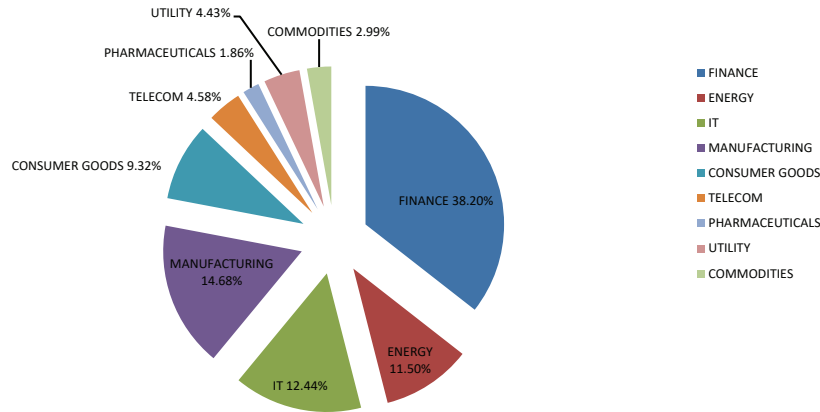
Selection Criteria

- Underlying stocks must have a positive network
- The stock must have free float of at least 10% and should be within top 100 liquid companies
- Industry capping at 40%
- Within Industry 25% stock capping
- Top 40 companies meeting above criteria constitute SX40

KEY FEATURES

- Superior return and risk adjusted return
- A unique index of India, benchmarking global best practices of index designing
- Better reflection of the organised sector in the economy through optimal representation of various industries & sectors
- Rule based, index methodology - easily replicable.
- Low cost for funds (MFs and ETFs) - construction and maintenance
- Low tracking error for passive portfolio management (MFs, ETFs, etc.)

INDUSTRY WEIGHTS (%)



TOP 10 CONSTITUENTS

Names	Symbol	Weightage %	Capped FF Market Cap (In Cr.)
HDFCBANK	13.74%	FINANCE	13,98,151
RELIANCE	9.67%	ENERGY	9,83,899
ICICIBANK	9.33%	FINANCE	9,49,961
INFY	5.55%	IT	5,65,197
ITC	5.03%	CONSUMER GOODS	5,12,246
BHARTIARTL	4.58%	TELECOM	4,65,661
LT	4.04%	MANUFACTURING	4,10,858
TCS	3.62%	IT	3,68,214
KOTAKBANK	3.14%	FINANCE	3,19,873
AXISBANK	3.09%	FINANCE	3,14,202

* Data as on March 2025

SX40 vs International Best Practice

Parameters	SX40	International Practices
Minimum Free Float	10%	FTSE-25%, CAC 20%, S&P 500- 50%
Liquidity	Within Top 100	NIKKEI: Turnover as Liquidity
Review	Semi-annually	Quarterly, Half yearly, Annual, Need Based
Minor Share Issuance adjustment Free Float Change	Monthly	DAX, FTSE: Qtrly, 10% and above changed else annual, Nasdaq, S&P 500 Qtrly if less than 5%
Industry Cap	40%	S&P/TSX (10% & 25% Capped)



METROPOLITAN STOCK EXCHANGE OF INDIA LIMITED

Building A, Unit 205A, 2nd Floor, Piramal Agastya Corporate Park, L.B.S Road, Kurla West, Mumbai - 400 070 | T: +91-22-6112 9000 | F: +91-22-6112 9009

Disclaimer: All the information in the brochure, including, but not limited to, characters, data, charts and tables (hereinafter referred to as "information") are properties of Metropolitan Stock Exchange of India Limited (hereinafter referred to as "MSEI") except for the brand names and logos if any belonging to other persons or entities. The contents of this document are solely for informational purposes. It is not intended to be used as trading advice by anybody and should not in any way be construed as a recommendation to trade. While the information in the document has been compiled from various sources believed to be reliable and in good faith, recipients and audience of this document may note that the contents thereof including text, graphics, links or other items are provided without warranties of any kind and the content, accuracy, opinions expressed by these resources are not investigated, verified, monitored, or endorsed by MSEI. MSEI expressly disclaims any warranty as to the accuracy, correctness, reliability, timeliness, merchantability or fitness for any particular purpose and shall not be liable for any damage or loss of any kind or expenses arising in connection thereto including without limitation direct or indirect, special, incidental, or consequential damages, howsoever caused as a result (direct or indirect) of the use of the information or data contained in this document. The charts and graphs may reflect hypothetical historical performance. All information presented prior to the index inception date is back-tested. Back-tested performance is not actual performance, but is hypothetical. SX-40 and the SX40 logo are proprietary trademarks of MSEI.