MSE

METROPOLITAN STOCK EXCHANGE

SX 40 - FACTSHEET
OCTOBER - 2025

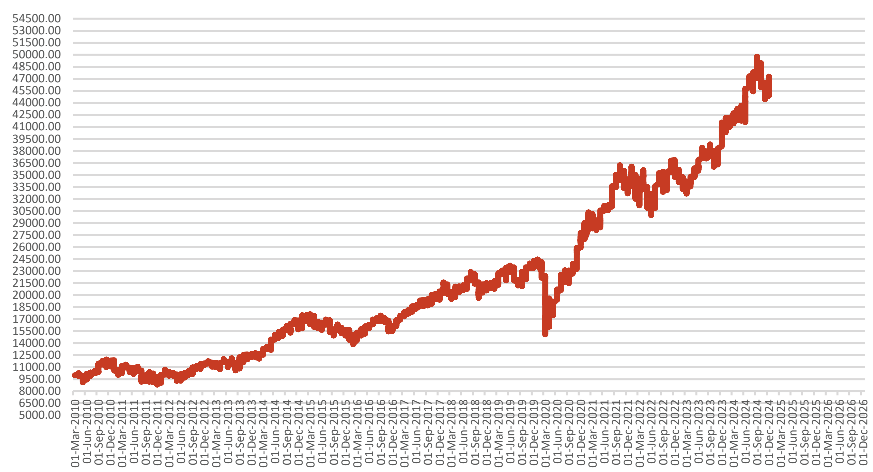
ABOUT THE INDEX

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



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*	185.88%	1.03%	20.95

* Data as on Oct 2025

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

Selection Criteria

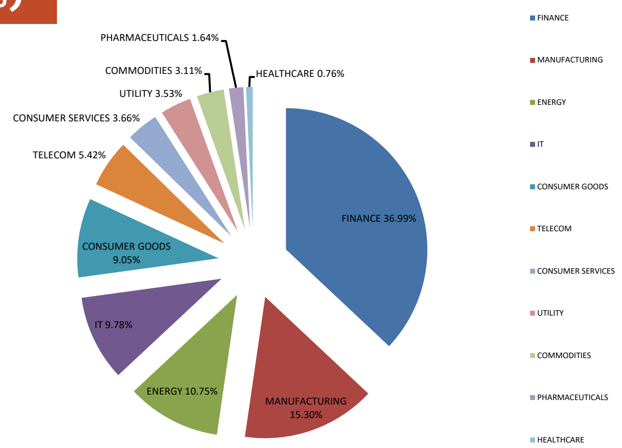
- Underlying stocks must have a positive networth
- The stock must have free float of at least 10% and should be within top 100 liquid companies
- Industry capping at 40%
- Within Industry 25% stock capping

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

Symbol	Weightage %	Sector	FF Market Cap (In Cr.)
HDFCBANK	13.48%	FINANCE	15,14,550
RELIANCE	9.09%	ENERGY	10,21,343
ICICIBANK	8.52%	FINANCE	9,57,608
BHARTIARTL	5.42%	TELECOM	6,09,402
INFY	4.75%	IT	5,33,786
ITC	4.68%	CONSUMER GOODS	5,25,638
LT	4.23%	MANUFACTURING	4,75,597
SBIN	3.46%	FINANCE	3,88,796
AXISBANK	3.13%	FINANCE	3,52,095
M&M	3.02%	MANUFACTURING	3,39,196

* Data as on Oct 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)

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