

Headline: Nifty Bank Index: its methodology and performance

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Nifty Bank Index: its methodology and performance



THE NIFTY Bank Index comprises of the most liquid and large Indian Banking stocks. It provides investors and market intermediaries a benchmark that captures the capital market performance of the Indian banks. The Index has 12 stocks from the banking sector which trade on the NSE.

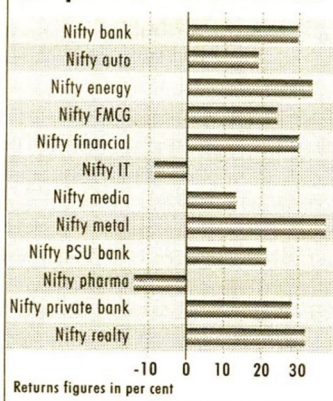
NIFTY Bank Index is computed using free float market capitalisation method. NIFTY Bank Index can be used for a variety of purposes such as benchmarking fund portfolios, launching of index funds, ETFs and structured products.

Index Variant: NIFTY Bank Total Returns Index.

Eligibility Criteria for Selection of Constituent Stocks:

- i. Companies must rank within top 800 based on both average daily turnover & average daily full market capitalisation for the last six months.
- ii. Companies should form a part of the Banking sector.
- iii. The company's trading frequency should be at least 90% in the

Comparison of sector indices



last six months.

- iv. The company should have a listing history of 6 months. A company which comes out with an IPO will be eligible for inclusion in the index, if it fulfills the normal eligibility criteria for the index for a 3 month period instead of a 6 month period.

Top constituents by weightage

Company's Name	Weight(%)
HDFC Bank Ltd.	33.25
ICICI Bank Ltd.	18.05
Kotak Mahindra Bank Ltd.	11.12
State Bank of India	10.15
Axis Bank Ltd.	8.19
IndusInd Bank Ltd.	7.40
Yes Bank Ltd.	5.99
Federal Bank Ltd.	2.02
Bank of Baroda	1.39
Punjab National Bank	1.05

Note: Calculated as on July 27, 2017
Source: NSE Indexogram

- v. Companies that are allowed to trade in Futures & Options segment are only eligible to be constituent of the index.

- vi. Final selection of 12 companies will be done based on the free-float market capitalisation of the companies.