IISL
INDIA INDEX SERVICES & PRODUCTS LIMITED
(A joint venture of NSE & CRISIL)

PRESS RELEASE

LAUNCH OF NEW INDICES

In continuation of its efforts to develop indices that meet the requirements of market participants, IISL proposes to launch the following Indices:

1. CNX Consumption Index
2. CNX Auto Index
3. CNX Metal Index

CNX Consumption Index

The CNX Consumption Index is designed to reflect the behaviour and performance of a diversified portfolio of companies representing the domestic consumption sector.

Methodology:

The index is calculated using free float market capitalization methodology with a base date of January 2, 2006 indexed to a base value of 1000. The index is capped at a stock level of 10% i.e. no individual stock should have a weightage of more than 10% in the index at any given point of time.

Selection Criteria:

The criteria for the CNX Consumption Index include the following:

1. Companies must rank within the top 500 companies ranked by average free-float market capitalization and aggregate turnover for the last six months.
2. More than 50% of the company's revenue must come from domestic markets (other than export income).
3. The company's trading frequency should be at least 90% in the last six months.
4. The company should have reported a positive net worth.
5. The company should have an investable weight factor (IWF) of at least 10%.

6. 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.
7. Final selection of 30 companies shall be done based on the free-float market capitalization of the companies.
8. The review will be carried out on a semi-annual basis.

CNX Auto Index and CNX Metal Index:

These Sectoral Indices are designed to indicate of the performance of the respective underlying sectors viz. Automobiles and Metals (including Mining) respectively.

Methodology:

The Sectoral Indices are computed using the free float market capitalization method with a base value of 1000. The base date for CNX Auto Index and CNX Metal Index is January 1, 2004.

Selection Criteria:

The criteria for the Sectoral Indices include the following:

1. Companies must rank within the top 500 companies by average free-float market capitalisation and aggregate turnover for the last six months.
2. The company's trading frequency should be at least 90% in the last 6 months.
3. The company should have reported a positive net worth.
4. 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.
5. Final selection of 15 companies for each index (within the respective sectors) shall be done based on the free-float market capitalization of the companies.
6. The review will take place on a semi-annual basis.

The indices will be maintained by IISL & calculated on an end-of-day basis. The indices will be launched with effect from July 12, 2011. The closing values of these indices would be available on www.nseindia.com.

Place: Mumbai

Date: July 11, 2011