

NATIONAL STOCK EXCHANGE OF INDIA LIMITED**DEPARTMENT : FUTURES & OPTIONS**

Download Ref No : NSE/FAOP/19896

Date : January 27, 2012

Circular Ref. No : 013/2012

All NSE Members,

Sub: Dissemination of CNX Dividend Opportunities Index in Futures and Options Segment

This is in reference to Capital Market circular No.065/2011 (download no. 19456) dated November 29, 2011 and 007/2012 (download no. 19882) dated January 25, 2012 regarding online dissemination of CNX Dividend Opportunities Index in Capital Market segment, wherein members have been informed that the values of the above mentioned index will be provided in the multiple index inquiry screen in NEAT and NEATPro. The details and fact sheet of CNX Dividend Opportunities Index are given in Annexure 1 and Annexure 2 respectively.

Consequently, the broadcast of the index will be made available to F&O members in NEAT F&O and NEATPro terminals under the multiple index inquiry screen with the name as mentioned in the below table:

Sr. No	Index Name	Broadcast Name
1	CNX Dividend Opportunities Index	CNX Dividend Oppt

The effective date for implementation of the above is Monday, January 30, 2012

**For and on behalf of
National Stock Exchange of India Limited**

**Suprabhat Lala
Vice President**

Telephone No	Fax No	Email id
+91-22-26598151/52/80	+91-22-26598449	fotrade@nse.co.in

ANNEXURE – 1

CNX Dividend Opportunities Index

Base Date and Value

The CNX Dividend Opportunities Index has a base date of October 01, 2007 and indexed to a base value of 1000.

Methodology

Computation of CNX Dividend Opportunities Index is based on free float methodology. There will be a ceiling on the weightage of individual securities as per the methodology specified / policies laid down by India Index Services & Products Ltd. (IISL).

Constituents of CNX Dividend Opportunities Index as on January 25, 2012

Sr. No.	Company Name	Symbol	Series
1	ACC LIMITED	ACC	EQ
2	ALLAHABAD BANK	ALBK	EQ
3	ANDHRA BANK	ANDHRABANK	EQ
4	ALSTOM PROJECTS INDIA LTD	APIL	EQ
5	ASHOK LEYLAND LTD	ASHOKLEY	EQ
6	ASIAN PAINTS LIMITED	ASIANPAINT	EQ
7	BAJAJ AUTO LIMITED	BAJAJ-AUTO	EQ
8	BAJAJ HOLDINGS & INVS LTD	BAJAJHLDNG	EQ
9	BANK OF BARODA	BANKBARODA	EQ
10	CANARA BANK	CANBK	EQ
11	CASTROL INDIA LTD	CASTROL	EQ
12	CHAMBAL FERTILIZERS LTD	CHAMBLFERT	EQ
13	COLGATE PALMOLIVE LTD.	COLPAL	EQ
14	COROMANDEL INTERNTL. LTD	COROMANDEL	EQ
15	CUMMINS INDIA LTD	CUMMINSIND	EQ
16	DENA BANK	DENABANK	EQ
17	DEWAN HOUSING FIN CORP LT	DEWANHOUS	EQ
18	ENGINEERS INDIA LTD	ENGINERSIN	EQ
19	GLAXOSMITHKLINE PHARMA LT	GLAXO	EQ
20	GUJ STATE FERT & CHEM LTD	GSFC	EQ
21	GLAXOSMITHKLINE CONSUMER	GSKCONS	EQ
22	HERO MOTOCORP LIMITED	HEROMOTOCO	EQ
23	HINDUSTAN PETROLEUM CORP	HINDPETRO	EQ
24	HINDUSTAN UNILEVER LTD.	HINDUNILVR	EQ
25	IDBI BANK LIMITED	IDBI	EQ
26	INDRAPRASTHA GAS LTD	IGL	EQ
27	INDIABULLS FIN. SER. LTD.	INDIABULLS	EQ
28	INDIA INFOLINE LIMITED	INDIAINFO	EQ

29	INDIAN BANK	INDIANB	EQ
30	INDIAN OVERSEAS BANK	IOB	EQ
31	ITC LTD	ITC	EQ
32	KARUR VYSYA BANK LTD	KARURVYSYA	EQ
33	LIC HOUSING FINANCE LTD	LICHSGFIN	EQ
34	M&M FIN. SERVICES LTD	M&MFIN	EQ
35	MCLEOD RUSSEL INDIA LTD.	MCLEODRUSS	EQ
36	NTPC LTD	NTPC	EQ
37	OIL INDIA LTD	OIL	EQ
38	OIL AND NATURAL GAS CORP.	ONGC	EQ
39	ORIENTAL BANK OF COMMERCE	ORIENTBANK	EQ
40	POWER FIN CORP LTD.	PFC	EQ
41	PUNJAB NATIONAL BANK	PNB	EQ
42	RALLIS INDIA LTD	RALLIS	EQ
43	RURAL ELEC CORP. LTD.	RECLTD	EQ
44	THE SOUTH INDIAN BANK LTD	SOUTHBANK	EQ
45	SREI INFRASTRUCTURE FINAN	SREINFRA	EQ
46	SYNDICATE BANK	SYNDIBANK	EQ
47	UCO BANK	UCOBANK	EQ
48	UNION BANK OF INDIA	UNIONBANK	EQ
49	VIJAYA BANK	VIJAYABANK	EQ
50	ZEE ENTERTAINMENT ENT LTD	ZEEL	EQ

Annexure 2

FACTSHEET

The CNX Dividend Opportunities Index is designed to provide exposure to high yielding companies listed on NSE while meeting stability and tradability requirements. The CNX Dividend Opportunities Index comprises of 50 companies. The methodology employs a yield driven selection criteria that aims to maximize yield while providing stability and tradability. Currently the index comprises of companies from 24 different sectors.

Methodology:

The index is calculated using free float market capitalization methodology with a base date of October 1, 2007 indexed to a base value of 1000. At the time of rebalancing of shares/ change in index constituents/ change in investable weight factors (IWFs), the weightage of the index constituent (where applicable) is capped at 8%. Weightage of such stock may increase up to a maximum of 10% between the rebalancing periods.

Market Representation:

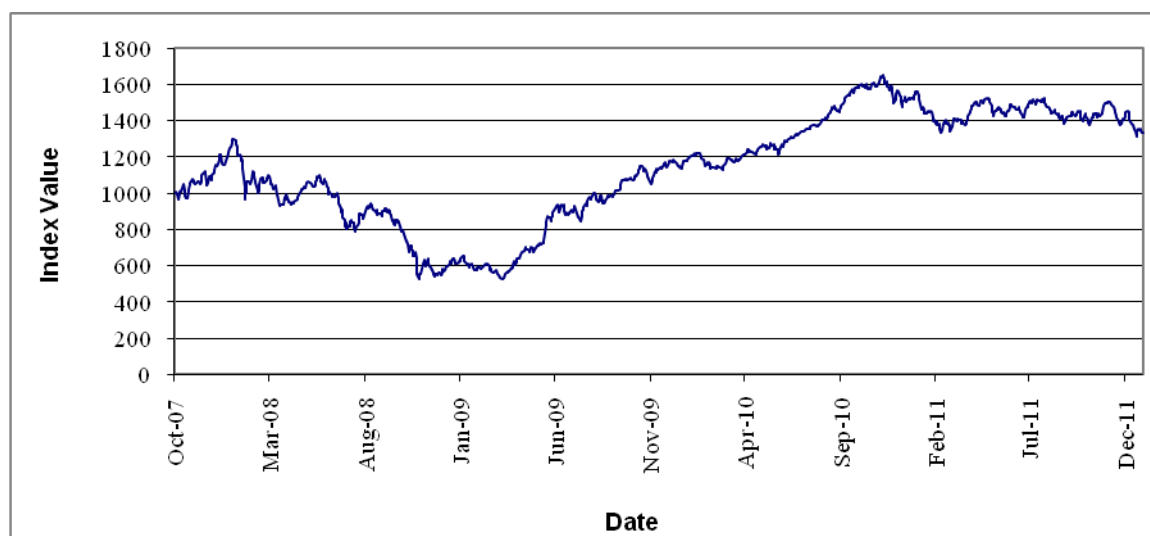
- The CNX Dividend Opportunities Index represents about 19.34% of the free float market capitalization of the stocks listed on NSE as on December 30, 2011.
- The total traded value for the last six months of all CNX Dividend Opportunities Index constituents is approximately 11.97% of the traded value of all stocks on NSE as on December 30, 2011

Selection Criteria:

The criteria for the CNX Dividend Opportunities Index include the following:

1. Companies must rank within the top 300 by average free-float market capitalization and aggregate turnover for the last six months.
2. Companies should have a positive net worth as per latest annual audited results.
3. Companies must have reported net profit as per latest annual audited results.
4. Top 50 companies ranked by annual dividend yield will form part of the index.
5. In order to reduce the turnover of constituents that form part of the index, a buffer of 100% of total number of index constituents shall be applied at the time of each review. This means that if the existing constituent at the time of the review ranks within the top 100 rank, the same can be retained in the index.

Index Performance:



Statistics:

Period	Returns (%)	Volatility (%)	Avg. Daily Return (%)
1 year	-14.42	0.97	-0.06
3 years	113.22	1.26	0.10
Since Inception	33.42	1.65	0.03

*As on December 30, 2011

Top 10 Constituents:

Company Name	Mkt.Cap.* (Rs. Cr.)	Weight (%)
I T C Ltd.	28463	10.04
Oil & Natural Gas Corporation Ltd.	28240	9.96
Hindustan Unilever Ltd.	27905	9.84
NTPC Ltd.	20558	7.25
Hero MotoCorp Ltd.	18180	6.41
Asian Paints Ltd.	11742	4.14
Bank of Baroda	11196	3.95
ACC Ltd.	10609	3.74
Punjab National Bank	10389	3.66
Glaxosmithkline Pharmaceuticals Ltd.	8128	2.87

* Free Float Market Capitalization as on December 30, 2011

Sector Break Up:

Sr. No.	Industry	Mkt. Cap. (Rs. Cr.)*	Weight (%)
1	Banks	57120	20.14
2	Oil Exploration/Production	31860	11.24
3	Cigarettes	28463	10.04

4	Diversified	27905	9.84
5	Power	20558	7.25
6	Automobiles - 2 And 3 Wheelers	18180	6.41
7	Paints	12472	4.40
8	Cement And Cement Products	10609	3.74
9	Financial Institution	9833	3.47
10	Pharmaceuticals	9430	3.33
11	Finance	8279	2.92
12	Finance - Housing	7672	2.71
13	Personal Care	6601	2.33
14	Media & Entertainment	6441	2.27
15	Food And Food Processing	6073	2.14
16	Fertilisers	5671	2.00
17	Diesel Engines	4757	1.68
18	Petrochemicals	2986	1.05
19	Gas	2630	0.93
20	Engineering	1360	0.48
21	Pesticides And Agrochemicals	1152	0.41
22	Tea And Coffee	1121	0.40
23	Electrical Equipment	626	0.22
24	Computers - Software	615	0.22
25	Chemicals - Inorganic	604	0.21
26	Electrodes	544	0.19
	TOTAL	283562	100.00

* Free Float Market Capitalization as on December 30, 2011