

# Russell 2500 40 Act Daily Capped Index

## About the index

The Russell 2500™ 40 Act Daily Capped Index measures the performance of the Small to Mid Cap segment of the US equity universe, with a capping methodology applied. Russell 2500 40 Act Daily Capped Index is a subset of the Russell 2500 Index and includes approximately 2,500 of the smallest securities in the Russell 3000 based on a combination of their market cap and current index membership. The Russell 2500 40 Act Daily Capped Index has been created in consideration of the definition of a “Diversified Company” via section 5(b)(1) of the Investment Company Act of 1940 (40 Act). At the quarterly index reviews, all companies that have a weight greater than 4.5% in aggregate are no more than 22.5% of the index, and no individual company in the index has a weight greater than 22.5% of the index. The index is monitored daily to ensure that constituent weights do not breach 40 Act thresholds.

## Index characteristics

(As of 3/31/2025)

	Russell 2500 40 Act Daily Capped	Russell 2500™
Price/Book	2.22	2.22
Dividend Yield	1.58	1.58
P/E Ex-Neg Earnings	18.91	18.91
EPS Growth - 5 Years	12.46	12.46
Number of Holdings	2,450	2,450

## Market capitalization (in billions USD)

(As of 3/31/2025)

	Russell 2500 40 Act Daily Capped	Russell 2500™
Average Market Cap (\$-WTD)	\$7.863	\$7.863
Median Market Cap	\$1.266	\$1.266
Largest Stock by Market Cap	\$44.770	\$44.770

## True representation of the US equity market

### Objective construction methodology

Provides and unbiased complete view of the US equity market and underlying market segments

### Capping approach

The index capping methodology applied to the Russell US 40 Act Daily Capped Indexes aims to adhere to the 40 Act “diversified company” definition while reducing the probability that index constituents breach the 5/25 rule and reflecting the profile of the underlying uncapped index.

### Reliable maintenance and governance

Disciplined, reliable maintenance process backed by a well-defined, balanced governance system ensures the indexes continue to accurately reflect the market

## Tickers

### Russell 2500™

For more information, including a list of ETFs based on FTSE Russell Indexes, please call us or visit [lseg.com/ftse-russell](https://lseg.com/ftse-russell)

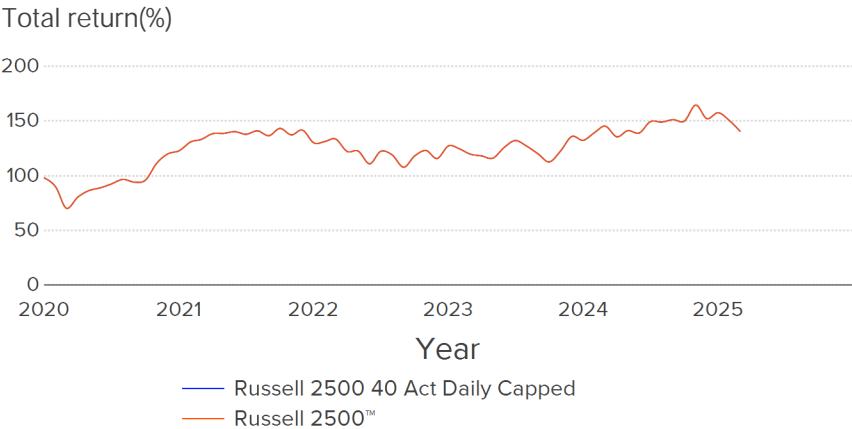
The launch date of the Russell 2500 40Act is February 23, 2021. The launch date of the Russell 3000® Index is January 1, 1984. All performance presented prior to the index launch date is back-tested performance. Please see disclaimer for important legal information.

Performance

	1 yr	3 yr	5 yr	10 yr	2020	2021	2022	2023	2024	2025
Russell 2500 40 Act Daily Capped	-3.11	1.78	14.91	-	19.99	18.18	-18.37	17.42	12.00	-7.50
Russell 2500™	-3.11	1.78	14.91	7.46	19.99	18.18	-18.37	17.42	12.00	-7.50

Data as of March 31, 2025. Past performance is no guarantee of future results. Returns shown may reflect hypothetical historical performance. Please see the final page for important legal disclosures.

Total return



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Annualized risk - Standard Dev (%)

	1 yr	3 yr	5 yr	10 yr
Russell 2500 40 Act Daily Capped	18.72	21.72	20.82	-
Russell 2500™	18.71	21.72	20.82	19.48

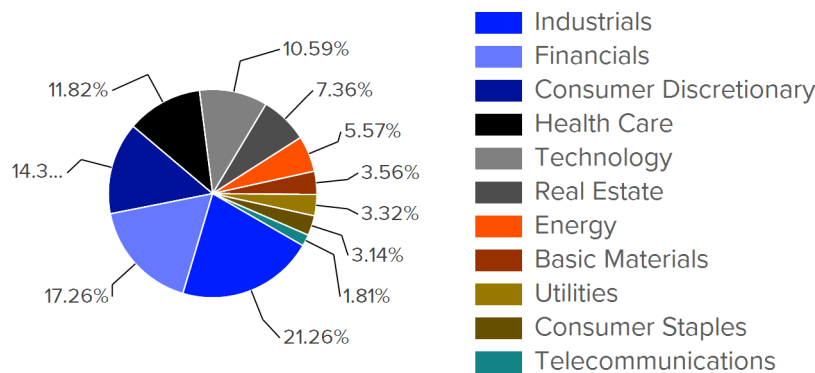
As of March 31, 2025

Sharpe Ratio

	1 yr	3 yr	5 yr	10 yr
Russell 2500 40 Act Daily Capped	-0.34	-0.01	0.64	-
Russell 2500™	-0.35	-0.01	0.64	0.38

As of March 31, 2025

ICB Industry



As of March 31, 2025

Top ten index constituents

Company	Industry
EQT Corporation	Energy
Robinhood Markets	Financials
Expand Energy Corp	Energy
Texas Pacific Land Corporation	Energy
Smurfit WestRock	Industrials
Carvana	Consumer Discretionary
NRG Energy	Utilities
Nisource	Utilities
Lennox Intl Inc	Industrials
Watsco Inc	Industrials

As of March 31, 2025

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