

SIP route the most preferred way as monthly New SIP accounts double in a year

Key Highlights

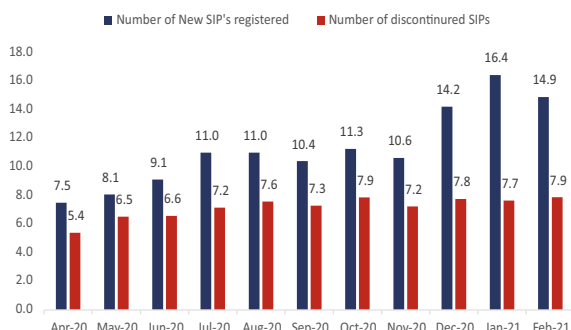
- Equity Mutual Funds continued the outflow trend in the month of February. Equity funds saw Rs.10468 crores of outflow in the month.
- Markets near all time high have seen investors staying off the mutual fund bourses. Investors have remained cautious during strong bull phases. Further inflows can be expected in case of future market corrections.
- SIP accounts have gained traction in the last year. Average new additions last year stood at 7 lakh per month, while currently it stands at 14.3 lakh a month.
- SIP inflows for the month of February'21 stood at Rs7528 crores slightly lower than last months 8023 crores mainly due to two non working days at the end of the month.
- All the Equity & Equity oriented mutual funds except for Multi Cap, Large & Mid cap fund and focused funds witnessed outflows in the month of February'21.
- Flexi Cap funds saw highest redemption at Rs 10430 crores followed by Large Cap funds at Rs. 1280 crores.
- During the course of the last 3 months a lot of funds have recategorized themselves from Multicap to flexi cap due to the updated SEBI norms. This uncertainty has also led to high redemptions in the flexi cap category.
- Net Inflows into Debt Funds stood at Rs.1734 crores. High outflows have been witnessed in the short term funds and corporate bond funds.
- Liquid funds have garnered most of the inflows as other funds have performed poorly in the last month due to rise in the 10 year bond yield.
- The Hybrid Category as a whole saw inflows worth Rs.4702 crores particularly on the back of high inflows in the arbitrage funds category to the tune of Rs. 5033 crores.
- The FII equity inflows were at 25787 crores in the month of February and has shown outflows in the month as on 9th March.

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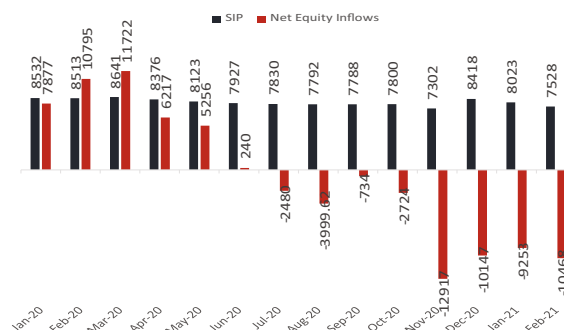
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Exhibit 1: Growth in SIP folios (in lakhs)



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Exhibit 2: Growth in investments through SIP

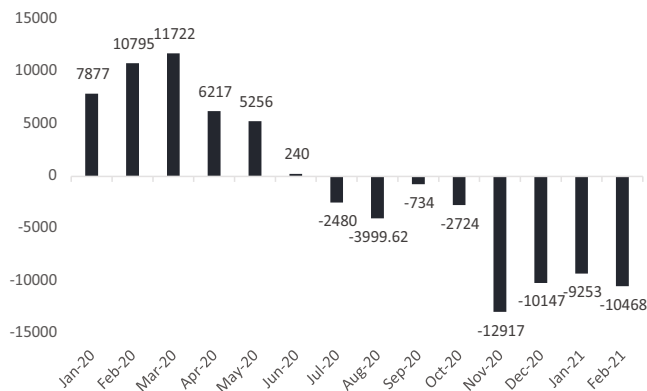


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Exhibit 3: Equity mutual funds inflow

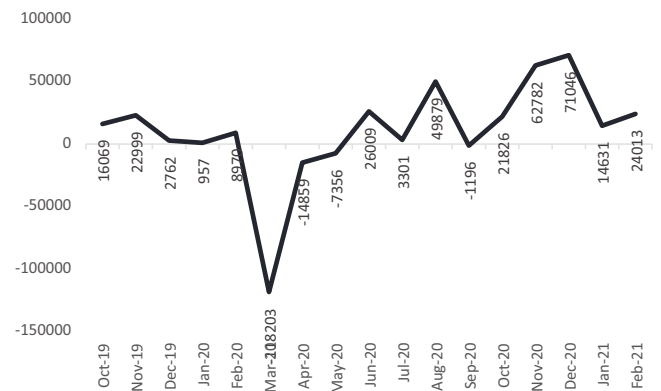
Equity funds continued the negative trends



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Exhibit 4: FPI Net inflows

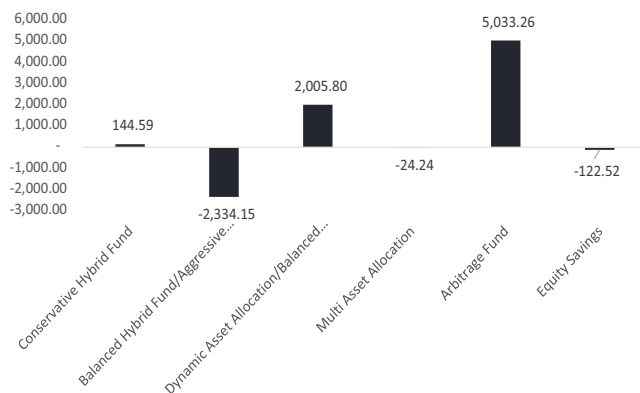
FPI's inflow slowed down in the month of January



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Exhibit 5: Hybrid Fund

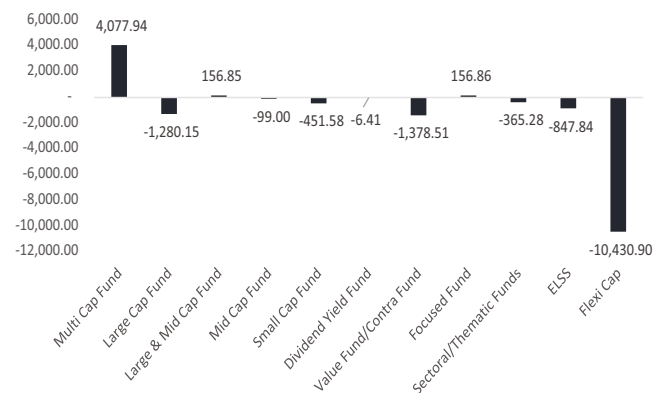
Balanced Advantage Funds saw the highest inflow



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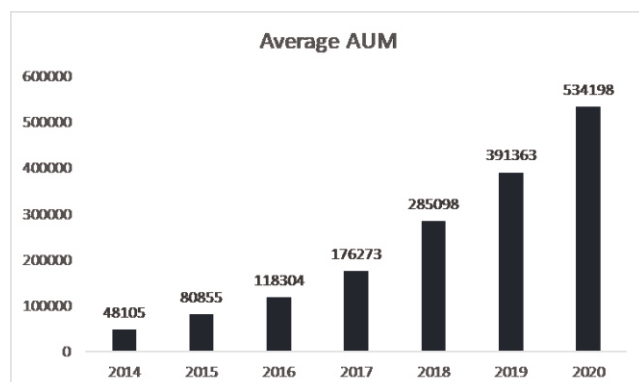
Exhibit 6: Equity funds segregation

Highest inflows into sectoral and multi cap funds



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Exhibit 7: Average AUM in NPS trust



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Exhibit 8: Subscriber base of NPS trust



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