

Domestic faith through SIP remains strong in volatile market

Key Highlights

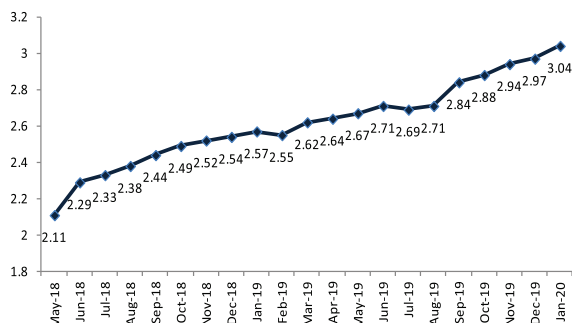
- Equity Inflows for the month of February 2020 stood at Rs.10795 crore as opposed to Rs 7877 crore in the month of January, indicating a 37% month on month growth.
- Global headwinds arising from the covid19 scare has got investors rushing to the safe havens of the world and amidst this slowdown the SIP numbers have been strong at 8513 crore as compared to 8532 crore a month ago.
- A broader based buying was seen in the equity mutual fund space. Every category except dividend yield and value fund have witnessed positive inflows into the category
- Sectoral Funds witnessed the highest inflows of Rs.1927 crores followed by Multi Cap and Large Cap funds at Rs1624 crore and Rs1606 crore respectively.
- Midcap and Smallcap funds have also been in favour in the market with inflows of Rs1451 crore and Rs 1498 crore respectively.
- With the approaching tax season the ELSS funds have witnessed high traction to the tune of Rs.871 crores in the month of February 2020.
- Medium duration(1-3 years) and Medium to long duration funds(3-7 years) have been out of flavour with the market since more than 6 months as to play the credit cycle people have started adapting to very low duration funds or fund duration with more than 7 years.
- Corporate Bond Funds have witnessed substantial rise in the inflows in the month of February'20 at Rs.2840 crore as compared to 1969 crores in January.
- Credit Risk Funds on the back of negative market sentiments saw net outflows in February'20 too with a net outflow of Rs.21917 crores since April 2019.
- Inflows into Other ETF's for the month of February stood at Rs16343 crore as opposed to Rs1872 crore in January. The higher inflows have been aided by investments from pension funds.
- Net Equity inflows by FII in February 2020 has been at Rs. 1820 crores. Inflows towards Indian debt papers stood at Rs.2097crores.

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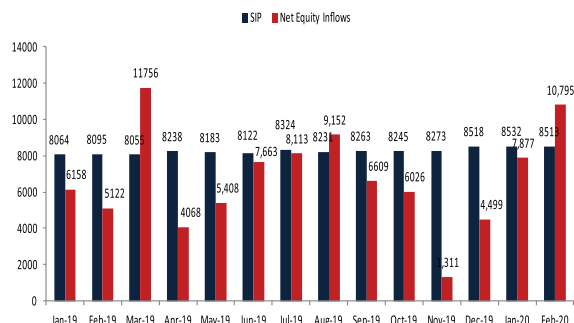
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Exhibit 1: Growth in SIP folios



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Exhibit 2: Growth in investments through SIP

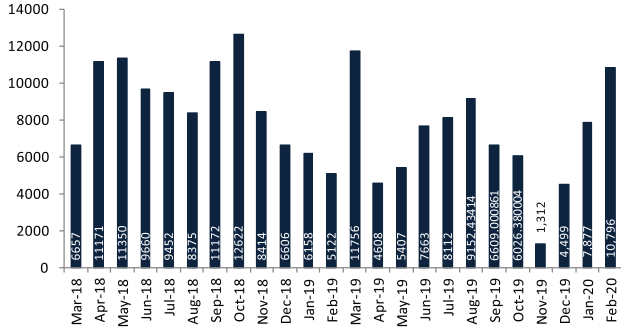


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Exhibit 3: Equity mutual funds inflow

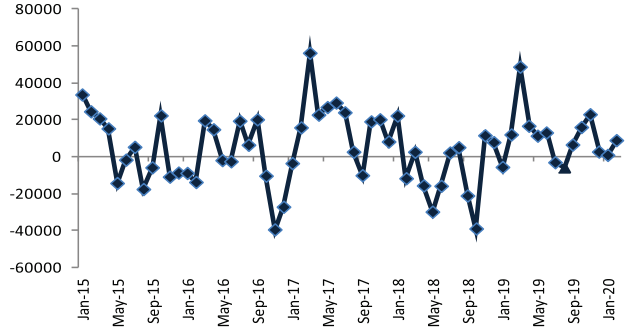
Equity funds in February'20 saw a sharp uptick



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Exhibit 4: FPI Net inflows

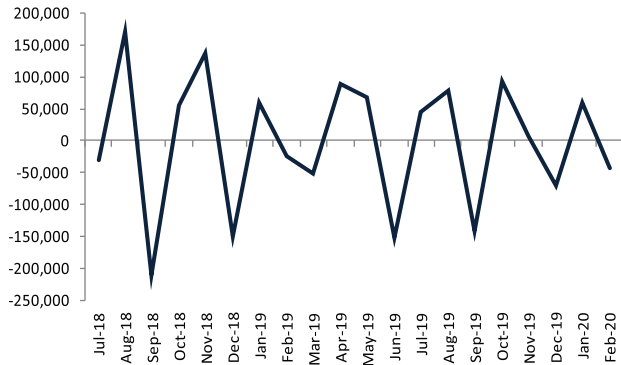
FPI's flow witnessed positive inflows in equity and debt



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Exhibit 5: Liquid funds

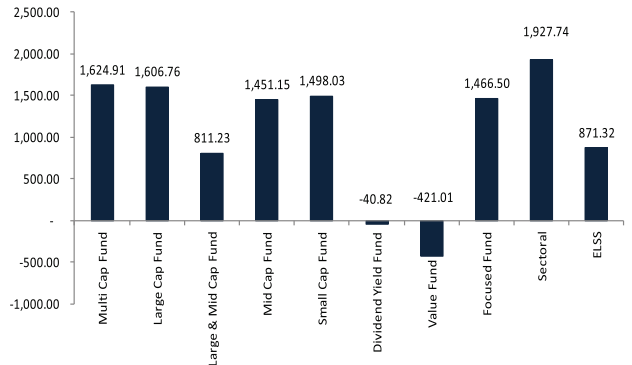
Liquid funds witnessed outflows



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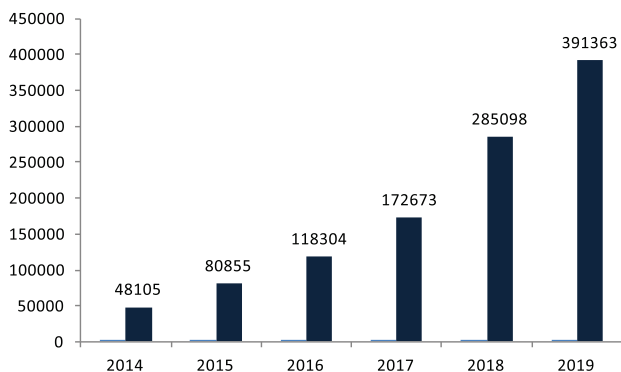
Exhibit 6: Equity funds segregation

Highest inflows in sectoral/thematic funds



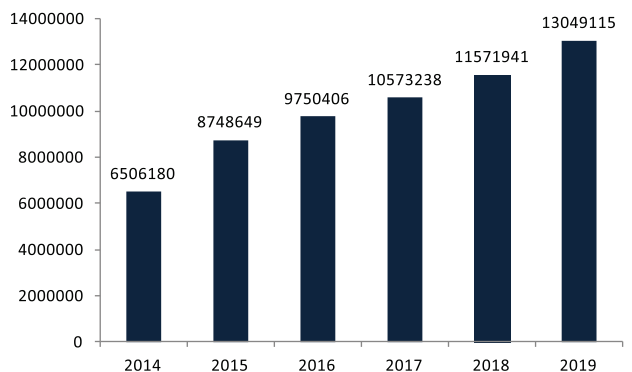
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Exhibit 7: Average AUM in NPS trust



source-NPS

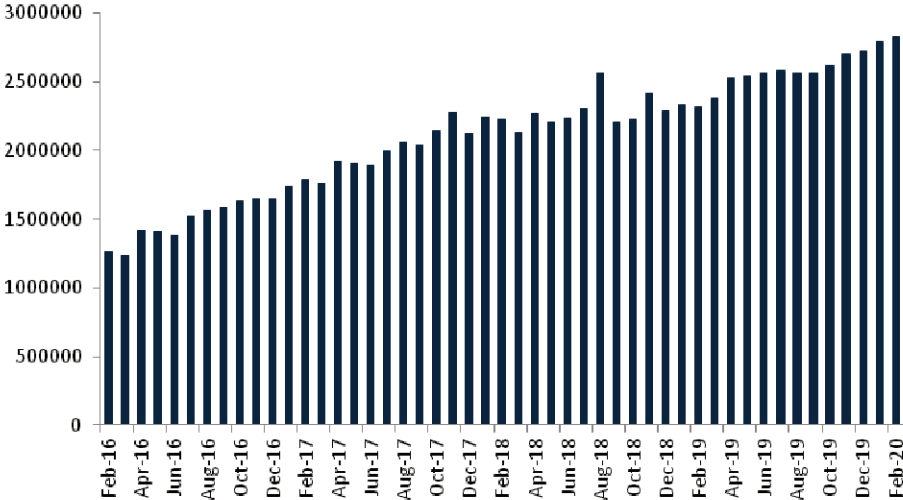
Exhibit 8: Subscriber base of NPS trust



source-NPS

Exhibit 9: AUM Growth of Mutual funds

The AUM of mutual funds rose in the month of February'20



source-AMFI

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