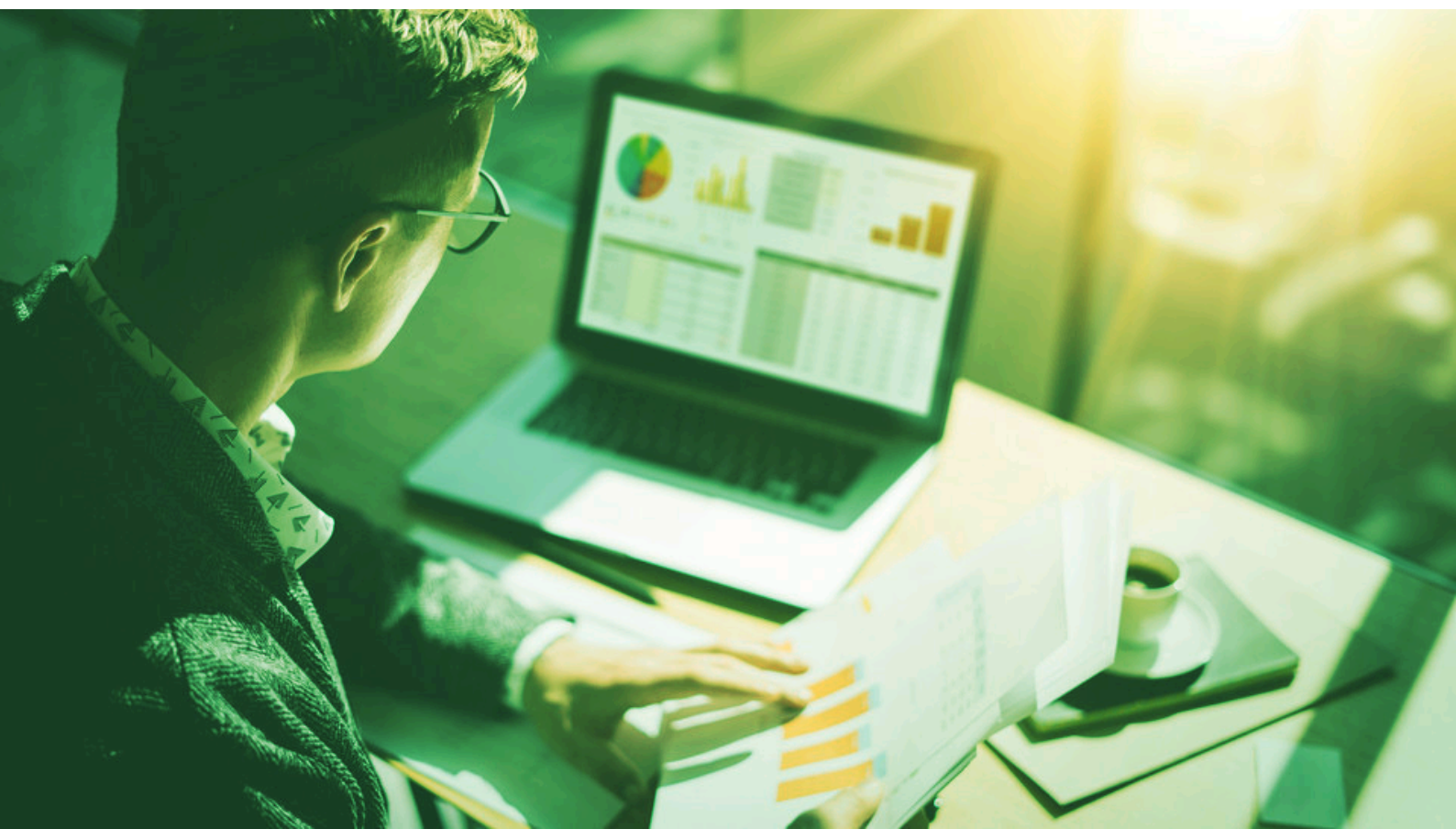


MONTHLY MARKET INSIGHT

DECEMBER 2019

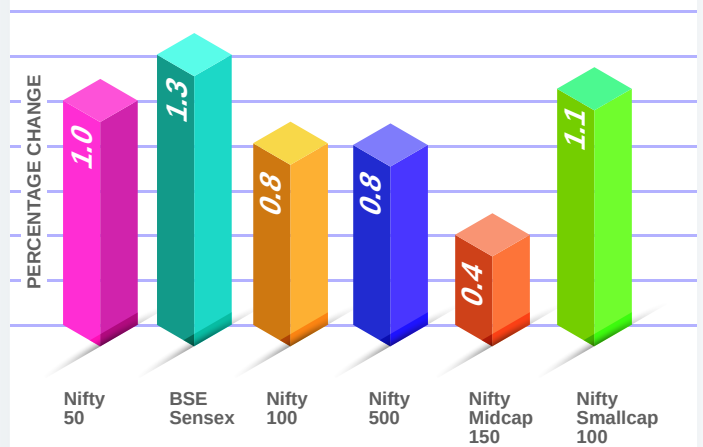




MARKET INDICATORS	RETURNS %			
	6M	1Y	3Y	5Y
Nifty 100	3.9	11.8	15.1	9.6
Nifty 50	3.9	13.5	15.6	9.4
Nifty 500	2.9	9.0	13.6	9.1
Nifty Midcap 150	0.2	0.6	11.0	9.9
Nifty Smallcap 100	-5.1	-8.5	1.3	3.1
S&P BSE Sensex	5.3	15.7	17.1	9.9

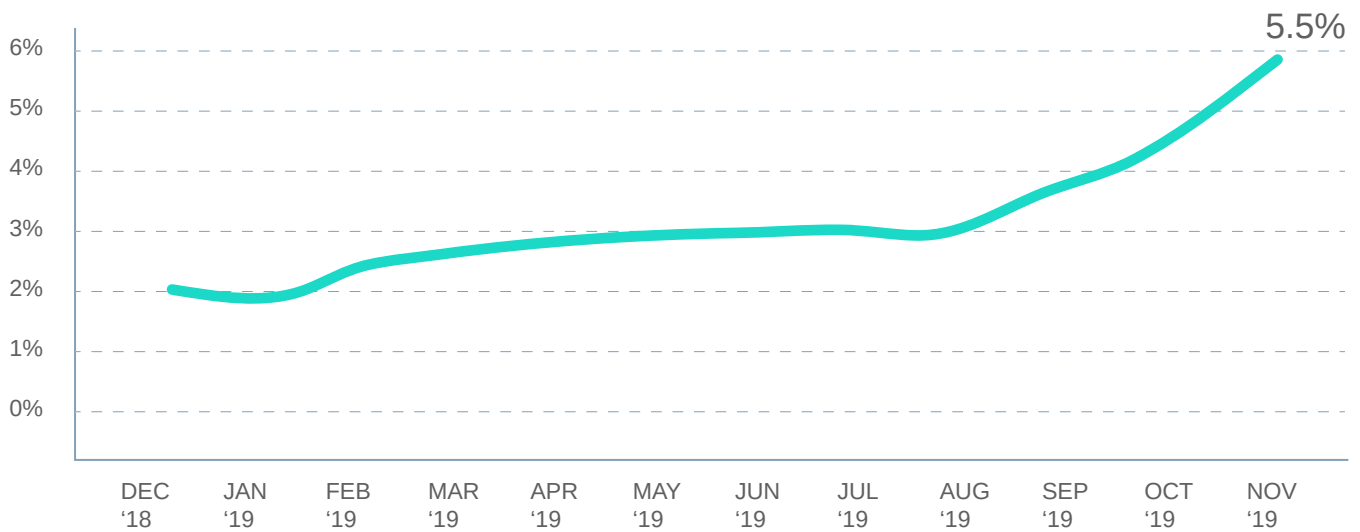
All indices are TRI. Performance as on Dec 31, 2019. Returns over one year are annualised.

MARKETS LAST MONTH



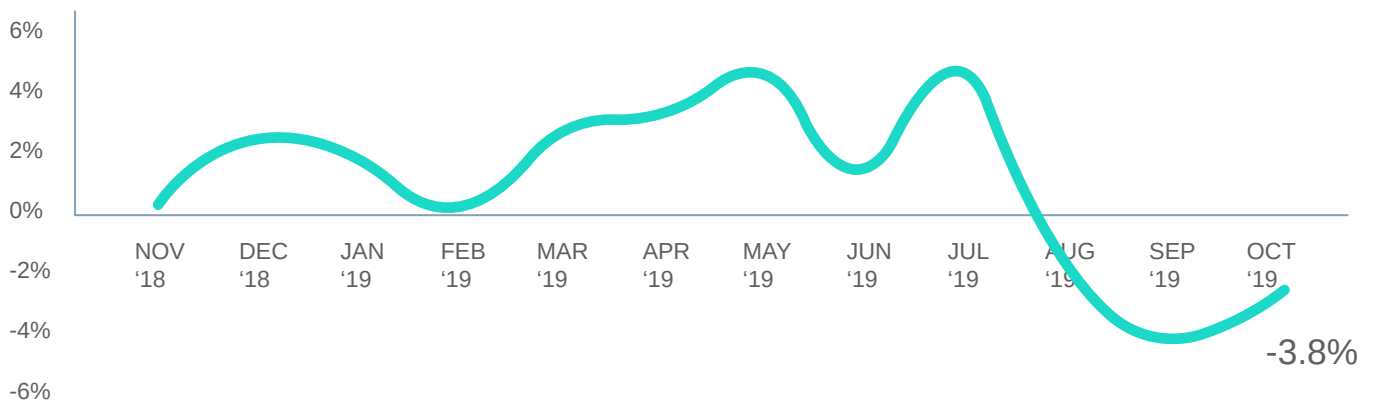
MACRO TRENDS

CONSUMER INFLATION



Source: RBI Database

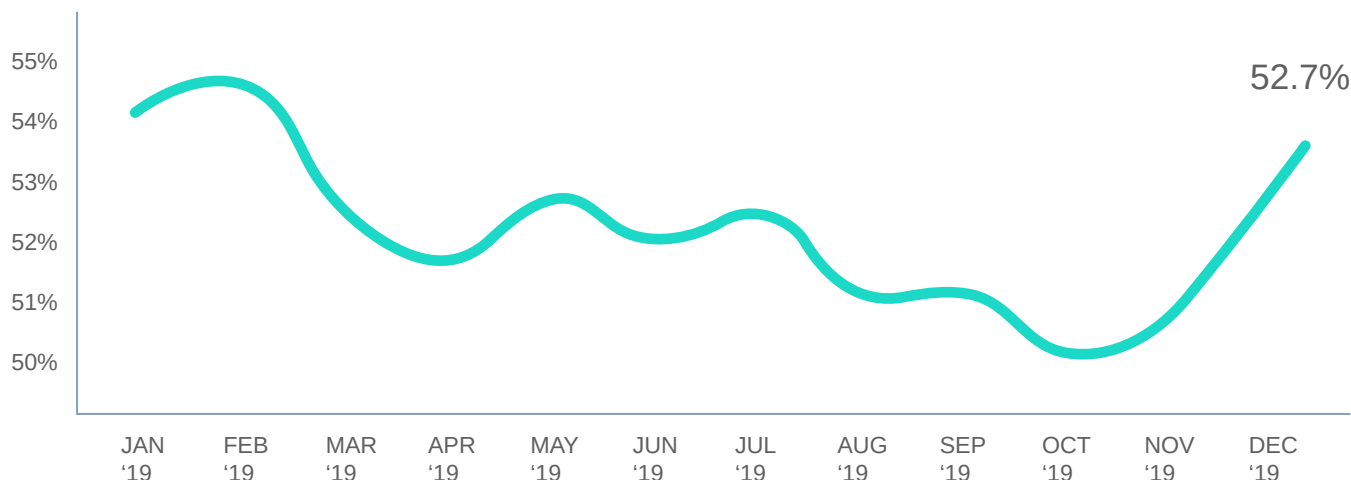
INDEX OF INDUSTRIAL PRODUCTION GROWTH



Source: RBI Database



MANUFACTURING PMI



Source: Markit Economics

The Newsmakers

- CPI inflation stood at 5.5% in Nov-19 compared to 4.7% in Oct-19. The increase in food and vegetable prices resulted in a steep rise, which is the highest in three years.
- The Index of Industrial Production (IIP) growth stood at -3.8% in Oct-19 compared to -4.3% in Sep-19. This is the third consecutive de-growth and is mainly due to contraction in core sector output.
- The Purchasers Manufacturers Index (PMI) in Dec-19 rose to 52.7 while in Nov-19 it was 51.2. The output increase is the fastest rate in 7 months mainly due to rise in demand from overseas.
- GST collection in Dec-19 was 1.03 Lakh crore, the second month in a row to cross 1 Lakh crore mark and a 9% growth of revenue over revenue collected in Dec-18.
- Finance Minister Nirmala Sitharaman launched a National Infrastructure Pipeline (NIP), worth ₹102 Lakh Crore to boost economic growth and consumption.

HOW FUNDS HAVE PERFORMED

EQUITY-ORIENTED FUND RETURNS

	1Y	3Y	5Y
Large Cap	11.8	12.9	8.3
Large & Mid	8.6	11.5	8.8
Multicap*	7.8	11.3	8.1
ELSS	8.2	11.9	8.4
Mid cap	3.0	9.1	7.7
Small cap	-1.5	6.1	6.8
Hybrid Aggressive	8.4	9.1	7.3

* Includes Value, Dividend Yield and Focused funds

DEBT-ORIENTED FUND RETURNS

	6M	1Y	3Y
Hybrid Conservative	6.6	5.8	5.8
Medium duration*	6.8	6.4	6.0
Dynamic Bond	6.9	7.4	5.5
Credit Risk	4.8	0.4	3.7
Debt Short term#	8.3	6.6	6.2
Debt Ultra - short term\$	7.1	6.0	6.2
Liquid	5.4	6.3	6.5

* Includes Medium duration and Corporate debt funds

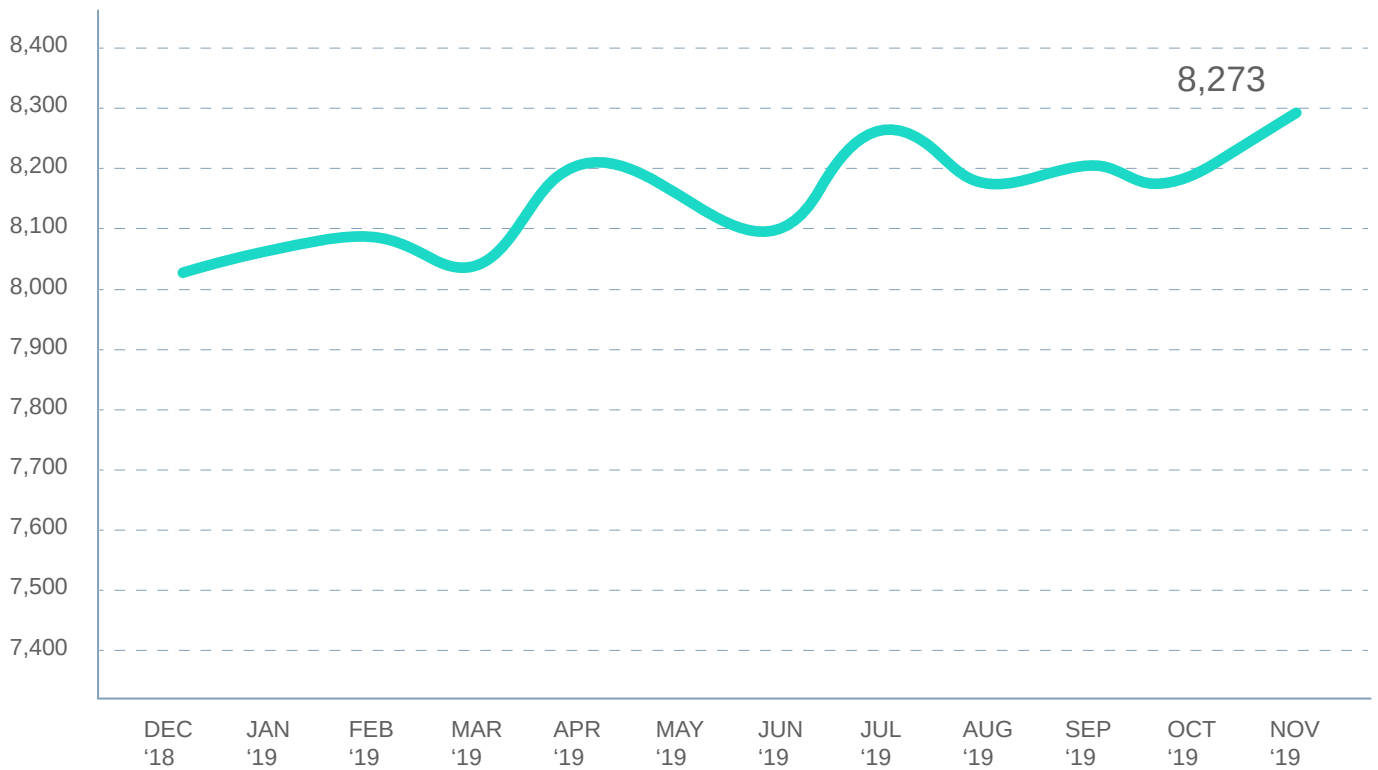
Includes short duration and banking & PSU funds

\$ Includes low duration, ultra-short duration, money market and floater funds

Average returns for each category as of Dec 31, 2019. Returns over 1 year are annualised.

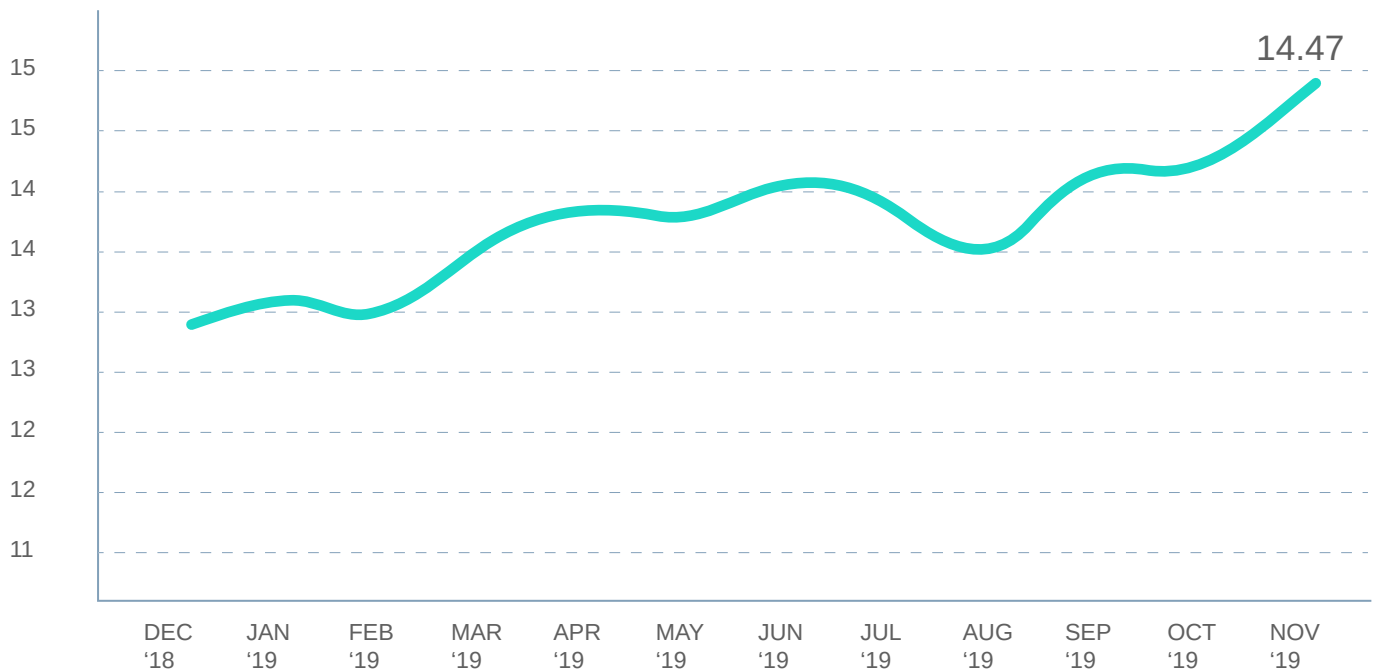


INDUSTRY SIP INFLOWS OVER THE LAST 12 MONTHS



Source: AMFI

TOTAL RETAIL AND HNI AUM



Source: AMFI



What our research team is saying

Why time in the market matters more than timing the market

Attempts at timing the market can make investors worse off in the long run than riding out the inherent volatility. This is simply because it's hard to precisely forecast how the market will move in the future. Here is some data to show how market timing is highly unlikely to work...

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Large Cap Funds – It ain't over till it's over

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