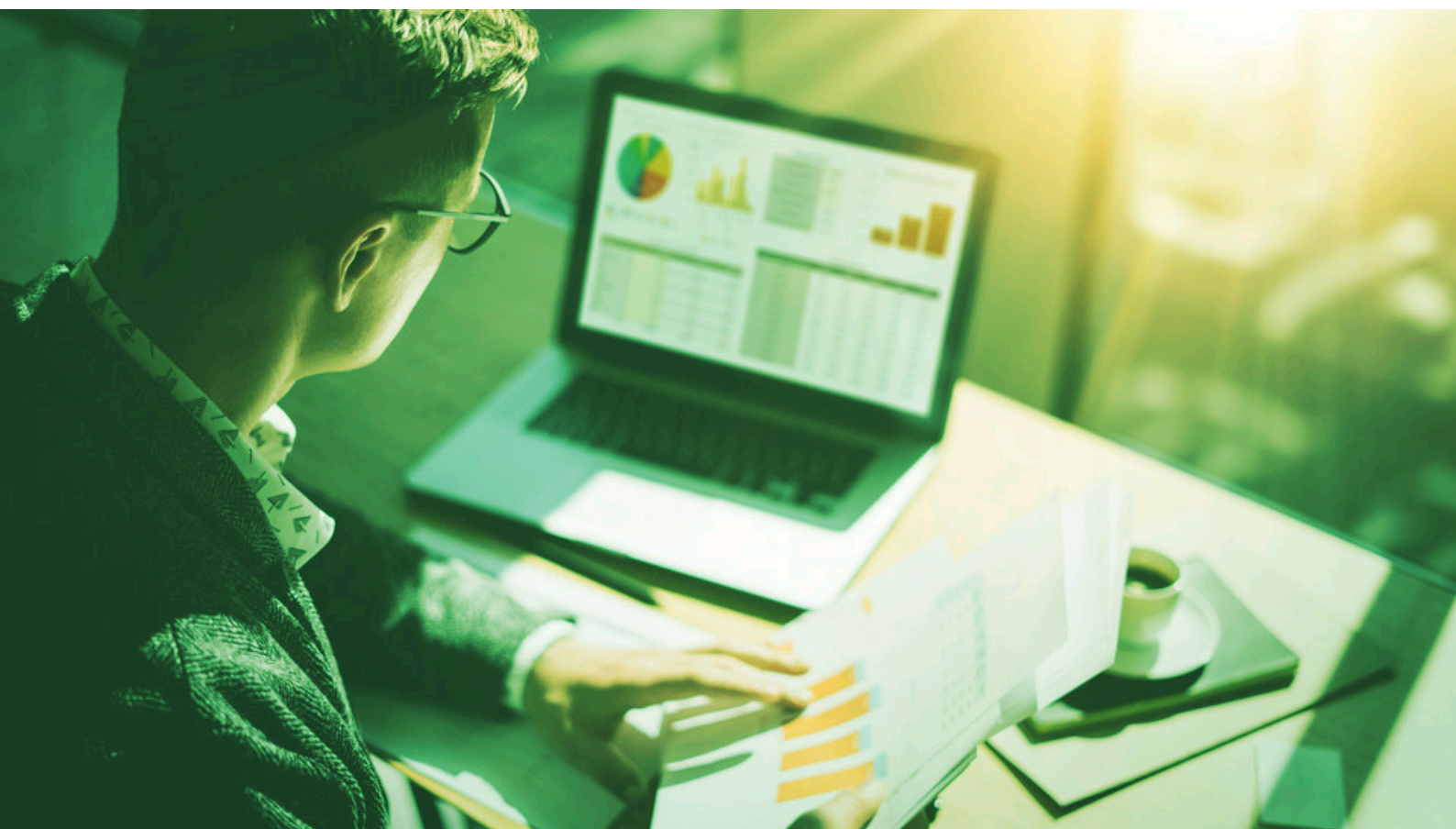


# MONTHLY MARKET INSIGHT

JUNE 2020

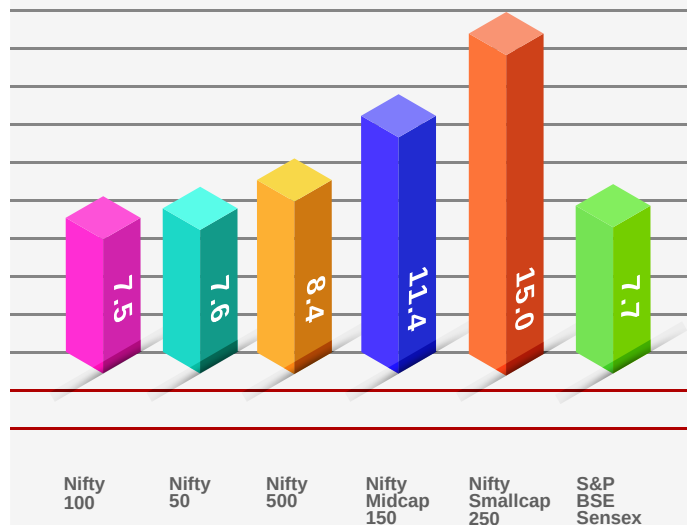




MARKET INDICATORS	RETURNS (%)			
	6M	1Y	3Y	5Y
Nifty 100	-14.7	-10.6	3.4	5.8
Nifty 50	-15.5	-11.5	3.9	5.5
Nifty 500	-14.2	-11.1	1.8	5.4
Nifty Midcap 150	-10.7	-10.2	-1.0	6.7
Nifty Smallcap 250	-15.4	-19.5	-11.1	0.3
S&P BSE Sensex	-15.6	-10.4	5.3	6.0

All indices are TRI.

MARKET RETURNS (%) IN JUN-20



## HOW FUNDS HAVE PERFORMED

EQUITY-ORIENTED FUND RETURNS (%)			
CATEGORY	1Y	3Y	5Y
Large Cap	-10.3	1.6	4.4
Large & Mid	-10.3	-0.3	4.9
Multicap*	-10.6	0.1	4.6
ELSS	-10.8	0.1	4.6
Mid cap	-8.6	-1.5	4.2
Small cap	-12.9	-6.0	3.2
Hybrid Aggressive	-7.1	0.9	4.4

\* Includes Value, Dividend Yield and Focused funds

DEBT-ORIENTED FUND RETURNS (%)			
CATEGORY	6M	1Y	3Y
Hybrid Conservative	-0.6	2.8	3.5
Medium duration*	4.4	8.8	5.9
Dynamic Bond	5.5	9.2	6.2
Credit Risk	-5.0	-1.4	1.0
Debt Short term <sup>#</sup>	4.9	9.1	6.6
Debt Ultra - short term <sup>\$</sup>	2.7	6.2	5.8
Liquid	2.4	5.3	6.4

\* Includes Medium duration and Corporate debt funds

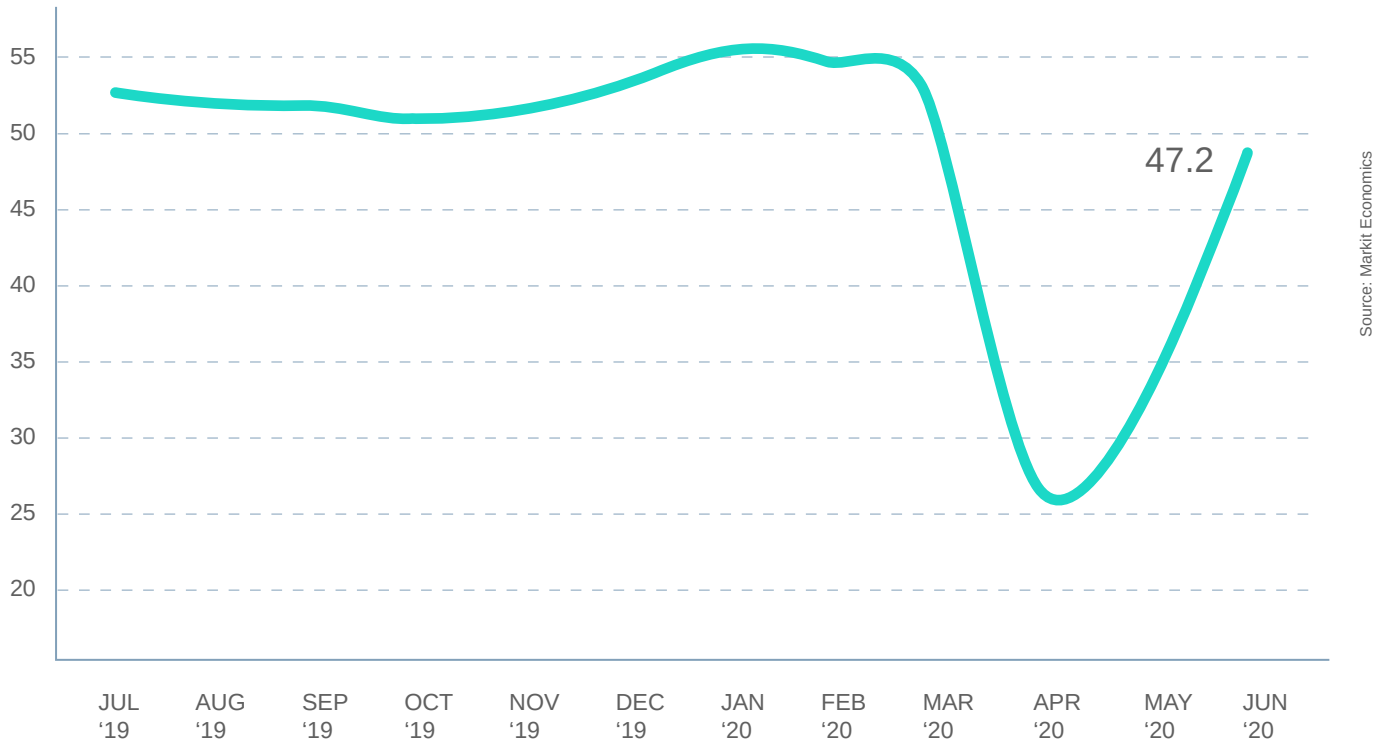
<sup>#</sup> Includes short duration and banking & PSU funds<sup>\$</sup> Includes low duration, ultra-short duration, money market and floater funds

Source: MFI, FundsIndia Research. Average returns for each category as on June 30, 2020  
 Returns over 1 year are annualised.  
 Returns less than 1 year are absolute



## MACRO TRENDS

### MANUFACTURING PMI

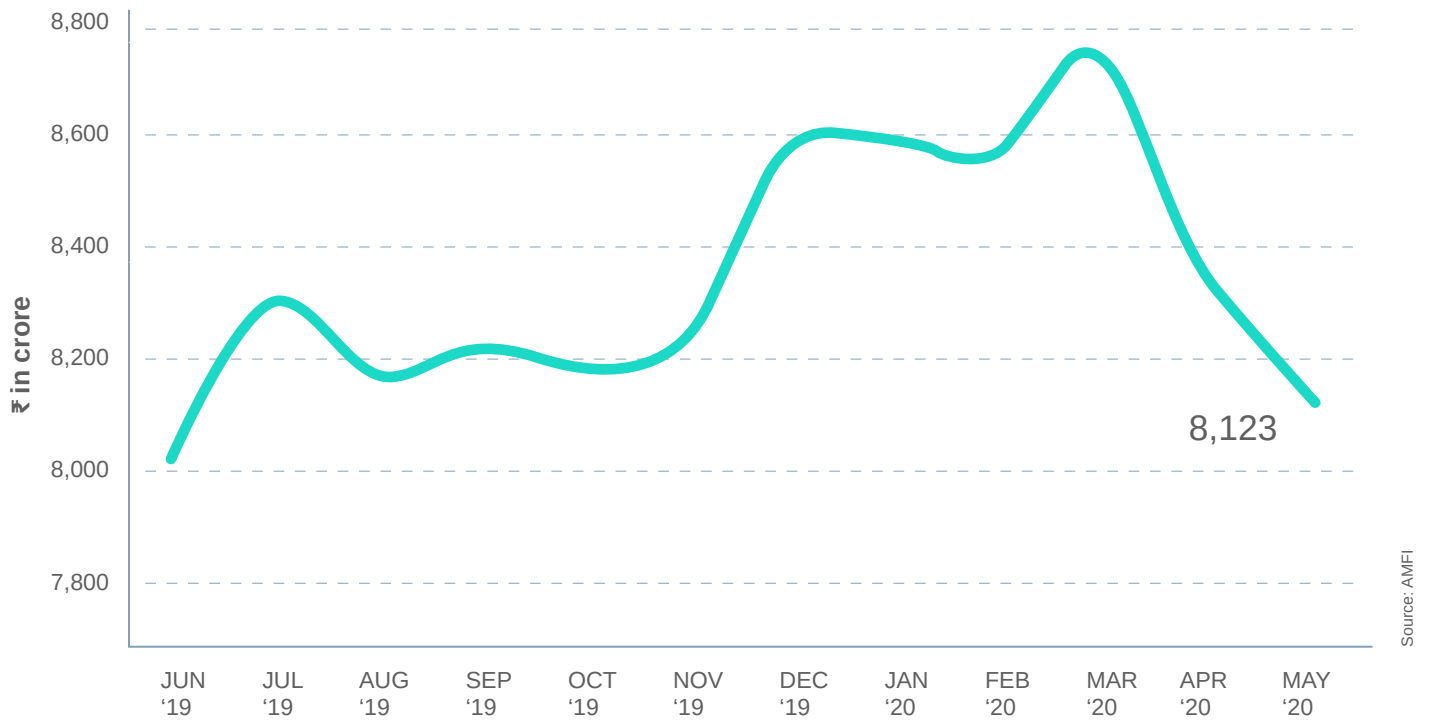


## The Newsmakers

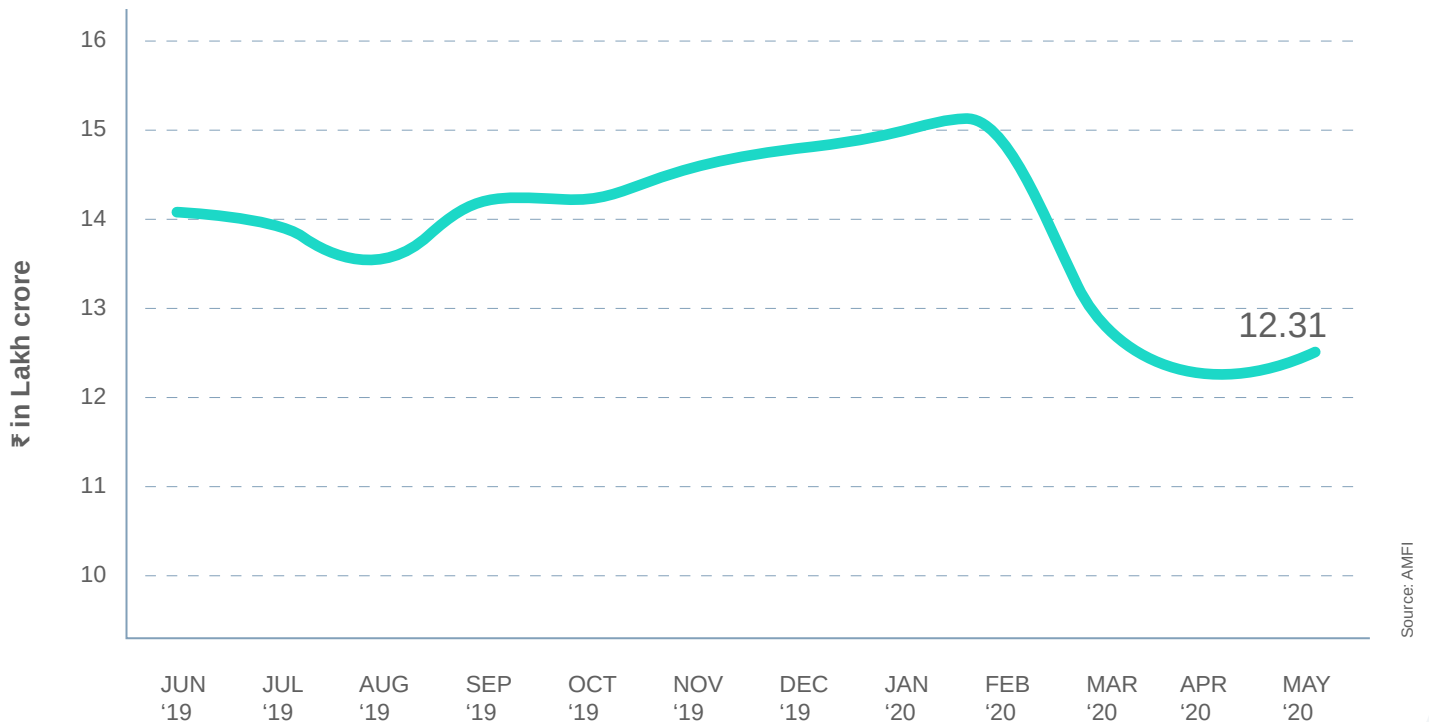
- The Government of India (GoI) released only a part of the retail inflation data for May-20, due to lockdown restrictions to curb the spread of Covid-19 pandemic. The food price inflation stood at 9.3% in May-20 compared to 1.8% in May-19. This is the second consecutive month that the CPI has not been released by GoI citing data collection issues during the lockdown period.
- The Government of India (GoI) did not release Index of Industrial Production (IIP) of Apr-20, stating that it is not appropriate to compare IIP of Apr-20 with earlier months as majority of industrial establishments were not operating due to lockdown from the end of Mar-20 onwards. The lockdown had an impact on the production during Apr-20, where a number of responding units have reported Nil production. The IIP data in the month of Mar-20 stood at -16.7%.
- The Manufacturing Purchasing Managers' Index (PMI) for Jun-20 rose to 47.2 compared to 30.8 in May-20. Although the indicator shows contraction in Jun-20, the business activity shows a sharp recovery compared to the PMI in the previous month. Reduction in employment due to weak demand, constrained production capacity, drop in new business are the key reasons for the contraction.
- Gross GST Collection Revenue for the month of Jun-20 stood at 0.9 Lakh Crores, 9% lower than the GST Collection in Jun-19. The GST Revenue was 0.62 Lakh Crores in May-20 and 0.32 Lakh Crores in Apr-20.
- India's First indigenous Covid-19 Vaccine Candidate "Covaxin" developed by Hyderabad-based firm Bharat Biotech International, in collaboration with Indian Council of Medical Research (ICMR), has received approval from the Drugs Controller General of India (DCGI) to conduct Phase I and Phase II human trials. ICMR aims to launch the vaccine by 15-Aug-20 after the completion of all clinical trials.



### INDUSTRY SIP INFLOWS OVER THE LAST 12 MONTHS



### TOTAL RETAIL AND HNI AUM





## What our research team is saying

### Should You Invest In Gold?

Wow or Oops!

Let us look at the recent Gold ETF returns..

Returns (as on 31-May-20)			
1 Year	3 Year	5 Year	7 Year
46%	16%	11%	7%

Source: MFI, FundsIndia Research

But hang on. Let us rewind 1 year back..

[Click here to read more](#)

### Time to Get Active on Passive Funds?

Globally, as a majority of the actively-managed funds have been underperforming their benchmark indices for a long time, investor money has been flowing into low-cost passive (or index) funds. In India, while the money managed by index funds pales in comparison with that handled by actively-managed funds, they have been gaining popularity. They are gradually emerging as a cost effective alternative especially in the large cap segment.

[Click here to read more](#)



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