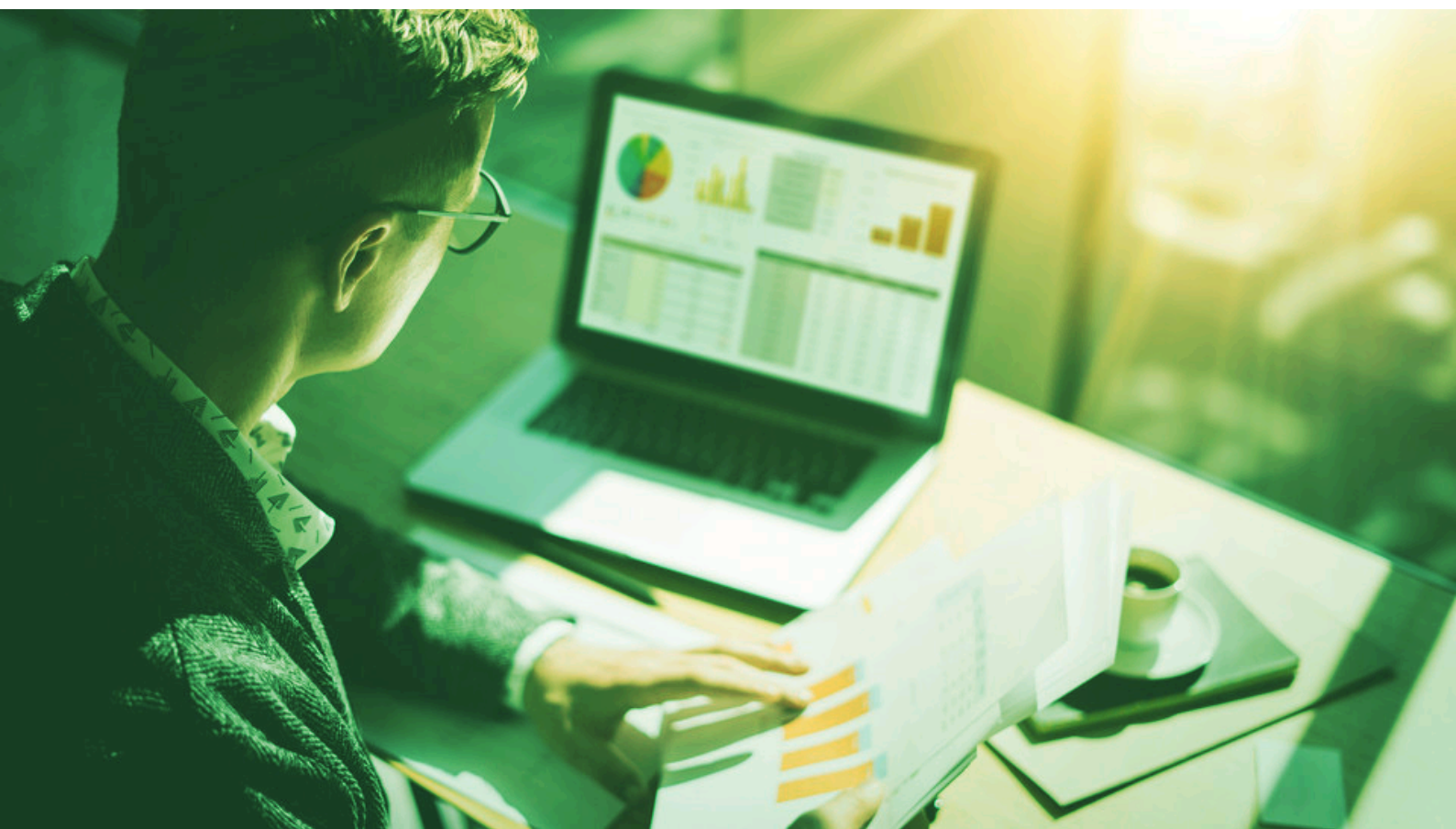


MONTHLY MARKET INSIGHT

JULY 2020

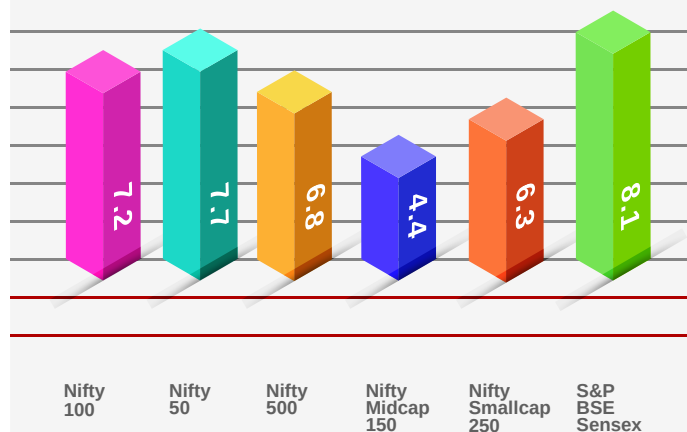




MARKET INDICATORS	RETURNS (%)			
	6M	1Y	3Y	5Y
Nifty 100	-6.5	1.1	3.8	6.7
Nifty 50	-6.8	0.7	4.5	6.7
Nifty 500	-7.8	1.0	2.1	6.2
Nifty Midcap 150	-11.3	2.6	-1.0	6.4
Nifty Smallcap 250	-16.3	-4.5	-10.6	-0.2
S&P BSE Sensex	-6.9	1.5	6.2	7.3

All indices are TRI.

MARKET RETURNS (%) IN JUL-20



HOW FUNDS HAVE PERFORMED

EQUITY-ORIENTED FUND RETURNS (%)			
CATEGORY	1Y	3Y	5Y
Large Cap	0.5	1.9	5.0
Large & Mid	1.2	0.1	5.2
Multicap*	0.9	0.5	5.0
ELSS	1.1	0.5	4.9
Mid cap	4.3	-1.1	4.1
Small cap	2.5	-4.8	3.3
Hybrid Aggressive	2.2	1.5	5.0

* Includes Value, Dividend Yield and Focused funds

DEBT-ORIENTED FUND RETURNS (%)			
CATEGORY	6M	1Y	3Y
Hybrid Conservative	1.4	5.6	3.7
Medium duration*	4.5	8.0	6.0
Dynamic Bond	6.4	8.4	6.3
Credit Risk	-2.6	-1.1	1.1
Debt Short term#	5.8	9.1	6.9
Debt Ultra - short term\$	3.4	6.6	6.0
Liquid	2.2	5.0	6.3

* Includes Medium duration and Corporate debt funds

Includes short duration and banking & PSU funds

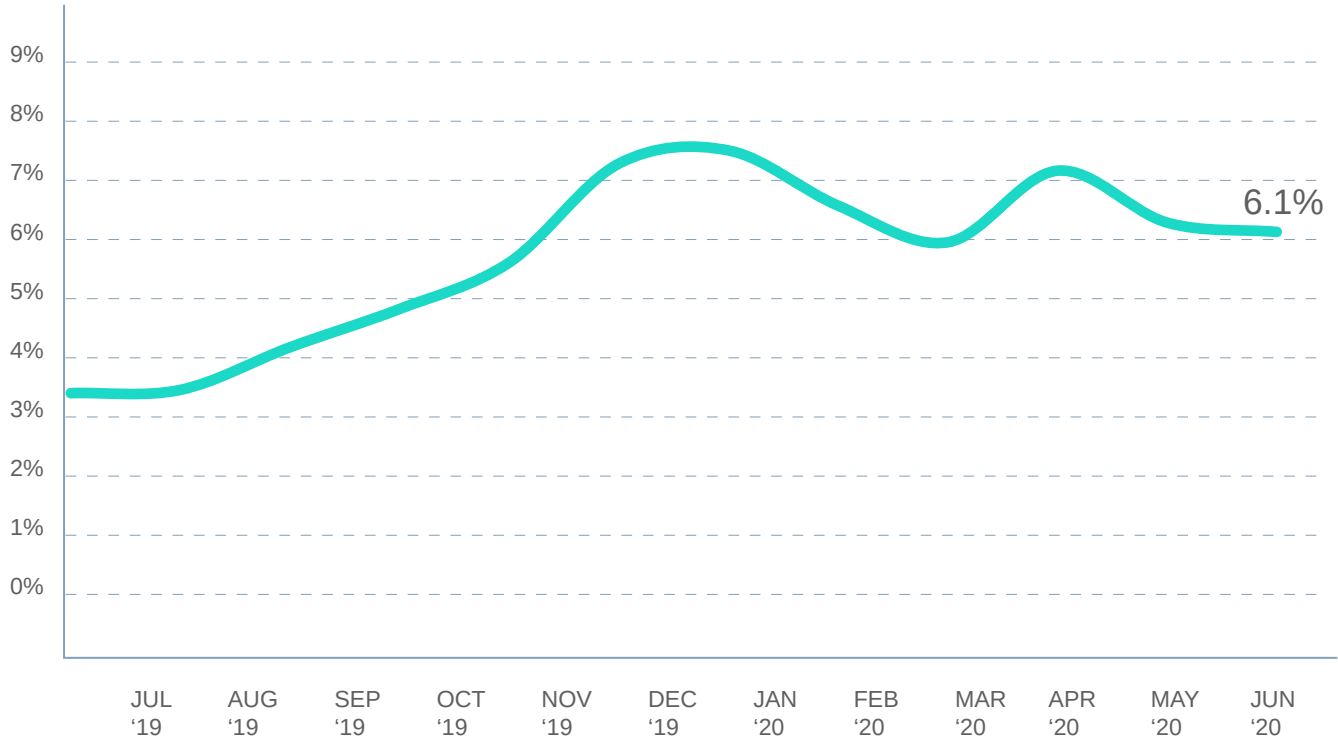
\$ Includes low duration, ultra-short duration, money market and floater funds

Source: MFI, FundsIndia Research. Average returns for each category as on July 31, 2020
Returns over 1 year are annualised.
Returns less than 1 year are absolute

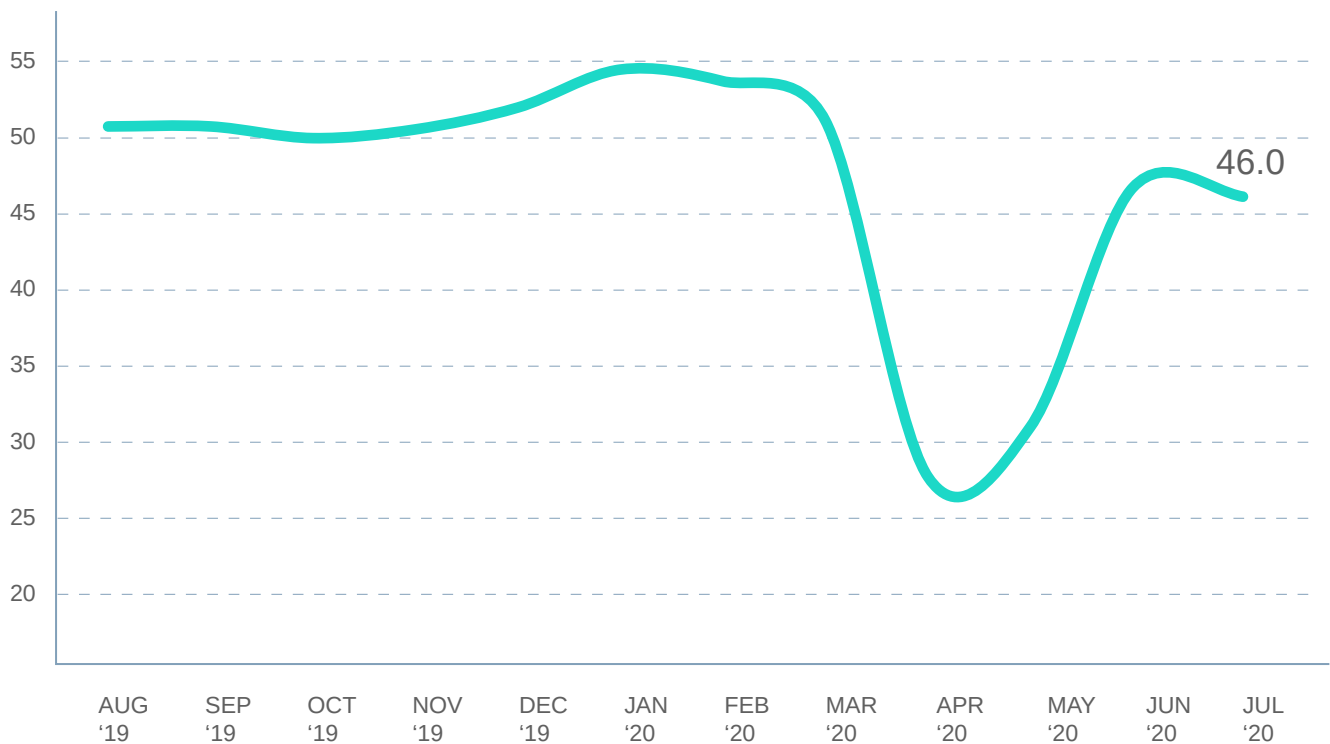


MACRO TRENDS

CONSUMER INFLATION



MANUFACTURING PMI



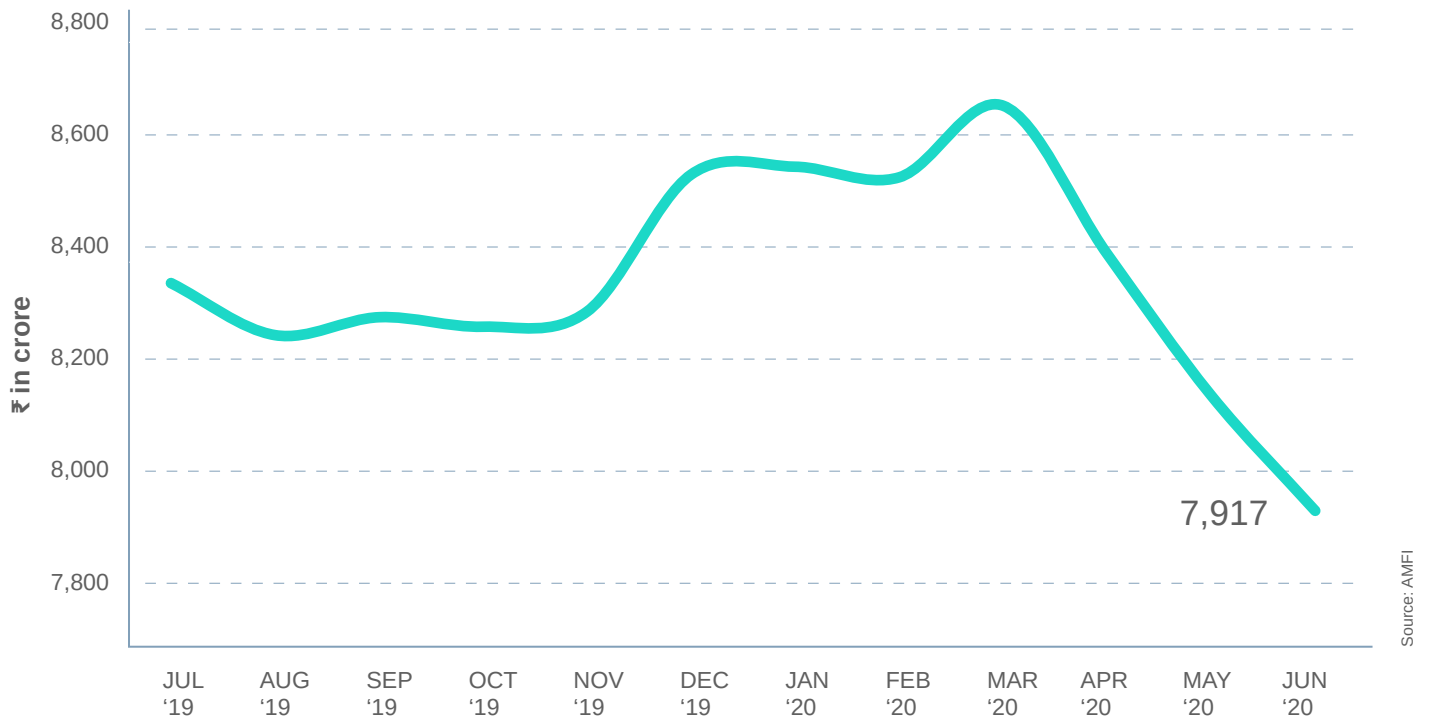


The Newsmakers

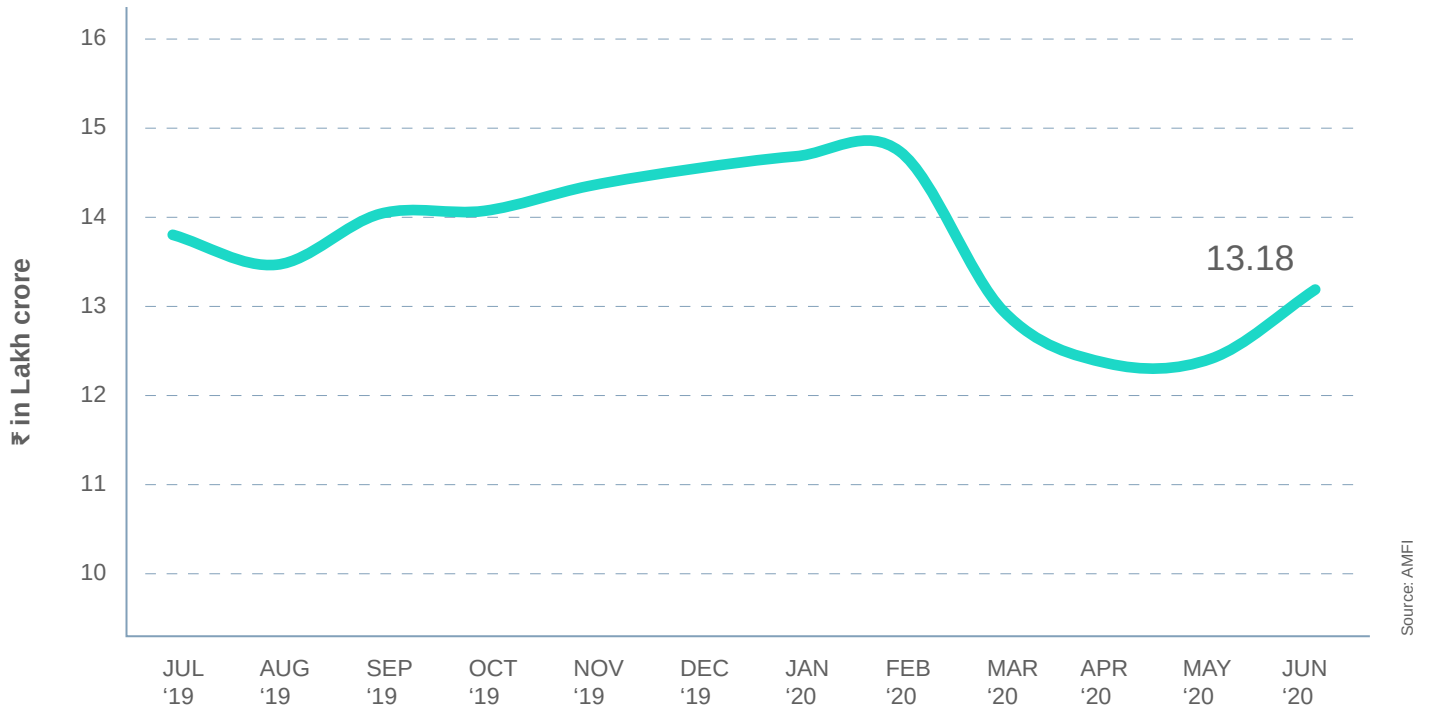
- Consumer Price Index (CPI) Inflation stood at 6.1% for the month of Jun-20. Based on imputed CPI data released by the Ministry of Statistics and Programme Implementation (MOSPI) the inflation rate in Apr-20 and May-20 stood at 7.2% and 6.3% respectively. Key segments which resulted in the inflation rate rising above the upper tolerance limit set by RBI in Jun-20 are pulses and products (16.7%), meat and fish (16.2%) and oil and fats (12.3%).
- The Index of Industrial Production (IIP) growth rates for the month of Apr-20 and May-20 have not been released by the Government of India (GoI). It stated that, in view of the effect of the containment measures taken to curb the spread of the Covid-19 pandemic, the index values are not comparable with those of preceding months. The IIP declined by 16.7% in the month of Mar-20.
- The Manufacturing Purchasing Managers' Index (PMI) for Jul-20 stood at 46.0 compared to 47.2 in Jun-20. Falling sales due to prolonged business closures, reduction in the new orders placed, decrease in the output are the key reasons for the contraction (PMI < 50 indicates contraction) in the Manufacturing sector.
- Gross GST Revenue Collection for the month of Jul-20 stood at 0.87 lakh crores, compared to 0.90 lakh crores in Jun-20 and 1.02 lakh crore in Jul-19. The Ministry of Finance stated the following key reasons for lower tax collection in Jul-20 compared to Jun-20:
 - The tax collection in the month of June includes the taxes paid pertaining to February, March and April.
 - The government has relaxed the filing of returns for the taxpayers with the business turnover less than Rs. 5 Crore till Sep-20.
- The number of new Covid-19 infectious cases is accelerating in the country. The total confirmed cases are 16.97 lakhs as on 31-Jul-20 compared to 5.85 lakhs as on 30-Jun-20. It may also be noted that the recovery rate is steadily improving. The recovery rate by the end of Jul-20 stood at 64% compared to the recovery rate at 59% by the end of Jun-20.



INDUSTRY SIP INFLOWS OVER THE LAST 12 MONTHS



TOTAL RETAIL AND HNI AUM





What our research team is saying

6 Eccentric People Who Can Change The Way You Approach Gilt Funds

In recent times, we have been receiving a lot of queries on –

Is it the right time to invest in Gilt funds?

Instead of straight away revealing our views, we wanted to use this as an opportunity to introduce you to our thinking process.

We have realized that some of the best decisions come from changing the way we think about problems, and examining them from different viewpoints.

So, instead of approaching this question from a single point of view, we will be approaching this via 6 different vantage points.

Let us check what our 6 different friends have to tell us..

[Click here to read more](#)

Why Is The Equity Market Up While The Economy Is Down?

Bad news all around..

Coronavirus still not under control..

While the outbreak appears to be under control in European Union, the United States is currently facing a resurgence of new infections.

[Click here to read more](#)



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