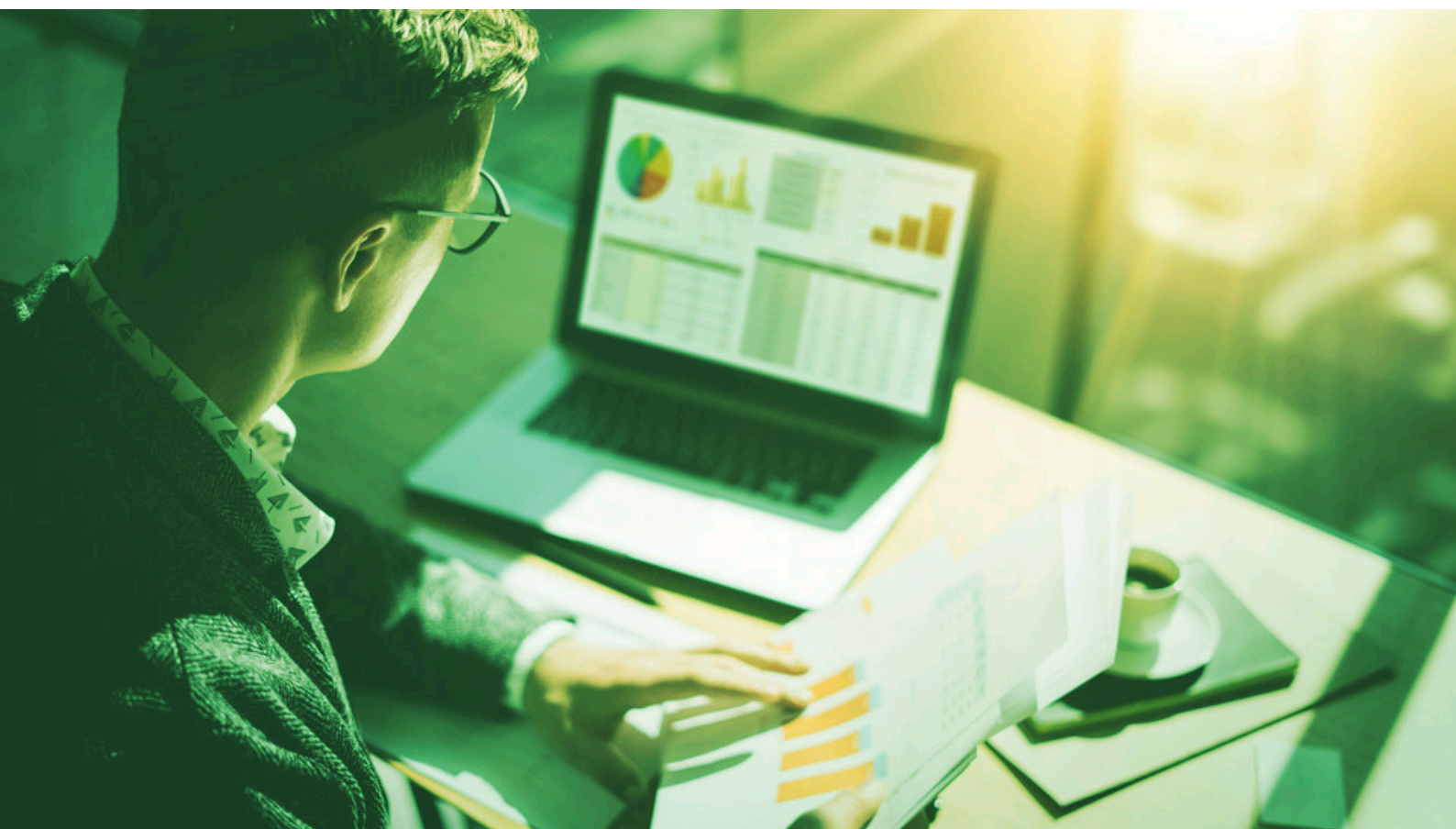


MONTHLY MARKET INSIGHT

OCTOBER 2020

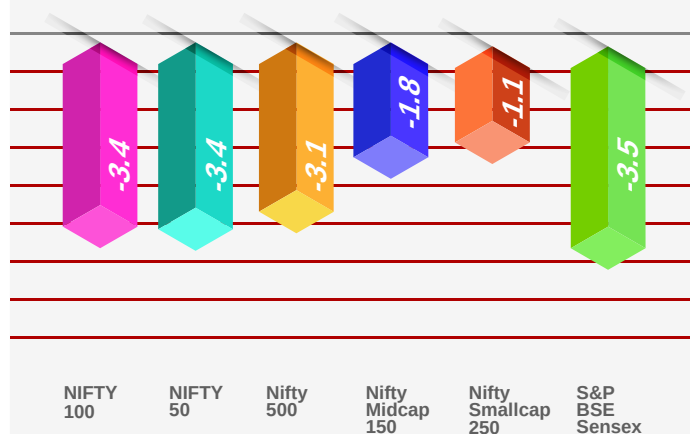




MARKET INDICATORS	RETURNS (%)			
	6M	1Y	3Y	5Y
Nifty 100	36.1	-1.0	5.2	8.5
Nifty 50	36.5	-1.0	6.0	8.5
Nifty 500	39.1	1.0	4.0	8.3
Nifty Midcap 150	48.5	10.6	2.2	9.6
Nifty Smallcap 250	61.9	8.1	-5.4	4.3
S&P BSE Sensex	34.8	-0.4	8.0	9.2

All indices are TRI.

MARKET RETURNS (%) IN SEP-20



HOW FUNDS HAVE PERFORMED

EQUITY-ORIENTED FUND RETURNS (%)			
CATEGORY	1Y	3Y	5Y
Large Cap	-2.2	3.2	6.6
Large & Mid	1.2	2.0	7.5
Multicap*	-0.1	1.8	6.9
ELSS	0.5	2.1	7.1
Mid cap	8.4	2.1	7.4
Small cap	12.5	-0.2	7.3
Hybrid Aggressive	1.3	2.7	6.2

* Includes Value, Dividend Yield and Focused funds

DEBT-ORIENTED FUND RETURNS (%)			
CATEGORY	6M	1Y	3Y
Hybrid Conservative	9.5	5.0	4.0
Medium duration*	4.3	7.3	5.7
Dynamic Bond	4.1	7.7	6.2
Credit Risk	-0.3	-2.0	1.0
Debt Short term [#]	4.7	8.4	6.7
Debt Ultra - short term ^{\$}	3.7	6.1	5.9
Liquid	1.9	4.6	6.1

* Includes Medium duration and Corporate debt funds

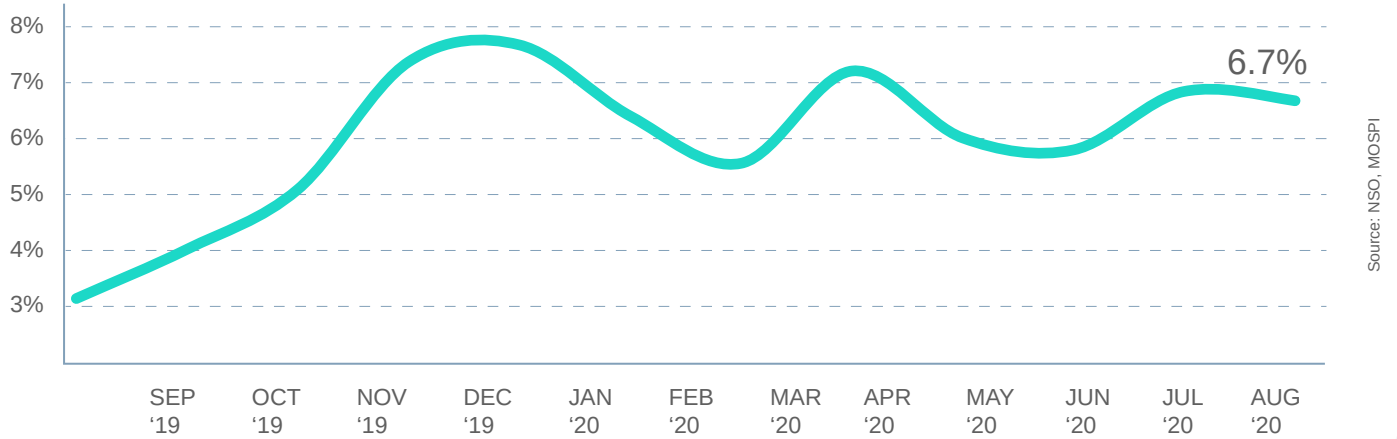
[#] Includes short duration and banking & PSU funds^{\$} Includes low duration, ultra-short duration, money market and floater funds

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

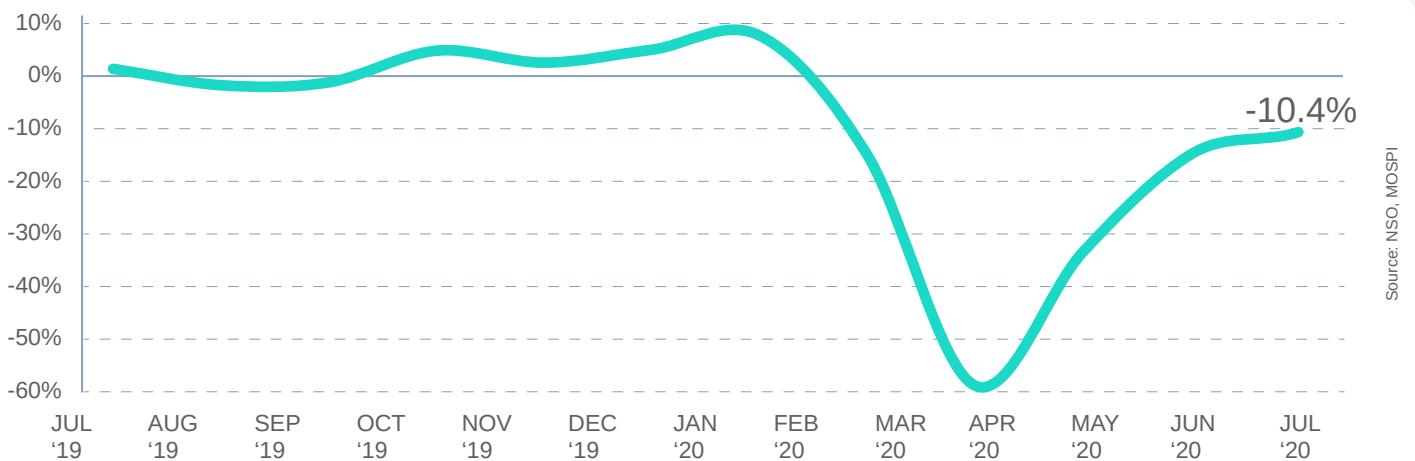


MACRO TRENDS

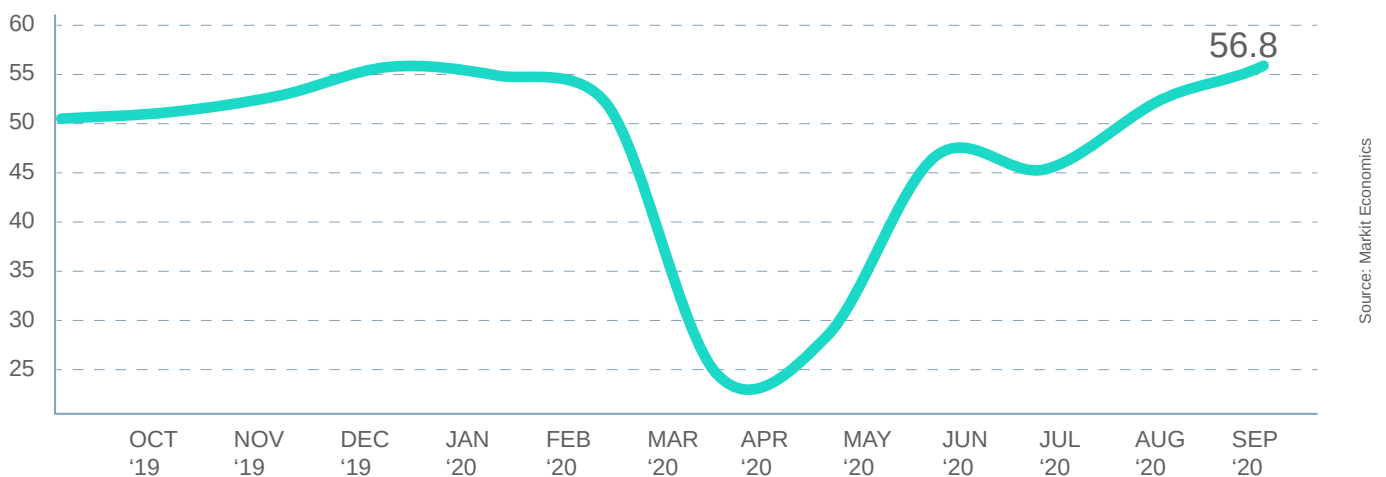
CONSUMER INFLATION



INDEX OF INDUSTRIAL PRODUCTION – GROWTH



MANUFACTURING PMI



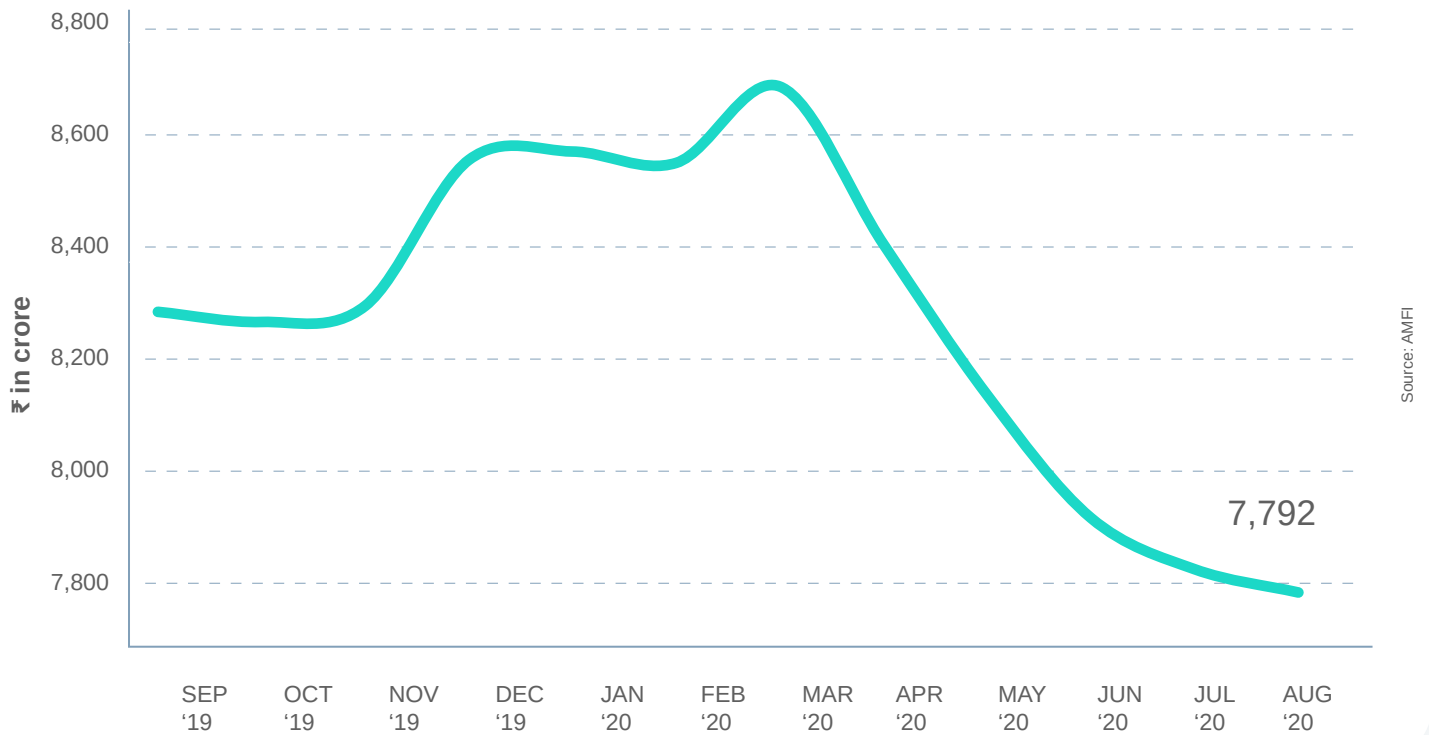


The Newsmakers

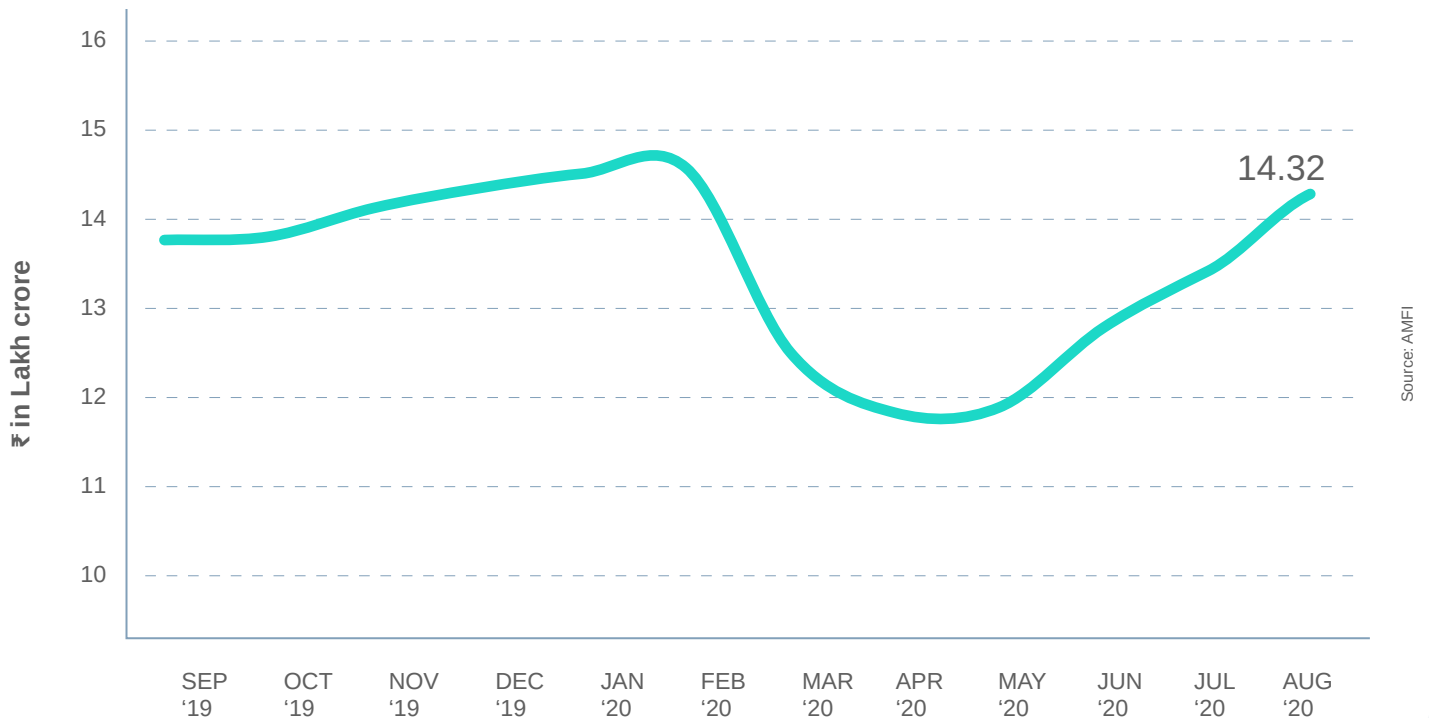
- Consumer Price Index (CPI) Inflation stood at 6.7% in Aug-20 compared to 6.9% in Jul-20. The increase in the prices of meat and fish (16.5%), pulses and products (14.4%), Oils and fats (12.5%) and spices (12.3%) are the key reasons for the inflation in Aug-20 to remain at higher levels, exceeding the upper tolerance limit (6%) set by RBI for the fifth straight month.
- The Index of Industrial Production (IIP) has contracted by 10.4% in Jul-20 compared to the decline of 16.6% in Jun-20. The production in Mining, Manufacturing and Electricity sectors contracted by 13.0%, 11.1% and 2.5% respectively in Jul-20.
- The Manufacturing Purchasing Managers' Index (PMI) rose to 56.8 in Sep-20 compared to 52.0 in Aug-20. This is the highest expansion recorded since Jan-12. Sharp expansion in new work intakes, Renewed rise in export sales and Accelerated increases in new orders and production are the key supporting factors for the third quickest growth recorded in the survey's history.
- Gross GST Revenue Collection in Sep-20 increased to ₹ 0.95 lakh crores, compared to ₹ 0.86 lakh crores in Aug-20. The revenue is 4% higher compared to that of revenue in Sep-19 (₹ 0.91 Cr).
- The markets have witnessed the launch of the highest number of IPOs (Initial Public Offering) over the last thirty months, with eight companies raising a total amount of ~₹ 7,000 Cr. Previously, the same number of IPOs have been launched in Mar-18 raising a total amount of ~₹ 15,000 Cr.



INDUSTRY SIP INFLOWS OVER THE LAST 12 MONTHS



TOTAL RETAIL AND HNI AUM





What our Research Team is saying

3 Portfolio Saving Decisions To Take Before Its Too Late

Important Lesson From The Past 6 Months

The past six months are a gentle reminder to the simple fact that... Predicting the markets over the short run is extremely difficult. Period.

[Click here to read more](#)

The Great Multicap Rejig – What Should You Do?

Unless you are living under a rock, by now, your whatsapp and social media feeds would have flooded you with the latest SEBI announcement on restructuring multi-cap mutual funds. While social media has gone berserk trying to analyze the impact, here is our humble take on the new move.

[Click here to read more](#)



FUNDSINDIA