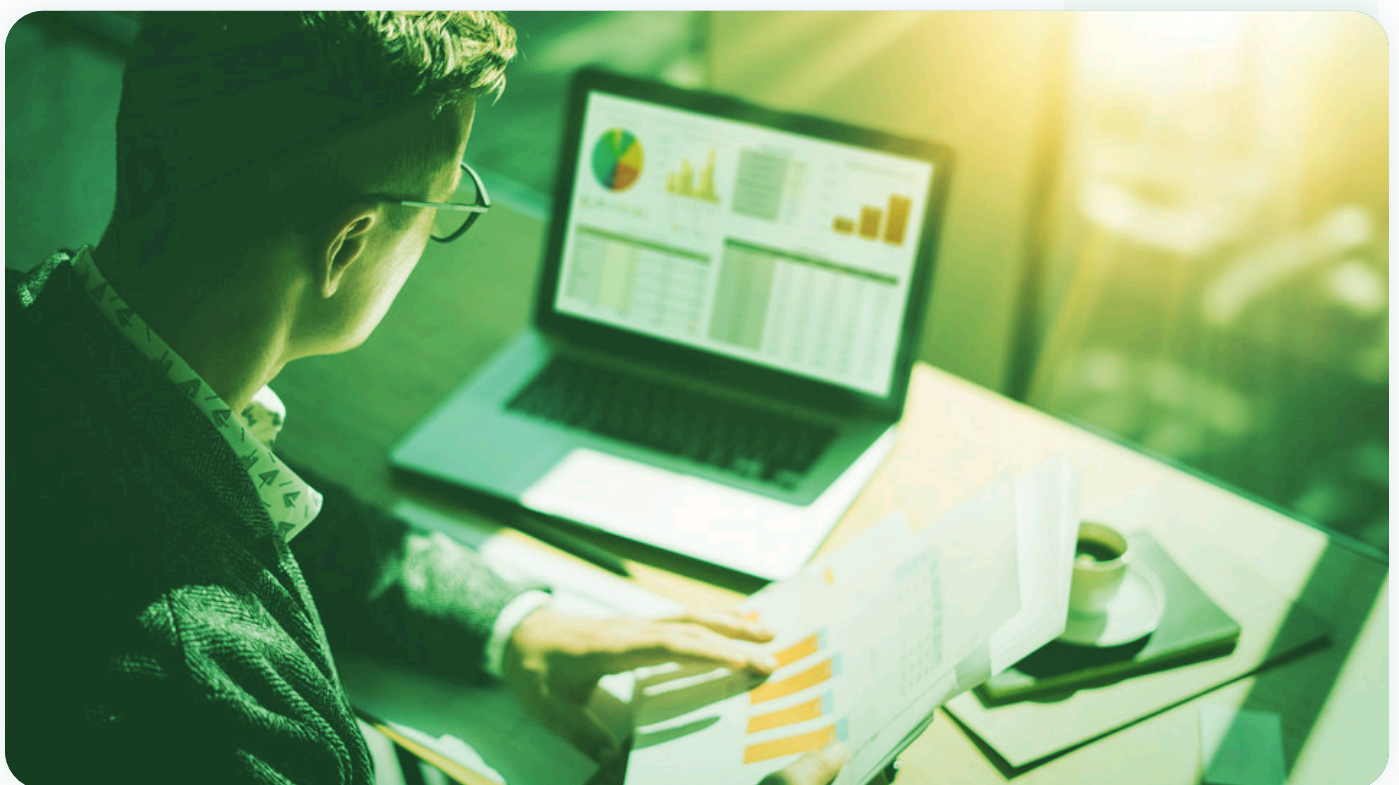




FUNDSINDIA

MONTHLY MARKET INSIGHT

FEB 2021

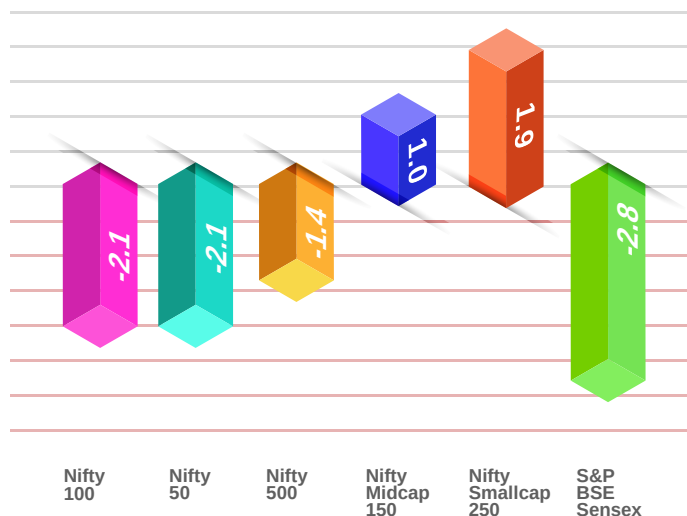




MARKET INDICATORS	RETURNS (%)			
	6M	1Y	3Y	5Y
Nifty 100	22.0	13.1	7.4	13.8
Nifty 50	22.3	13.6	8.4	13.9
Nifty 500	24.8	14.1	6.0	13.6
Nifty Midcap 150	34.4	18.0	3.7	14.6
Nifty Smallcap 250	42.8	17.8	-4.1	9.3
S&P BSE Sensex	21.6	12.3	8.4	13.2

All indices are TRI.

MARKET RETURNS (%) IN JAN-21



HOW FUNDS HAVE PERFORMED

EQUITY-ORIENTED FUND RETURNS (%)			
CATEGORY	1Y	3Y	5Y
Large Cap	10.9	6.0	11.9
Large & Mid	11.4	4.2	12.3
Multicap*	12.3	4.5	12.1
ELSS	12.4	4.4	12.3
Mid cap	16.5	4.3	12.3
Small cap	20.8	1.3	11.8
Hybrid Aggressive	11.2	5.1	10.5

* Includes Flexicap, Value, Dividend Yield and Focused funds

DEBT-ORIENTED FUND RETURNS (%)			
CATEGORY	6M	1Y	3Y
Hybrid Conservative	6.2	8.5	5.2
Medium duration*	1.5	5.4	6.5
Dynamic Bond	1.4	6.6	7.4
Credit Risk	1.3	-1.7	1.5
Debt Short term [#]	2.4	8.3	7.3
Debt Ultra - short term ^{\$}	1.9	5.0	5.8
Liquid	1.5	3.8	5.7

* Includes Medium duration and Corporate debt funds

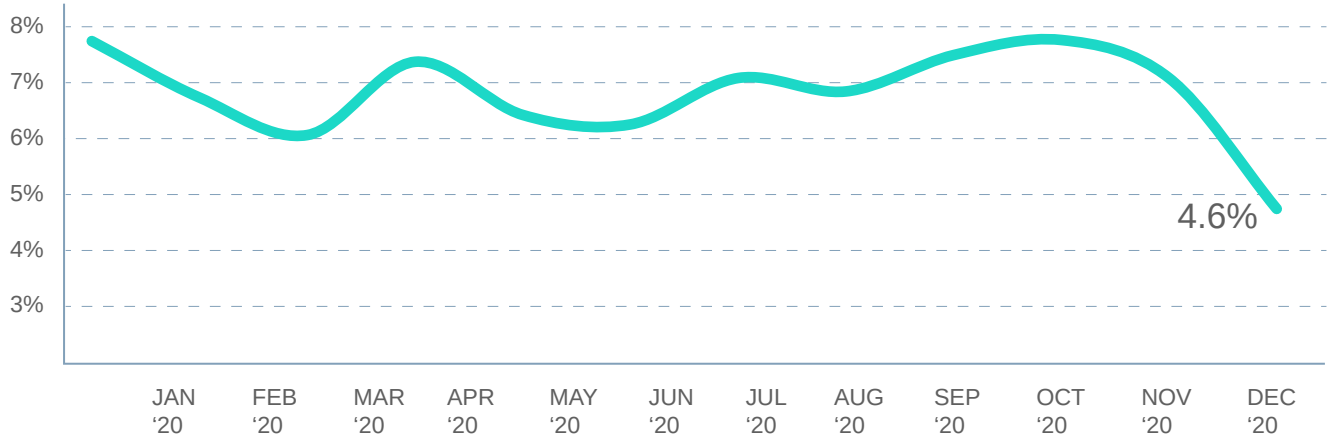
[#] Includes short duration and banking & PSU funds^{\$} Includes low duration, ultra-short duration, money market and floater funds

Source: MFI, FundsIndia Research. Average returns for each category as on January 31, 2021.
Returns over 1 year are annualised.
Returns less than 1 year are absolute

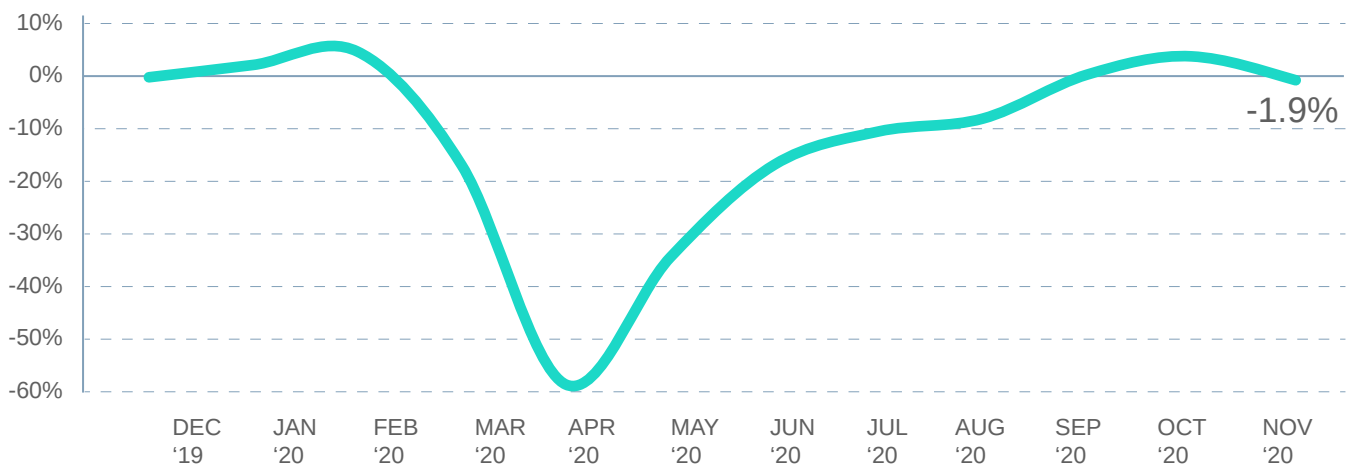


MACRO TRENDS

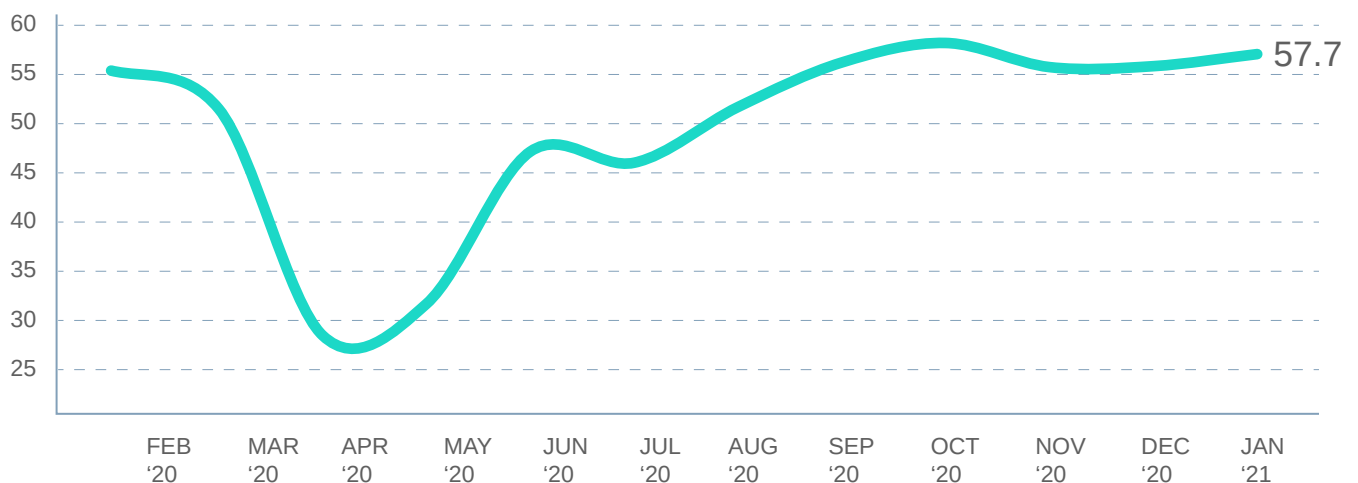
CONSUMER INFLATION



INDEX OF INDUSTRIAL PRODUCTION – GROWTH



MANUFACTURING PMI



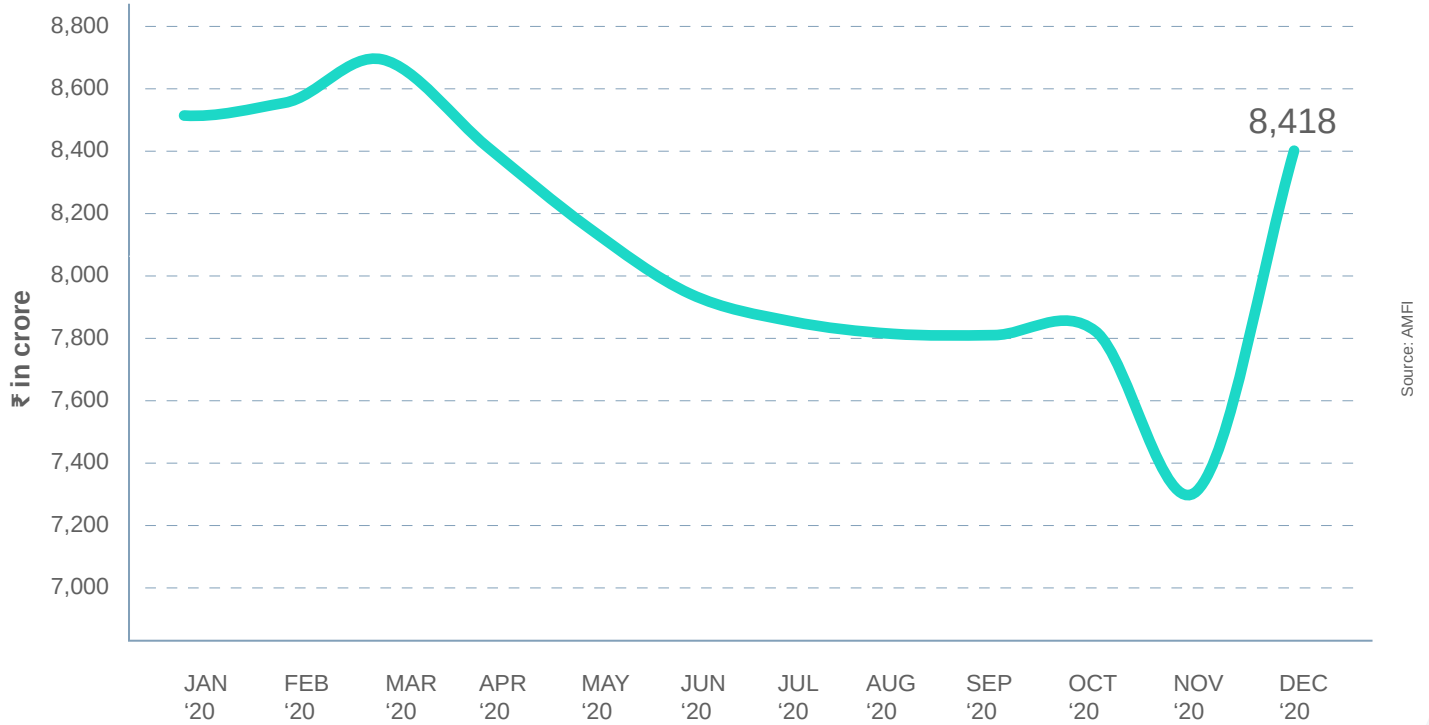


The Newsmakers

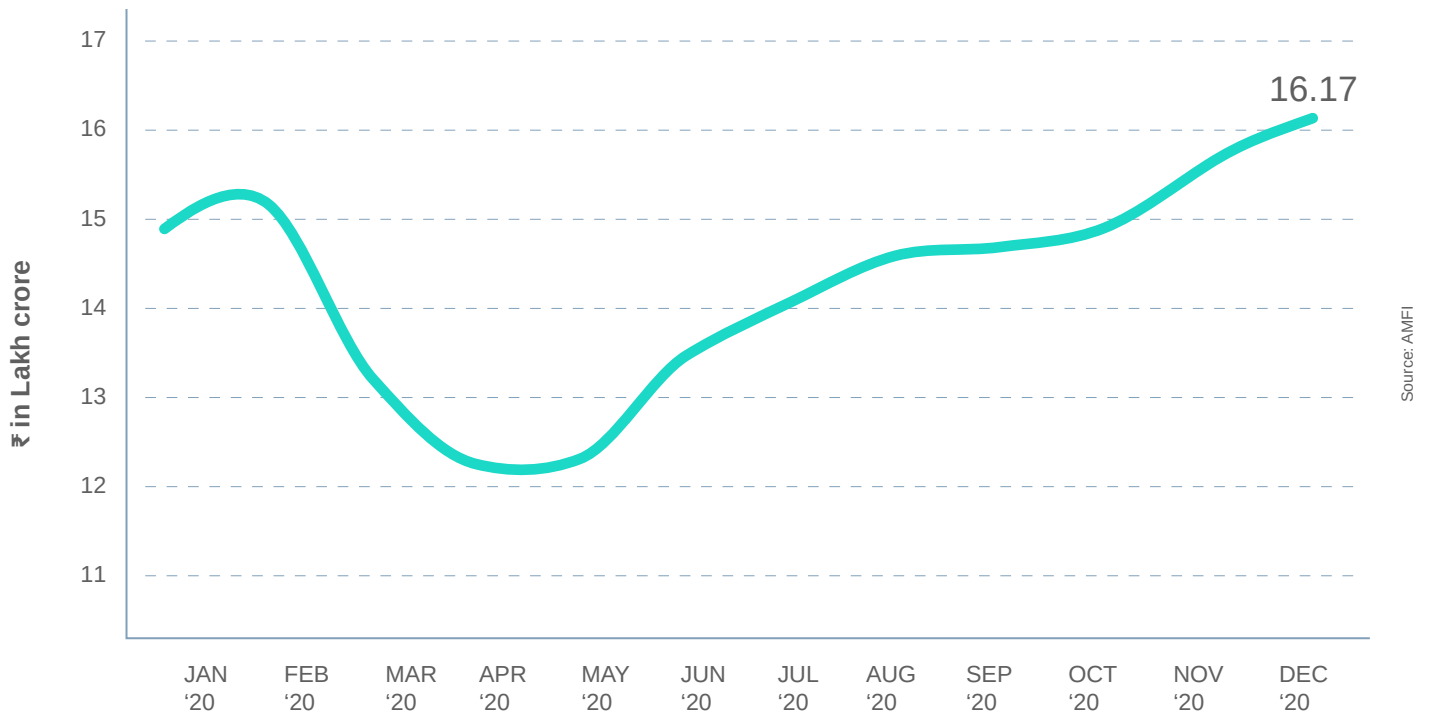
- Consumer Price Index (CPI) Inflation rate eases to 4.6% in Dec-20 from 6.9% in Nov-20. The vegetable inflation stood at -10.4% in Dec-20, compared to 15.6% in Nov-20. This is the key reason for the inflation rate to register below the upper tolerance limit (6%) set by RBI for the first time since Mar-20.
- The Index of Industrial Production (IIP) growth rate stood at -1.9% in Nov-20, compared to 3.6% in Oct-20. The contraction in the Industrial Production is mainly due to de-growth in Mining (-7.3%) and Manufacturing (-1.7%) sectors. The growth rate in the Electricity sector is 3.5%.
- The Manufacturing Purchasing Managers' Index (PMI) stood at 57.7 in Jan-21 compared to 56.4 in Dec-20. Sustained sales growth, Faster expansion in new business inflows, Rise in production are the key reasons for the expansion (PMI >50 indicates expansion) for the sixth straight month since Aug-20.
- Gross GST Revenue in Jan-21 registered an all-time high collection of Rs. 1.2 lakh cr, compared to Rs. 1.15 lakh cr in Dec-20. The GST Revenues remained above 1 lakh cr for the fourth consecutive month in FY 21 and are 8.1% higher than the collections in Jan-20.
- Finance Minister Mrs. Nirmala Sitharaman presented the details of the Economic survey. The survey discusses various Macroeconomic affairs like Fiscal Stance, Growth of the Economy, Inflation, Banking etc. Key highlights of the Survey are:
 - The survey projected the Real GDP of the Indian economy to grow by 11% during FY 2021-22. In the medium-term perspective, the real GDP is expected to grow by 6.5% in FY 2022-23 and 7% in FY 2023-24.
 - The survey suggested that the policy making should be driven by the greater focus on Core Inflation (Core Inflation is change in prices of goods and services after excluding Food and Energy sectors). This to avoid the measurement error due to wide variations in the inflation of several components of the Food and Beverages group. The food and beverages currently contribute a significant portion (54% as of Dec-20) of Consumer Price Index (CPI) Inflation.
 - The survey also recommended setting up rating agencies and regulators for the healthcare sector to evaluate quality of the healthcare providers.



INDUSTRY SIP INFLOWS OVER THE LAST 12 MONTHS



TOTAL RETAIL AND HNI AUM





What our Research Team is saying

7 Brutally Honest Questions That Answer Your Equity Exposure Dilemma

The question everyone wants an answer for...

You have often heard about the adage "Buy Low – Sell High".

Now that markets are at an all-time high, shouldn't you SELL HIGH?

Fair enough.

A lot of Indian equity mutual fund investors seem to be taking this view and are redeeming from equity funds in the last few months.

But here is where the story gets interesting.

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