

<b>SENSEX</b> 52588.71	<b>NIFTY</b> 15772.75	<b>USD</b> 74.36	<b>GOLD (10 grams)</b> 47161.00	<b>CRUDE</b> 5429.00
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## [Mutual Fund SIP asset base touches all-time high at Rs 4.67 lakh cr in May](#)

Investor interest in the mutual fund industry as an avenue to generate long term wealth creation is rising with SIP's asset base touching an all-time high of Rs 4.67 lakh crore at May-end. Over the past five years, the systematic investment plan or SIP AUM has grown 30 per cent annually, twice as fast as the growth in the overall mutual fund industry's assets under management (AUM). According to data released by Association of Mutual Funds in India (AMFI) on Wednesday, SIP AUMs have seen a close to four-fold jump to Rs 4,67,366 crore as of May this year from Rs 1,25,394 crore as of August 2016.

## [MF bulletin: MF industry adds close to 4 lakh new investors in May](#)

The MF industry has added 3.85 lakh new investors in May taking the total count of unique investors to 2.34 crore in May as against 2.30 crore in April. This has come on the back of a market rally and rising inflows in equity funds. The industry has witnessed net inflows of over Rs.10,000 crore in equity funds last month.

Here are other key highlights of the MF industry in the month gone by:

### **Folio count**

- The industry's total folio count has risen to 10.04 crore in May from 9.86 crore in April, an increase of 18.67 lakh new folios

### **Redemption**

Gross redemptions have risen to Rs.6.31 lakh crore in May from Rs.5.72 lakh crore in April

- Overall, the MF industry has seen net inflows in equity funds
- Debt funds have recorded net outflows of Rs.44,512 crore on back of redemption from liquid funds and overnight funds

### **T30 vs B30**

- Both T30 and B30 cities have witnessed a rise in their assets
- AUM in T30 cities has risen by nearly 2% to 27.35 lakh crore while assets in B30 cities rose by 5% to Rs.5.71 lakh crore
- T30 cities account for 83% of industry's total AUM
- Folio count in both T30 and B30 cities has grown marginally

### **Average AUM per folio**

- Average AUM per folio of retail investors has increased by 3% to Rs.1.81 lakh in May from Rs.1.76 lakh in April
- Average AUM per folio of retail investors in B30 and T30 cities have also risen by 4% and 3% to Rs.1.08 lakh and Rs.2.35 lakh, respectively

### **ARNs**

- 815 new individuals have joined the MF distribution business
- 2,662 ARNs were renewed in May - 1,649 individual distributors, 141 corporates and 872 corporate employees

## Returned Rs 17,777 cr to investors of 6 shuttered schemes: Franklin Templeton

Franklin Templeton Mutual Fund (MF) on Thursday said it has returned Rs 17,777 crore to unit holders of six shuttered debt schemes till June 15. This amounts to 71 per cent of assets under management (AUM) as on April 23, 2020, when the fund house shut its six debt mutual fund schemes citing redemption pressures and lack of liquidity in the bond market.

The schemes -- Franklin India Low Duration Fund, Franklin India Dynamic Accrual Fund, Franklin India Credit Risk Fund, Franklin India Short Term Income Plan, Franklin India Ultra Short Bond Fund, and Franklin India Income Opportunities Fund -- together had an estimated Rs 25,000 crore as assets under management (AUM).

## Motilal Oswal MF splits face value of NASDAQ 100 ETF units

Motilal Oswal Asset Management Company Limited has announced split in the face value of each unit of Motilal Oswal NASDAQ 100 ETF from existing Rs 10 to revised Re 1. According to the AMC, the ex-date and record date for the split is set as 17 June and 18 June respectively. The balance unit holding of the existing unit holders under the scheme as per records of the depositories as on 18th June will increase proportionately. However, this will not have any impact on the current value of holdings of the Unit holders of the scheme, the AMC said.

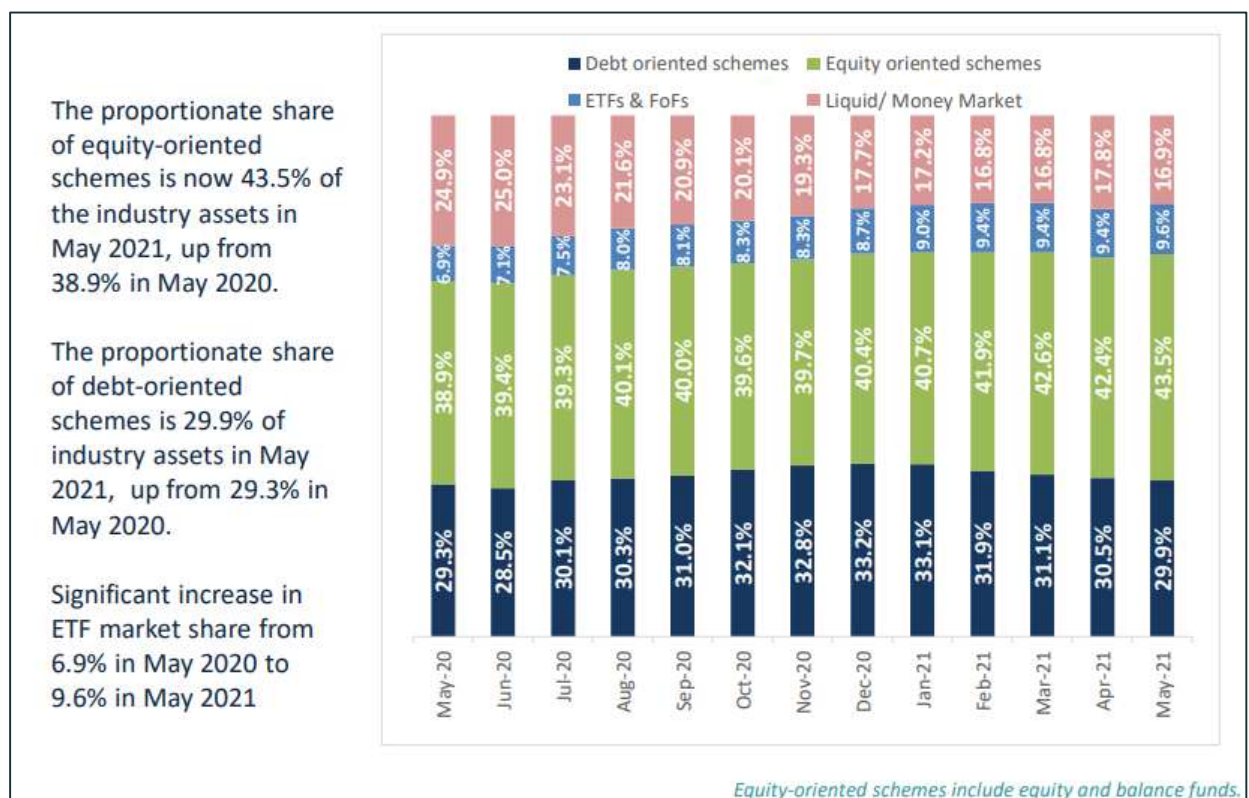
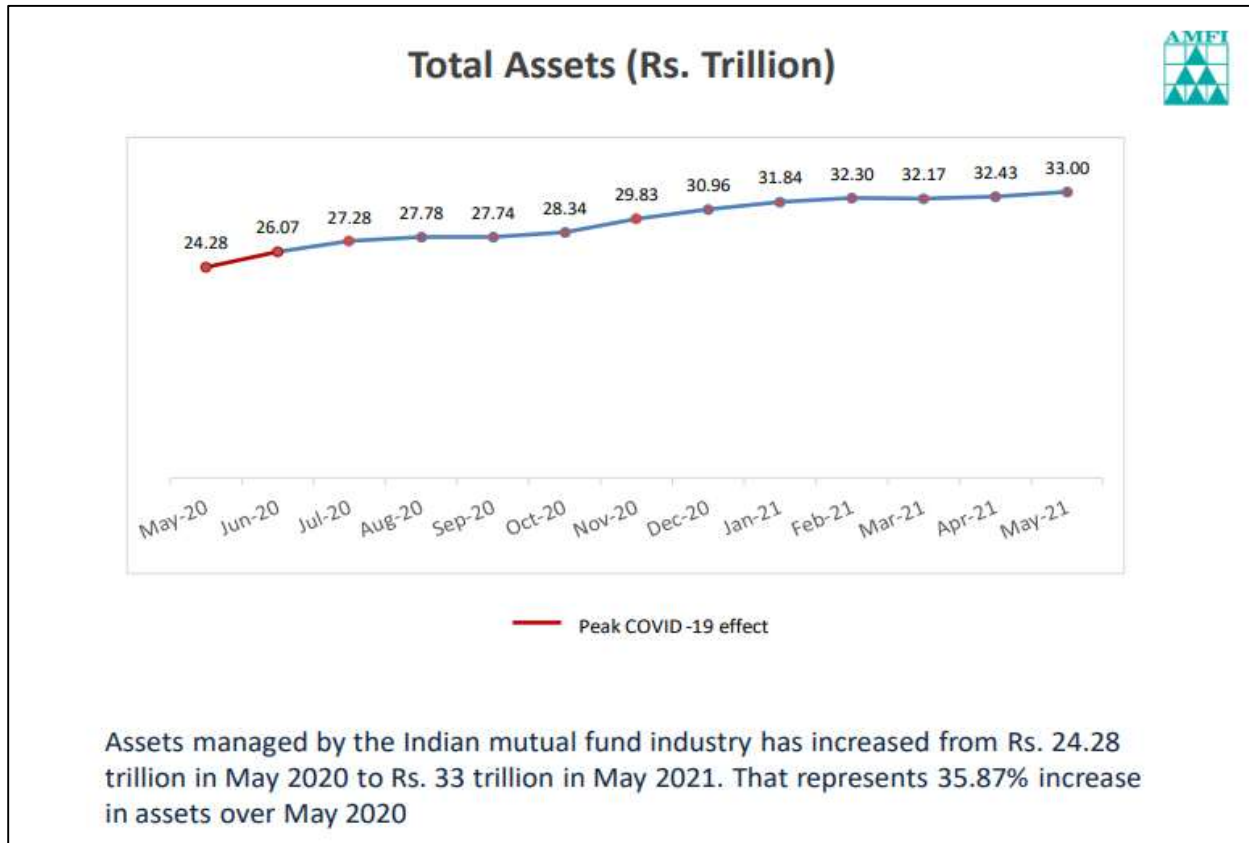
## Inflow to gold ETFs drops 57% to Rs 288 crore in May

Gold ETFs witnessed a 57 per cent decline in net inflow to Rs 288 crore in May compared to the preceding month, as investors diverted money into equity markets. Despite the drop in inflow, the assets under management (AUM) of gold ETFs rose by over 6 per cent to Rs 16,625 crore at May-end, against Rs 15,629 crore at April-end, data with Association of Mutual Funds in India (AMFI) showed. According to the data, a net sum of Rs 288 crore was pumped into gold-linked exchange-traded funds (ETFs) last month, lower than Rs 680 crore in April.

## Mutual funds raise exposure to PSU banks to 15-month high in May

As covid-led uncertainties are gradually receding, mutual fund houses are increasing their exposure to the banking sector, especially in the public sector undertaking (PSU) segment. An analysis of India's top 20 domestic mutual fund houses shows that they have been consistently pumping money into PSU banks for the last seven months. In May, PSU Banks' weightage among mutual funds reached a 15-month high of 3.4%, a jump of 30 basis points compared to the previous month and 120 bps in the year-ago period, according to data sourced from the Association of Mutual Funds in India (AMFI) and NAV India, analysed by Motilal Oswal Financial Services Ltd. As a result, the sector, which was in the thirteenth position a year ago climbed to the ninth position in the allocation of mutual funds.

## MF Industry Trends - AMFI

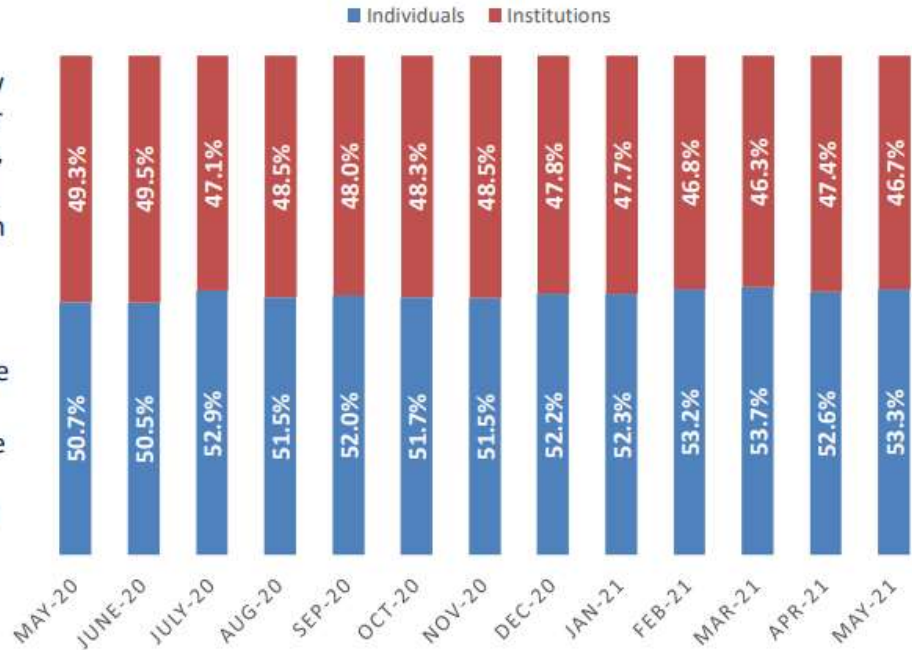


## Investor Type-wise Composition of Mutual Fund Assets



Individual investors now hold a marginally higher share of industry assets, i.e. 53.3% in May 2021, compared with 50.7% in May 2020

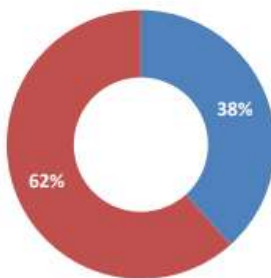
Institutional investors account for 46.7% of the assets, of which corporates are 95%. The rest are Indian and foreign institutions and banks.



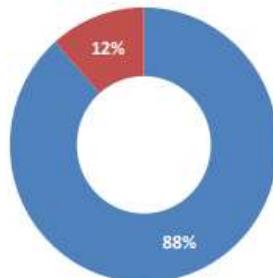
## Investor Categories Across Scheme Types



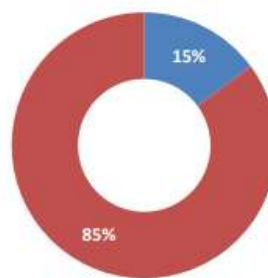
### Debt Oriented Schemes



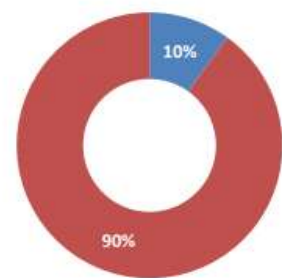
### Equity Oriented Schemes



### Liquid/ Money Market



### ETFs, FoFs



■ Individual ■ Institutional

Equity-oriented schemes derive 88% of their assets from individual investors (Retail + HNI)

Institutional investors dominate liquid and money market schemes (85%), debt-oriented schemes (62%) and ETFs, FOFs (90%).

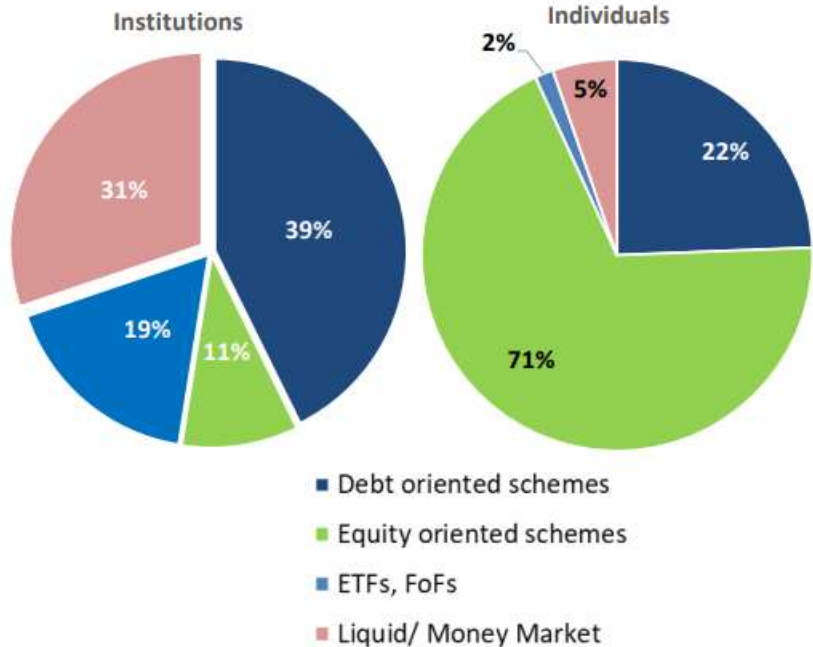
## Composition of Investors' Holdings



Individual investors primarily hold equity-oriented schemes while institutions hold liquid and debt-oriented schemes.

71% of individual investor assets are held in equity-oriented schemes.

70% of institutions assets are held in liquid / money market schemes and debt-oriented schemes.

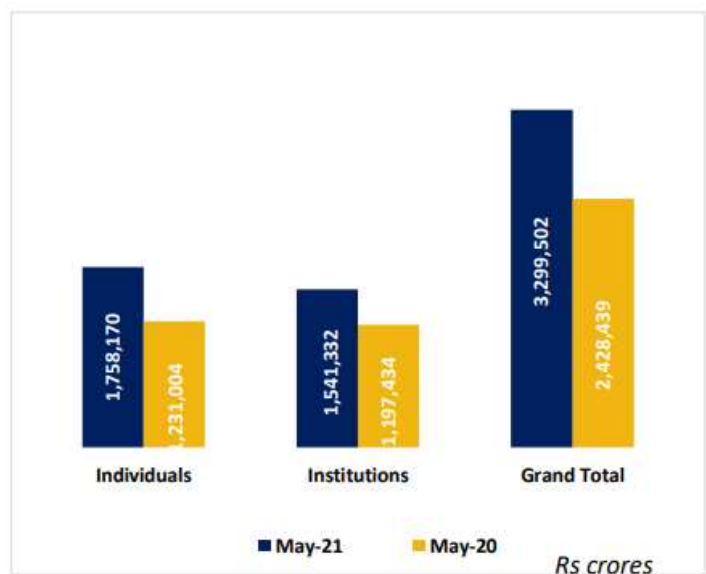


## Growth in Assets



The value of assets held by individual investors in mutual funds increased from Rs.12.31 lac cr in May 2020 to Rs. 17.58 lac cr in May 2021, an increase of 42.82%.

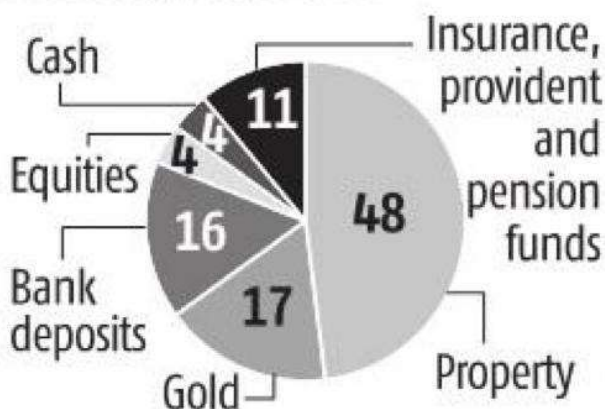
The value of Institutional assets has increased from Rs.11.97 lac cr in May 2020 to Rs.15.41 lac cr in May 2021, an increase of 28.72%.



## NEW INVESTORS WELCOME

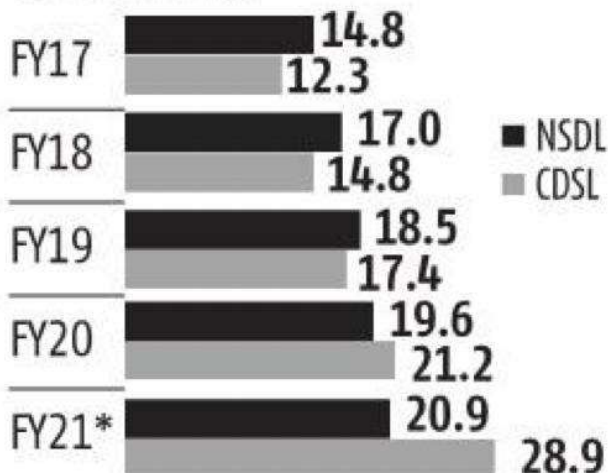
Stocks formed small part of Indian household wealth, but a record number of demat accounts were opened last year

### Indian household assets as of December 2020



Sources: Reserve Bank of India, Jefferies estimates, Central Depository Services Ltd, National Securities Depository Ltd

### Investors demat accounts (in million)



\*Dec 2020; Compiled by BS Research Bureau  
Source: CDSL result presentation

<b>New Fund Offer</b>	
<b>Scheme Name</b>	<b>Axis Quant Fund</b>
Scheme Type	Open Ended
Scheme Category	Equity Scheme - Sectoral/ Thematic
New Fund Launch Date	11-Jun-2021
New Fund Offer Closure Date	25-Jun-2021
Minimum Subscription Amount	Rs. 5,000 and in multiples of Re. 1/- thereof
<b>Scheme Name</b>	<b>HDFC Banking and Financial Services Fund</b>
Scheme Type	Open Ended
Scheme Category	Equity Scheme - Sectoral/ Thematic
New Fund Launch Date	11-Jun-2021
New Fund Offer Closure Date	25-Jun-2021
Minimum Subscription Amount	Rs. 5,000/-

(Source: - Moneycontrol, Economicstimes, Cafemutual, Livemint, AMFIIndia, etc.)