

Mutual Fund at a Glance

Quarter-1 2024-2025

MF Industry at a glance in Q1FY25

- The total asset under management (AUM) of the Indian mutual fund industry rose to Rs. 61.16 lakh crore in June 2024, from Rs. 58.91 lakh crore in the previous month and Rs. 44.39 lakh crore in the same period of the previous year.
- The Indian Mutual Fund Industry AUM surpassed the Rs. 50 lakh crore in December 2023 and within a span of 6 months, it has gone past Rs. 60 lakh crore level.
- The quarterly average AUM (QAAUM) of mutual fund industry in Q1FY25 increased 8.9% from Rs. 54.13 lakh crore in March 2024 to Rs. 58.97 lakh crore in June 2024. On a yearly basis, the QAAUM rose 36.8% in Q1FY25. The rise has largely been on account of a sharp rally in the equity market and surging inflows into equity schemes, mostly through systematic investment plan (SIP) accounts.
- The domestic mutual fund industry witnessed net outflows for the first time in this fiscal year in Jun 2024. However, on a quarterly basis it witnessed net inflows for the eight consecutive quarter.
- Net inflows into open ended equity mutual funds grew for the fourth consecutive quarter. Net inflows into open ended equity mutual funds grew surged 413% in Q1FY25 when compared to the same quarter in the previous year.
- Under open-ended schemes, sector/thematic funds for equity category witnessed the maximum growth of 23% followed by Multi Asset Allocation Funds and Index Funds for which folios witnessed a growth of 16% and 15% respectively.
- The monthly SIP contribution continued to remain above Rs. 20,000 crore for the third consecutive month as it rose to a new high of Rs. 21,262 crore in Jun 2024.

Source: AMFI and MFI 360

What's Inside

Market Update

Mutual Fund Industry Size

Inflow Outflow Analysis

Industry Insights

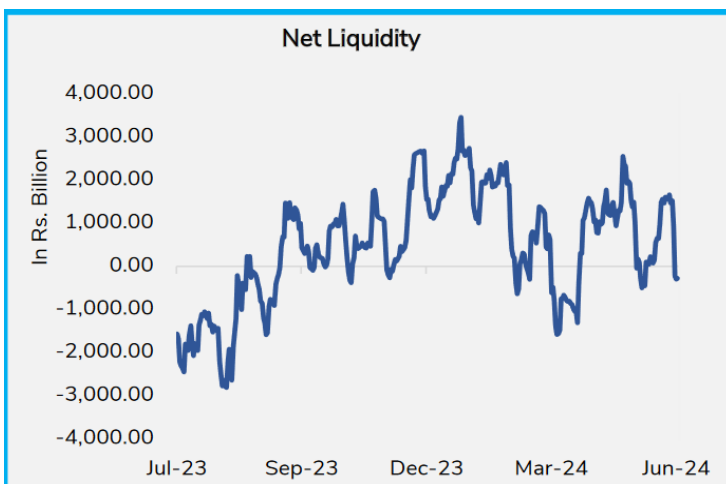
Regulatory Update

Section – 1: Market Update

10-year benchmark yield fell for the third consecutive quarter; Liquidity transited from surplus to deficit conditions

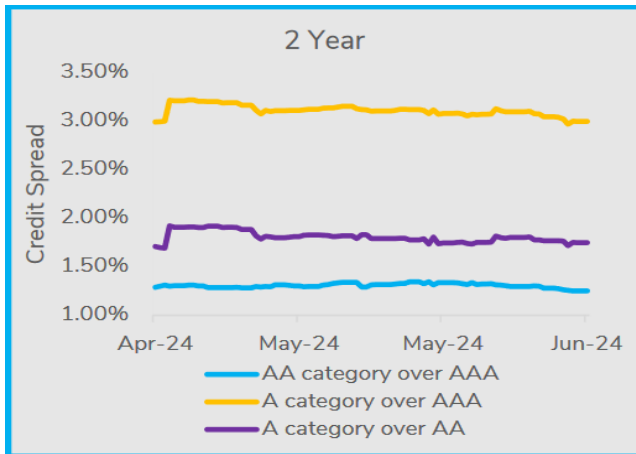


- Yield on 10-year benchmark paper came down for the third consecutive quarter. During the quarter under review, bond yields fell by 4 bps. Bond yields fell due to:
 - Decline in U.S. Treasury yields.
 - RBI approved a record surplus transfer of Rs. 2.11 lakh crore to the government for the fiscal year ended on Mar 31, 2024.
- However, gains were capped after the outcome of the general elections did not come in line with market expectations.



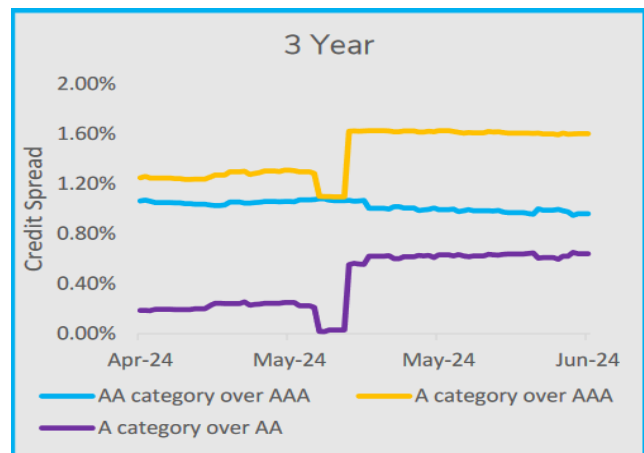
- During the current financial year liquidity transited from surplus to deficit conditions, and back to surplus.
- RBI mopped up surplus liquidity through variable rate reverse repo auctions during the first half of Apr, while injecting liquidity through variable rate repo (VRR) operations in the later part of Apr and May.

Spread Analysis

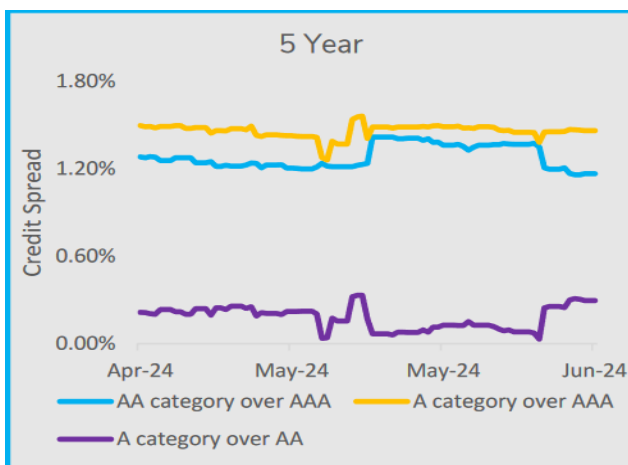


Credit Spread of A category over AAA remained flat in 2-year and 5-year segment; however experienced credit spread expansion in 3-year segment across quarter.

Credit Spread of AA category over AAA remained flat in 2-year, 3-year and 5-year segment across the quarter.

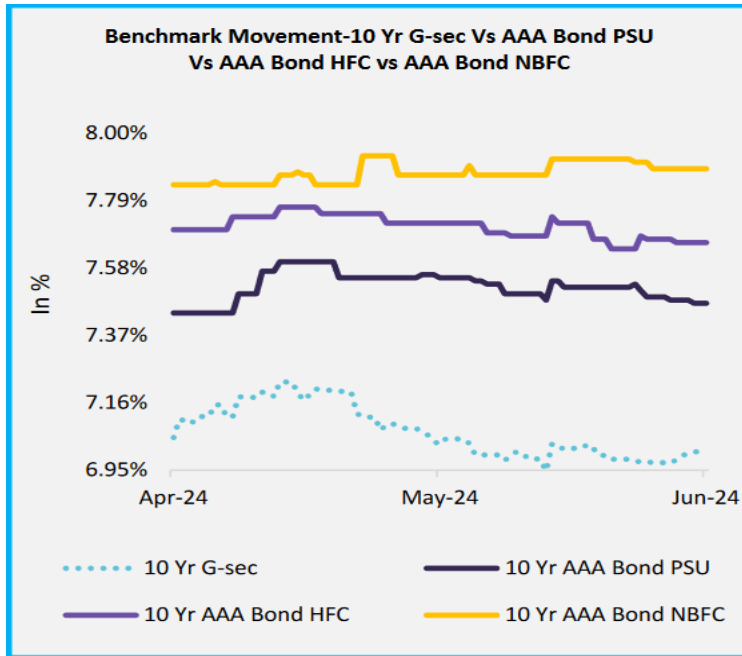


Credit Spread of A category over AA remained flat in 2-year and 5-year segment; however experienced credit spread expansion in 3-year segment across quarter.



Source: ICRA Analytics Limited; Calculated as average of all securities maturing in 2026, 2027, 2029, respectively in MF portfolio in their respective rating category

Spread Analysis



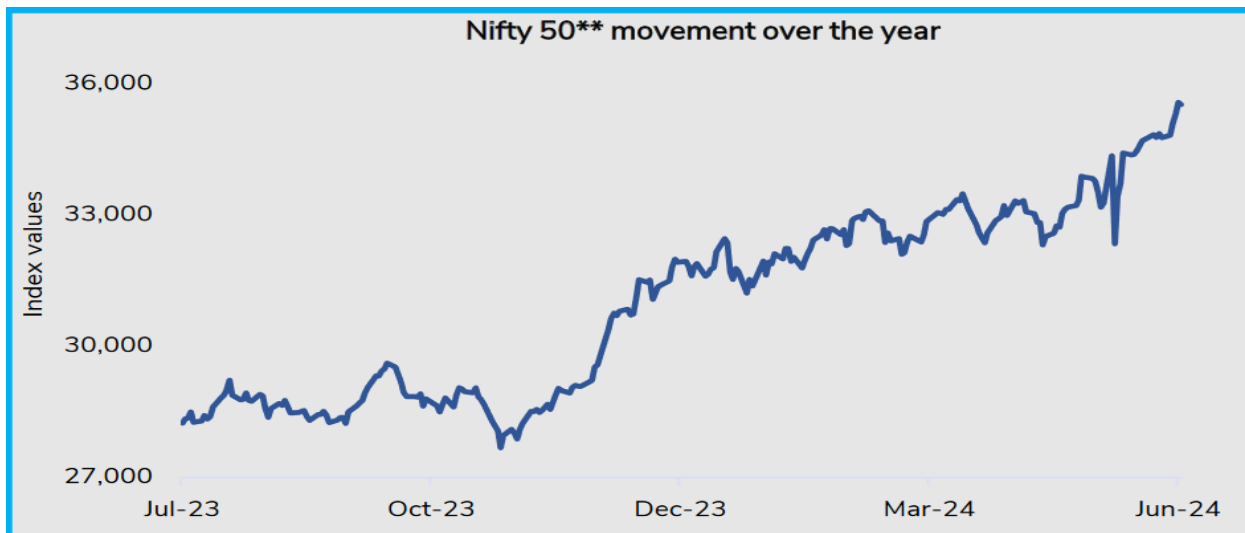
- Yield on 10-year G-Sec, 10-year AAA Bond- PSU, 10-year AAA Bond-HFC and 10 - year AAA Bond-NBFC fell marginally during the quarter.
- Credit spread of 1-year AAA over G-Sec experienced spread contraction on Q-o-Q basis though experienced slight expansion on Y-o-Y basis; Credit spread of 3-year AAA and 5-year AAA over G-Sec experienced a contraction on Q-o-Q and on Y-o-Y basis; 10-year AAA over G-Sec experienced spread expansion on both Q-o-Q and Y-o-Y basis.
- Credit spread of 1-year AA over G-Sec experienced spread contraction on Q-o-Q and on Y-o-Y basis; Credit spread of 3- year AA and 5-year AA over G-Sec experienced slight spread contraction on Q-o-Q basis though experienced spread expansion on Y-o-Y basis; 10-year AAA over G-Sec experienced spread expansion on both Q-o-Q and Y-o-Y basis.

Spread of Corporate Bond vis-a-vis G-sec of same tenor (In bps)					
	30-Jun-24	31-Mar-24	30-Jun-23	QoQ change	YoY Change
1 Y-AAA	71	88	62	-17	9
3 Y-AAA	47	52	88	-5	-41
5 Y-AAA	42	47	52	-5	-10
10 Y-AAA	44	42	9	2	35
1 Y-AA	120	137	128	-17	-8
3 Y-AA	105	106	86	-1	19
5 Y-AA	91	93	77	-2	14
10 Y-AA	104	99	83	5	21

Source: ICRA Analytics Limited; Refinitiv

*With respect to G-Sec of similar maturity. Semi annualized yields of G-Sec Papers are annualized for calculating spreads

Nifty 50 TRI gained for the fourth straight quarter, surged 27% YoY



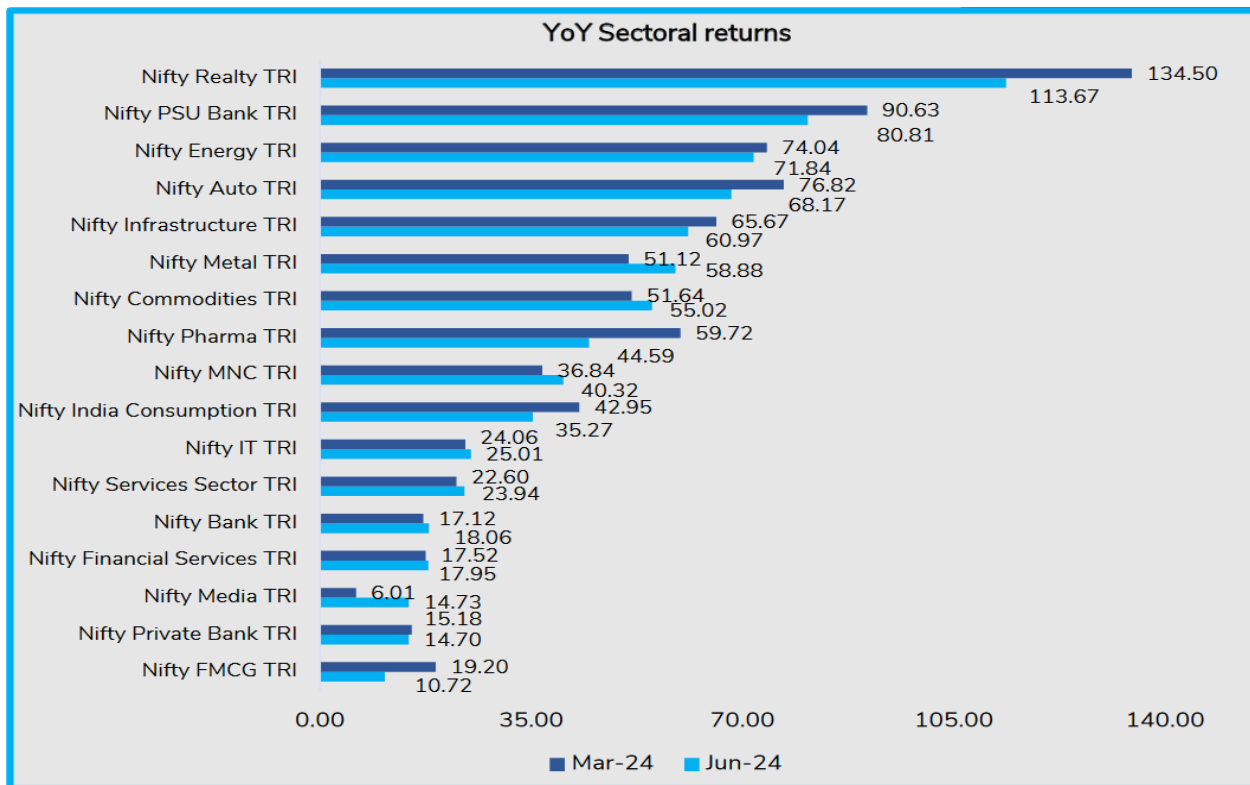
Nifty 50 TRI rose 8% during the quarter under review. On a yearly basis, Nifty 50 TRI surged 27%. The gains in the domestic equity market can be attributed to following factors:

- India's strong economic growth outlook.
- Upbeat domestic macroeconomic data.
- Optimism regarding the outcome of the general elections.
- Upbeat quarterly earning numbers for the quarter ended Mar 2024 from some index heavyweight.
- RBI decided to transfer a record surplus of Rs. 2.11 lakh crore for FY24. This surplus transfer is expected to provide a big boost to the fiscal position of the government as it will allow for enhanced expenditures or a sharper fiscal consolidation.
- Decline in domestic inflationary pressures.

However, gains were capped after

- The outcome of the general elections did not come in line with market expectations.
- Uncertainty as to what stance the U.S. Federal Reserve adopts in the coming months.

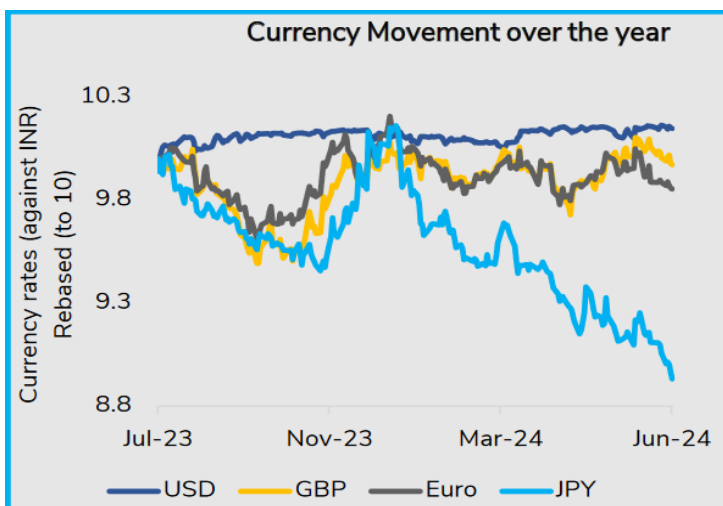
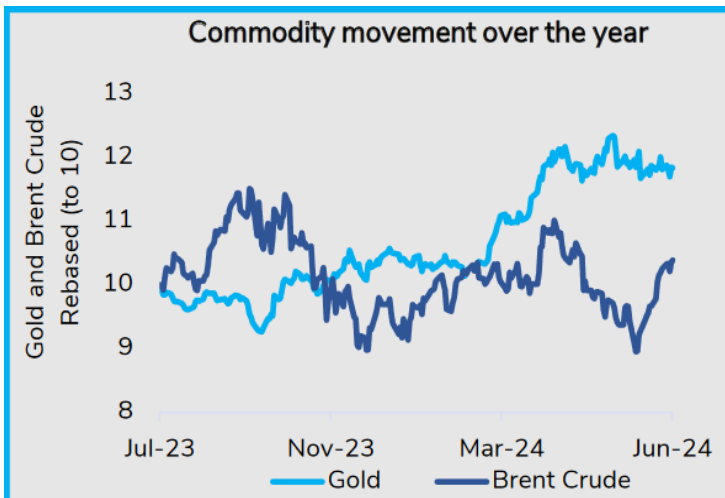
All sectors closed in green; Realty and PSU Bank were top gainers



- On a yearly basis, all the sectors closed in green.
- Nifty Realty rose the most by 114% on a yearly basis followed by Nifty PSU Bank and Nifty Energy which rose 81% and 72% respectively. Rising per capita incomes, improving affordability, increased urbanization and government initiatives is expected to provide support to the realty sector in the coming years.
- State run bank stocks also remained in focus which can be attributed to improvement in Capital Adequacy Ratio (CRAR) and a decline in Gross Non-Performing Assets (GNPA) ratios.
- The ongoing transition towards renewable energy and the government's focus on achieving net-zero emissions is also expected to provide support to the energy sector in the coming years.

Source: MFI360 Explorer; TRI variant of the index has been used for representation purpose

Both gold and global crude oil prices rose on a quarterly basis; Rupee witnessed marginal gains during the same period

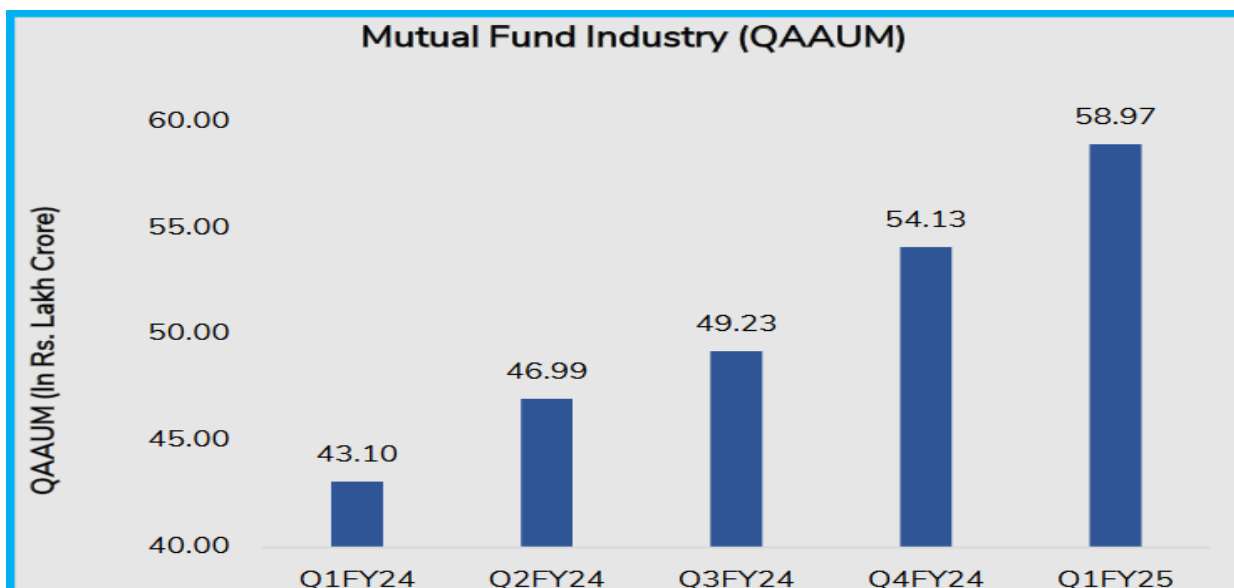


- Gold prices rose on a quarterly basis as rising geopolitical concerns in the Middle east boosted the safe-haven appeal of the yellow metal. However, concerns that the U.S. Federal Reserve may keep interest rates higher for an extended period capped the gains.
- Brent crude oil prices rose on quarterly basis due to:
 - Optimism about the future of energy demand.
 - Expectations of increased demand for oil and tighter supplies.
 - Increased hostilities in the Middle East and expectations that major oil-producing countries will support output reductions.
- However, gains were capped due to:
 - Worries that the U.S. Federal Reserve will keep interest rates higher for an extended period.
 - On a yearly basis Brent Crude oil prices grew 19%.
- Rupee rose marginally during the quarter following gains in the domestic equity market.
- However, tensions in the Middle East and concerns that the U.S. Federal Reserve may keep interest rates at higher levels for an extended period neutralized most of the gains.

Source: Refinitiv, ICRA Analytics Limited

Section – 2: Mutual Fund Industry Size

QAAUM grew 8.9% on a quarterly basis and on a yearly basis surged 36.8%



*Growth/De-growth Trend of AMC's for the Quarter ended Jun-24

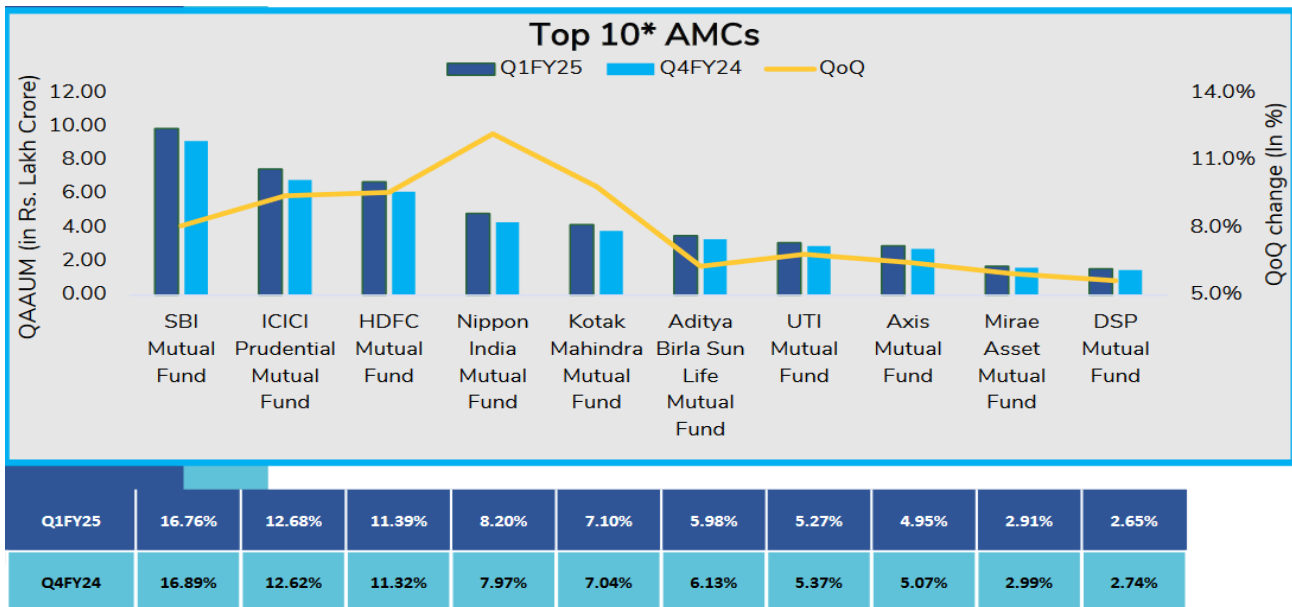
AMCs	Range
Top 5	8.1% to 12.2%
Next 10	4.4% to 8.5%
Rest	-35.7% to 192.5%

- The quarterly average AUM (QAAUM) of mutual fund industry in Q1FY25 increased 8.9% from Rs. 54.13 lakh crore in March 2024 to Rs. 58.97 lakh crore in June 2024.
- On a yearly basis, the QAAUM rose 36.8% in Q1FY25. The rise has largely been on account of a sharp rally in the equity market and surging inflows into equity schemes, mostly through systematic investment plan (SIP) accounts.
- Top five AMC's with highest sequential growth were:
 1. Zerodha Mutual Fund (192.5%)
 2. Old Bridge Mutual Fund (176.0%)
 3. Helios Mutual Fund (56.0%)
 4. Quant Mutual Fund (37.8%)
 5. JM Financial Mutual Fund (34.0%)

Source: AMFI, MFI360 Explorer; *On the basis of QAAUM ended Jun-24

Note: 1. HSBC Mutual Fund had completed the acquisition of L&T Mutual Fund in November 2022. Accordingly, % change in QAAUM and latest QAAUM data for L&T Mutual Fund has not been displayed. Also, for HSBC AMC %change may have been fueled by the acquisition of L&T AMC. 2. IIFL Mutual Fund is now 360 ONE Mutual Fund. 3. Indiabulls Mutual Fund is now Groww Mutual Fund.

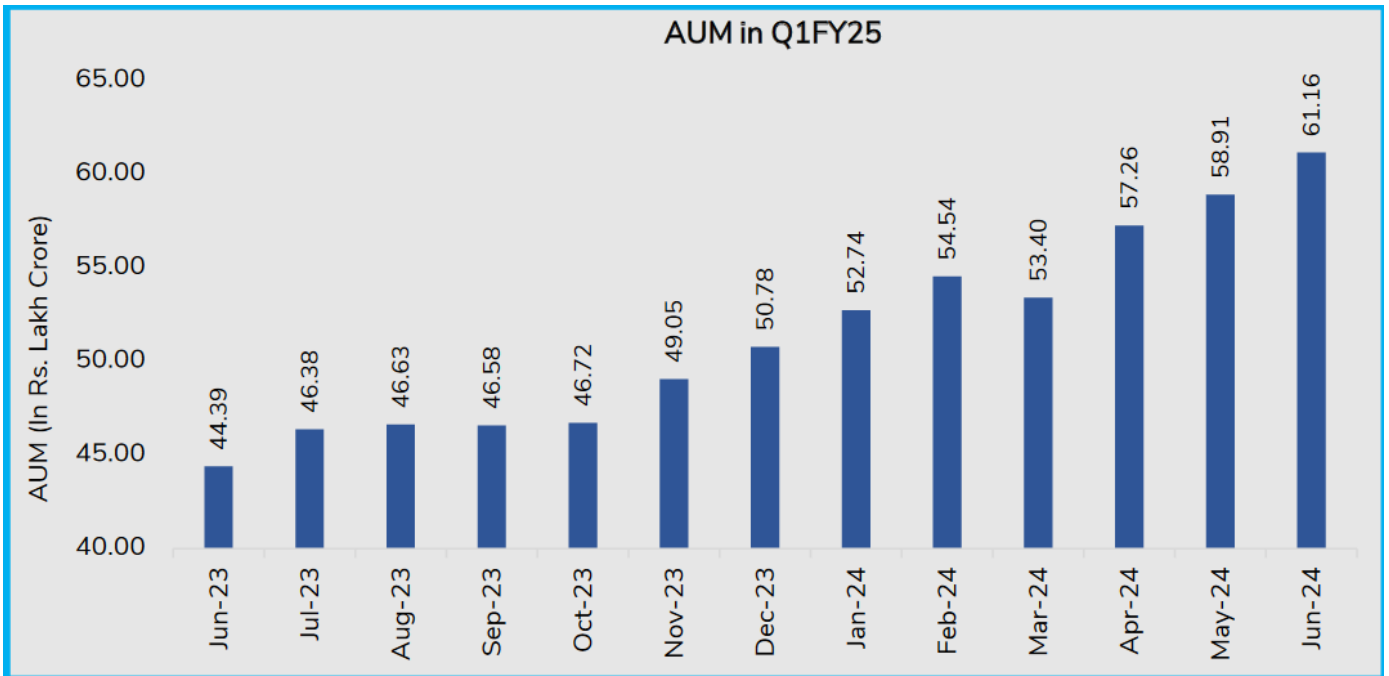
SBI MF, ICICI Prudential MF and HDFC MF retained their top positions



- The top-10 AMCs accounted more than 75% of the QAAUM of the Indian mutual fund industry.
- On a quarterly basis, the top ten AMCs in terms of QAAUM witnessed a growth of 9%, the next 10 AMCs witnessed a growth of 6% while the rest of the AMCs witnessed a growth of 15%.
- On a quarterly basis, Zerodha Mutual Fund witnessed a maximum growth of 192.5% while on a yearly basis, WhiteOak Capital Mutual Fund witnessed a maximum growth of 253.8%.
- Among top 10 AMCs:
 - Nippon India Mutual Fund witnessed the maximum quarterly growth of 12.2% in QAAUM followed by Kotak Mahindra Mutual Fund and HDFC Mutual Fund which witnessed a growth of 9.8% and 9.6% respectively.
 - On a yearly basis, Nippon India Mutual Fund witnessed the maximum growth of 54.3% for the quarter ended Jun 2024 followed by ICICI Prudential Mutual Fund and Mirae Asset Mutual Fund which witnessed a growth of 40.7% and 39.6% respectively.

Source: AMFI, MFI360 Explorer; *Top 10 AMCs are based on Jun-24 QAAUM; ^Market share in terms of QAAUM

AUM grew 38% on Y-o-Y basis

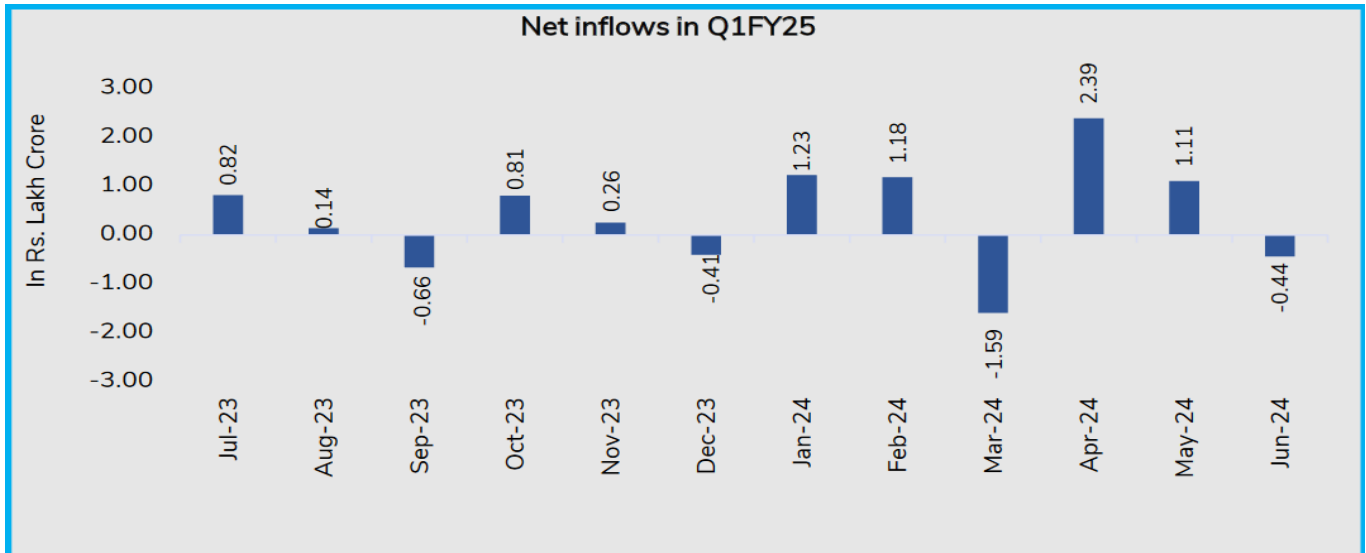


- Data from Association of Mutual Funds in India (AMFI) showed that the total asset under management (AUM) of the Indian mutual fund industry rose to Rs. 61.16 lakh crore in June 2024, from Rs. 58.91 lakh crore in the previous month and Rs. 44.39 lakh crore in the same period of the previous year.
- On a monthly basis, the AUM went up by ~4% while on a yearly basis the AUM surged by ~38%. The Indian Mutual Fund Industry AUM surpassed the Rs. 50 lakh crore in December 2023 and within a span of 6 months, it has gone past Rs. 60 lakh crore level.
- AUM of open-ended equity-oriented schemes on a yearly basis grew by 59% in Jun 2024 while that of open-ended hybrid schemes grew by 54%. AUM of open-ended debt schemes grew by 5% during the same period.

Source: AMFI and MFI 360 Explorer

Section – 3: Inflow Outflow Analysis

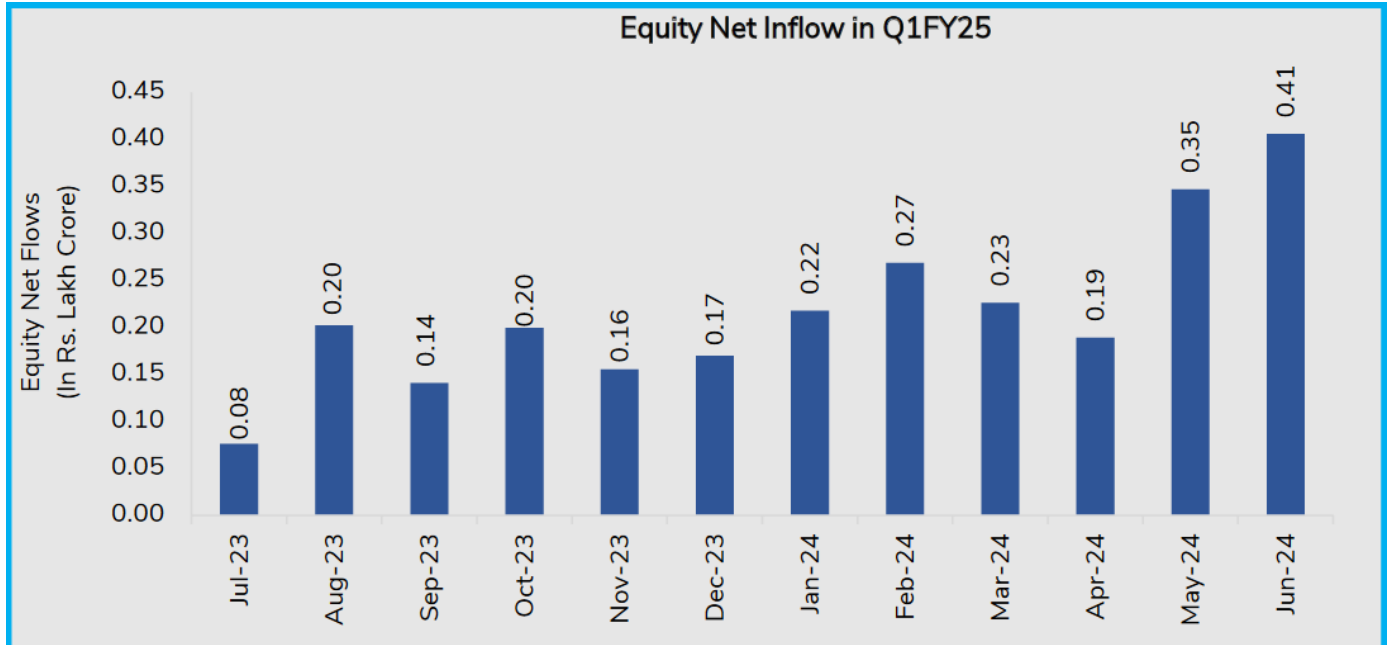
MF Industry witnessed net inflows for the eighth consecutive quarter



- The domestic mutual fund industry witnessed net outflows for the first time in this fiscal year in Jun 2024. However, on a quarterly basis it witnessed net inflows for the eight consecutive quarter.
- Net inflows grew 273% in Q1FY25 compared to that of the previous quarter and 73% compared to the same period of the previous year.
- Net inflows in Q1FY25 stood at Rs. 3.06 lakh crore in Q1FY25 as compared to Rs. 0.82 lakh crore in the previous quarter and Rs. 1.77 lakh crore in the same period of the previous year.
- Open ended debt mutual funds obtained net inflows to the tune of Rs. 1.25 lakh crore after witnessing net outflows for the past three quarters. Net inflows into open ended debt mutual funds stood at Rs. 1.38 lakh crore in the same quarter of the previous year.
- Under open-ended debt-oriented schemes maximum net inflows of Rs. 51,946 crore were witnessed in money market funds, followed by liquid funds, ultra short duration funds and low duration funds that witnessed net inflows of Rs. 48,271 crore, Rs.10,425 crore and Rs. 10,418 crore respectively.
- Maximum net outflows of Rs. 3,186 crore were witnessed in Banking & PSU Funds followed by Medium Duration Funds, Credit Risk Funds that witnessed net outflows of Rs. 1,426 crore and Rs. 1,378 crore respectively.

Source: AMFI and MFI 360

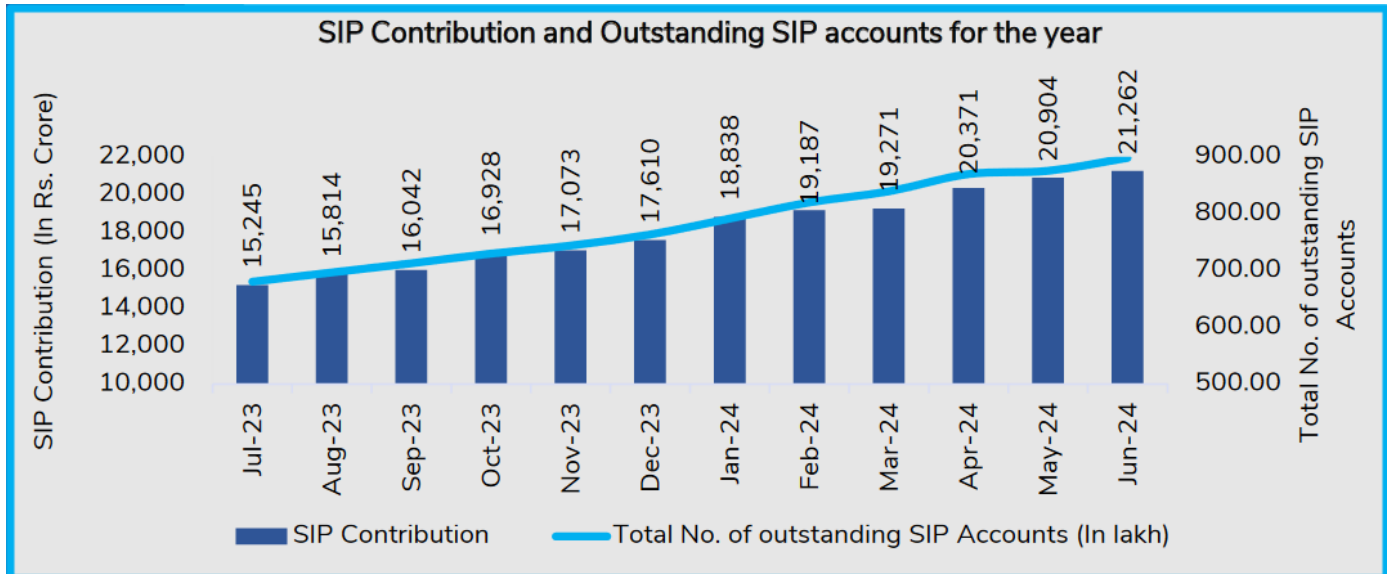
Equity Net Inflows accelerated for the fourth consecutive quarter in Q1FY25



- Net inflows into open ended equity mutual funds grew for the fourth consecutive quarter. During Q1FY25, net inflows into equity mutual funds grew 32% on a quarterly basis as compared to a growth of 36% in the previous quarter. Net inflows into open ended equity mutual funds grew surged 413% when compared to the same quarter in the previous year.
- Under open-ended equity-oriented schemes, maximum net inflows of Rs. 46,731 crore were witnessed in sectoral/thematic funds during the quarter followed by multi cap funds and flexi cap which witnessed net inflows of Rs. 10,077 crore and Rs. 8,387 crore respectively in the same period.
- Net outflows were witnessed only in Focused Funds and ELSS funds during the quarter to the tune of Rs. 921 crore and Rs. 839 crore respectively.

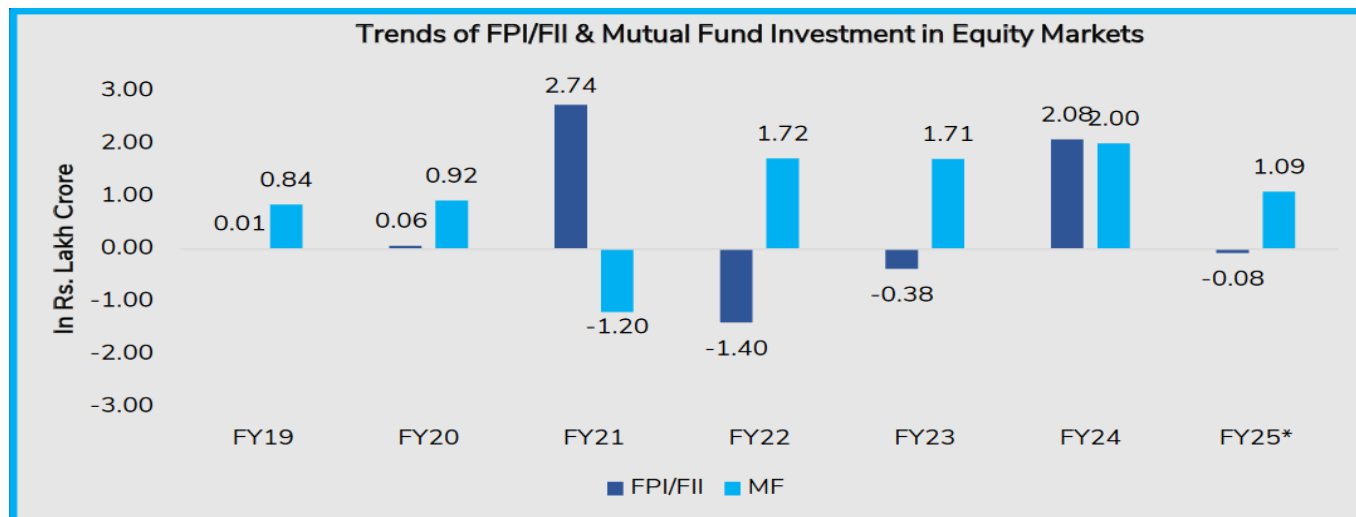
Section – 4: Industry Insights

SIP Contribution continued to remain above Rs. 20,000 crore for the third consecutive month



- The monthly SIP contribution continued to remain above Rs. 20,000 crore for the third consecutive month as it rose to a new high of Rs. 21,262 crore in Jun 2024.
- For the first half of 2024, cumulative SIP contributions surpassed Rs. 1 lakh crore level and stood at Rs. 1.20 lakh crore. On a monthly basis, SIP Contribution rose 2% while on a yearly basis the same went up by 44%.
- Total No. of outstanding SIP Accounts rose 35% in Jun 2024 as compared to the same period of the previous year. On a quarterly basis it rose 7%.
- SIP contribution grew 10% on a quarterly basis in Jun 2024. SIP AUM as a % of Month End AUM increased to 20.34% as compared to 17.88% in the same period of the previous year.

FPIs turn net buyers in Jun after remaining net sellers in Apr and May



- Foreign portfolio investors (FPIs) remained net sellers in the quarter ended Jun 2024. FPIs invested Rs 26,565 crore in Jun 2024 after remaining net sellers in April and May in domestic equities. Mutual Funds remained net buyers during the same period.
- FPIs were net sellers in May 2024 amid uncertainty regarding the outcome of the general election results. Concerns over a tweak in India's tax treaty with Mauritius and worries that the U.S. Federal Reserve may keep interest rates at higher levels for an extended period also weighed on the market sentiment.
- However, FPIs turned net buyers in Jun 2024 which can be attributed to the following factors:
 - Government Stability
 - Strong domestic macroeconomic fundamentals
 - Muted domestic inflationary pressures
 - Ample Forex Reserves
 - Robust banking sector health
 - India's inclusion in the JP Morgan Bond Index

QAAUM Q1FY25 at a glance

Market Share	Asset Management Company	QAAUM		QAAUM (In Rs. Crore)				% Change in QAAUM						
		Q1FY25	% Share	Q4FY24	Q3FY24	Q2FY24	Q1FY24	3M	6M	9M	12M			
Top 20 = 95%	Top 10 = 78%	Top 5 = 56%	SBI Mutual Fund	9,88,256	16.76%	9,14,365	8,50,632	8,26,934	7,62,348	8.1%	16.2%	19.5%	29.6%	
			ICICI Prudential Mutual Fund	7,47,396	12.68%	6,83,096	6,14,564	5,81,566	5,31,327	9.4%	21.6%	28.5%	40.7%	
			HDFC Mutual Fund	6,71,583	11.39%	6,12,905	5,51,521	5,24,740	4,85,748	9.6%	21.8%	28.0%	38.3%	
			Nippon India Mutual Fund	4,83,791	8.20%	4,31,308	3,77,654	3,50,564	3,13,598	12.2%	28.1%	38.0%	54.3%	
			Kotak Mahindra Mutual Fund	4,18,507	7.10%	3,81,046	3,51,142	3,33,687	3,09,862	9.8%	19.2%	25.4%	35.1%	
				Aditya Birla Sun Life Mutual Fund	3,52,542	5.98%	3,31,709	3,11,509	3,10,899	2,96,937	6.3%	13.2%	13.4%	18.7%
				UTI Mutual Fund	3,10,697	5.27%	2,90,881	2,72,944	2,66,813	2,48,088	6.8%	13.8%	16.4%	25.2%
				Axis Mutual Fund	2,91,967	4.95%	2,74,265	2,62,360	2,59,795	2,48,160	6.5%	11.3%	12.4%	17.7%
				Mirae Asset Mutual Fund	1,71,382	2.91%	1,61,741	1,47,159	1,38,918	1,22,802	6.0%	16.5%	23.37%	39.6%
				DSP Mutual Fund	1,56,422	2.65%	1,48,063	1,36,054	1,30,149	1,17,726	5.6%	15.0%	20.2%	32.9%
				Tata Mutual Fund	1,53,634	2.61%	1,47,170	1,31,622	1,27,598	1,11,151	4.4%	16.7%	20.4%	38.2%
				Bandhan Mutual Fund	1,44,805	2.46%	1,37,193	1,27,914	1,24,582	1,18,168	5.5%	13.2%	16.2%	22.5%
				Edelweiss Mutual Fund	1,31,889	2.24%	1,25,125	1,16,928	1,10,972	1,05,550	5.4%	12.8%	18.8%	25.0%
				HSBC Mutual Fund	1,16,866	1.98%	1,09,825	1,02,039	97,641	87,926	6.4%	14.5%	19.7%	32.9%
				Franklin Templeton Mutual Fund	95,339	1.62%	87,897	78,387	73,020	65,749	8.5%	21.6%	30.6%	45.0%
				Canara Robeco Mutual Fund	94,685	1.61%	87,070	79,365	74,916	67,532	8.7%	19.3%	26.4%	40.2%
				Invesco Mutual Fund	83,562	1.42%	74,314	63,627	57,679	50,054	12.4%	31.3%	44.9%	66.9%
				PPFAS Mutual Fund	74,854	1.27%	64,296	53,018	45,608	39,110	16.4%	41.2%	64.1%	91.4%
				Quant Mutual Fund	81,204	1.38%	58,934	40,675	31,748	23,366	37.8%	99.6%	155.8%	247.5%
				Sundaram Mutual Fund	60,751	1.03%	56,667	51,238	49,195	45,612	7.2%	18.6%	23.5%	33.2%
			Motilal Oswal Mutual Fund	53,692	0.91%	45,994	38,130	34,998	31,593	16.7%	40.8%	53.4%	69.9%	
			Baroda BNP Paribas Mutual Fund	38,502	0.65%	35,646	33,176	31,260	27,716	8.0%	16.1%	23.2%	38.9%	
			LIC Mutual Fund	31,761	0.54%	30,171	26,014	24,257	18,553	5.3%	22.1%	30.9%	71.2%	
			PGIM India Mutual Fund	24,029	0.41%	23,240	22,881	23,548	22,518	3.4%	5.0%	2.0%	6.7%	
			Mahindra Manulife Mutual Fund	22,565	0.38%	19,092	15,321	12,582	10,262	18.2%	47.3%	79.3%	119.9%	
			Union Mutual Fund	16,111	0.27%	14,675	13,595	12,466	10,765	9.8%	18.5%	29.2%	49.7%	
			360 ONE Mutual Fund	10,343	0.18%	9,037	7,630	6,205	5,421	14.4%	35.6%	66.7%	90.8%	
			WhiteOak Capital Mutual Fund	10,680	0.18%	8,795	6,311	4,200	3,018	21.4%	69.2%	154.3%	253.8%	
			Bajaj Finserv Mutual Fund	11,136	0.19%	8,708	6,218	3,924	0	27.9%	79.1%	183.8%		
			Bank of India Mutual Fund	7,950	0.13%	6,555	5,788	4,915	4,144	21.3%	37.4%	61.8%	91.9%	
			ITI Mutual Fund	7,406	0.13%	6,396	5,355	4,712	4,037	15.8%	38.3%	57.2%	83.5%	
			JM Financial Mutual Fund	7,799	0.13%	5,819	4,584	3,845	3,154	34.0%	70.1%	102.8%	147.3%	
			NJ Mutual Fund	5,895	0.10%	5,540	4,896	4,470	4,361	6.4%	20.4%	31.9%	35.2%	
			Navi Mutual Fund	5,762	0.10%	4,944	4,149	3,600	3,049	16.5%	38.9%	60.1%	89.0%	
			Quantum Mutual Fund	2,366	0.04%	2,255	2,099	2,024	1,932	4.9%	12.7%	16.9%	22.4%	
			Samco Mutual Fund	2,256	0.04%	2,138	1,376	1,268	815	5.6%	64.0%	77.9%	176.8%	
			IL&FS Mutual Fund (IDF)	1,040	0.02%	1,617	1,585	1,511	1,382	-35.7%	-34.4%	-31.2%	-24.8%	
			Trust Mutual Fund	1,401	0.02%	1,125	1,191	1,185	1,163	24.6%	17.7%	18.3%	20.5%	
			Helios Mutual Fund	1,627	0.03%	1,043	392	0	0	56.0%	314.7%			
			Taurus Mutual Fund	800	0.01%	739	645	597	533	8.2%	24.1%	34.0%	50.2%	
			Groww Mutual Fund	788	0.01%	658	479	438	377	19.7%	64.7%	79.8%	108.9%	
			Zerodha Mutual Fund	1,578	0.03%	540	92	0	0	192.5%	1618.0%			
			Shriram Mutual Fund	594	0.01%	445	362	302	275	33.3%	63.8%	96.9%	115.7%	
			Old Bridge Mutual Fund	354	0.01%	128	0	0	0	176.0%				
			IIFCL Mutual Fund (IDF)	0	0.00%	0	0	0	0					
			IDBI Mutual Fund	0	0.00%	0	0	0	3,695					
			Grand Total	58,96,566	100%	54,13,172	49,22,620	46,99,329	43,09,582					

Section – 5: Regulatory Update

Key takeaways from Monetary Policy Committee Meetings

FY25 Monetary Policy	Rates	MSF and Bank Rate	Standing Deposit Facility	Inflation Projection	GDP- economic growth
07-Jun-24	Unchanged at 6.50%	Unchanged at 6.75%	Steady at 6.25%	Projection retained at: 4.5% for FY25 4.9% for Q1FY25 3.8% for Q2FY25 4.6% for Q3FY25 4.5% for Q4FY25	Projection raised from: 7.0% to 7.2% for FY25 7.1% to 7.3% for Q1FY25 6.9% to 7.2% for Q2FY25 7.0% to 7.3% for Q3FY25 7.0% to 7.2% for Q4FY25
05-Apr-24	Unchanged at 6.50%	Unchanged at 6.75%	Steady at 6.25%	Projection lowered from: 5.0% to 4.9% for Q1FY25 4.0% to 3.8% for Q2FY25 4.7% to 4.5% for Q4FY25 Projection retained at: 4.5% for FY25 4.6% for Q3FY25	Projection lowered from: 7.2% to 7.1% for Q1FY25 Projection raised from: 6.8% to 6.9% for Q2FY25 6.9% to 7% for Q4FY25 Projection retained at: 7.0% for FY25 7.0% for Q3FY25

Source: RBI

RNB Corporate Services Pvt Ltd
1414-1413, Corporate Annexe, Sonawala Road, Goregaon (E)
AMFI REGISTERED MUTUAL FUND DISTRIBUTOR NO.173108
CIN: U67190MH2020PTC349176

Disclaimer: The information contained in this report has been obtained from sources considered to be authentic and reliable. However, RNB Corporate Services Pvt. Ltd. is not responsible for any error or inaccuracy or for any losses suffered on account of this information. Mutual Fund investments are subject to market risks, read all scheme related documents carefully.