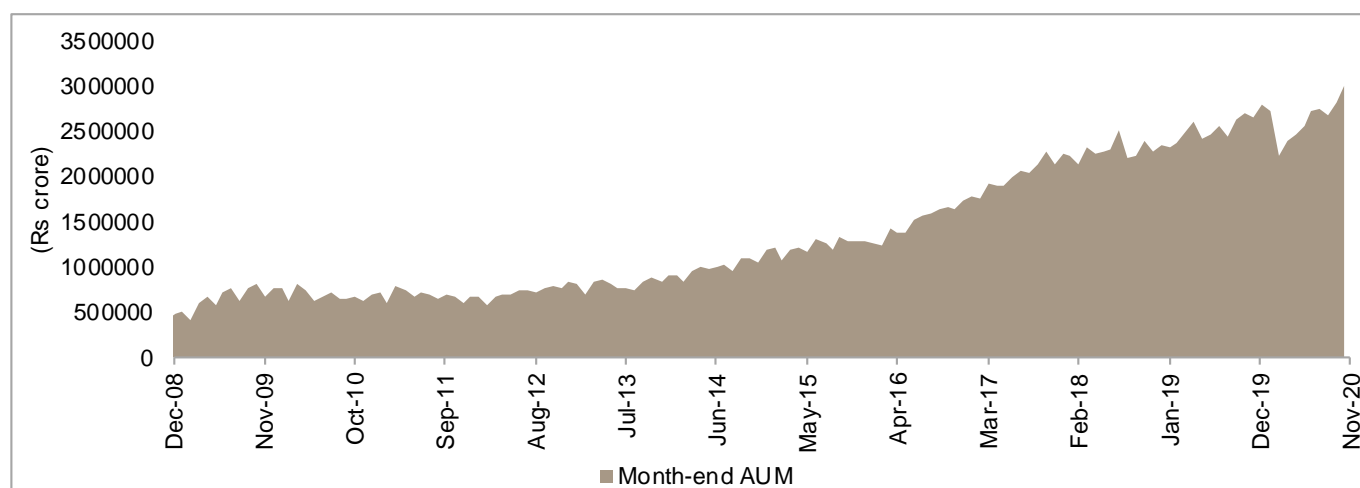


MF assets crossed Rs 30 lakh crore for first time in November

The Indian mutual fund (MF) industry's assets under management (AUM) expanded 6.3% on-month in November 2020, to settle at a record high of Rs 30.01 lakh crore. The fresh high follows October's record of Rs 28 lakh crore. Inflows in open-ended debt funds coupled with mark-to-market (MTM) gains from equity market contributed to the rise in the industry's asset base in November, even as investors continued to exit equity-oriented and hybrid schemes.

Mutual funds' AUM trajectory



Note: Excludes domestic fund of funds

Source: Association of Mutual Funds in India (AMFI), CRISIL Research

Equity funds saw fifth-consecutive month of outflows

Investors continued to exit open-ended equity-oriented schemes in November, with outflows accelerating from Rs 2,725 crore in October to ~Rs 12,917 crore, primarily because of profit-booking, as domestic equity markets hit record highs during the month – the benchmark equity indices, S&P BSE Sensex and Nifty 50, advanced ~11% each on-month.

In fact, November marked the first time there were outflows across all open-ended equity categories since April 2019, when the Association of Mutual Funds in India changed its format of dissemination. Large cap funds led the most within the category, at ~Rs 3,289 crore. Multi-cap funds and value / contra funds were at second and third, with net outflows of Rs 2,842 crore and Rs 1,323 crore, respectively. Dividend yield funds posted the lowest net outflow, at ~Rs 70 crore

Outflows notwithstanding, mark-to-market gains pushed up the open-ended equity fund asset base ~10% on-month to Rs 8.58 lakh crore, marking the first time the category crossed the Rs 8 lakh crore threshold.

Hybrid categories followed equity trajectory with highest net outflow since July 2020

Hybrid funds posted net outflow for the fifth straight month, at a cumulative Rs 5,249 crore in November. Nearly all categories saw net outflow, with aggressive hybrid schemes reporting the highest exit, at ~Rs 3,731 crore. Conservative hybrid fund was the only category with net inflow, at ~Rs 140 crore. However, aided by gains

registered by the underlying equity asset class, the hybrid scheme asset base rose ~5.1% on-month to ~Rs 3.11 lakh crore, which was the highest since February 2020.

Most open-ended debt funds recorded inflows

Low duration funds posted the highest net inflow within the open-ended debt scheme category in November, at ~Rs 27,108 crore, which was also the highest net inflow recorded by the category since April 2019. Short duration and corporate bond funds found favour as well; with cumulative net inflow of Rs 24,187 crore.

On the other hand, overnight funds witnessed sharp net outflow of Rs 15,548 crore in November. The liquid fund asset base also recorded net outflow of Rs 8,415 crore, as well as credit risk funds, with net outflow for the 20th straight month, albeit a nominal amount of ~Rs 15 crore.

At an aggregate level, though, the AUM of open-ended debt funds rose ~Rs 52,648 crore on-month, or 3.95%, to a record high of Rs 13.87 lakh crore.

Gold ETFs saw net outflows for first time this fiscal

Gold exchange-traded funds (ETFs) recorded net outflow for the first time this fiscal, at ~Rs 141 crore in November. The category had seen monthly net inflows on average at ~Rs 693 crore for the April – October 2020 period.

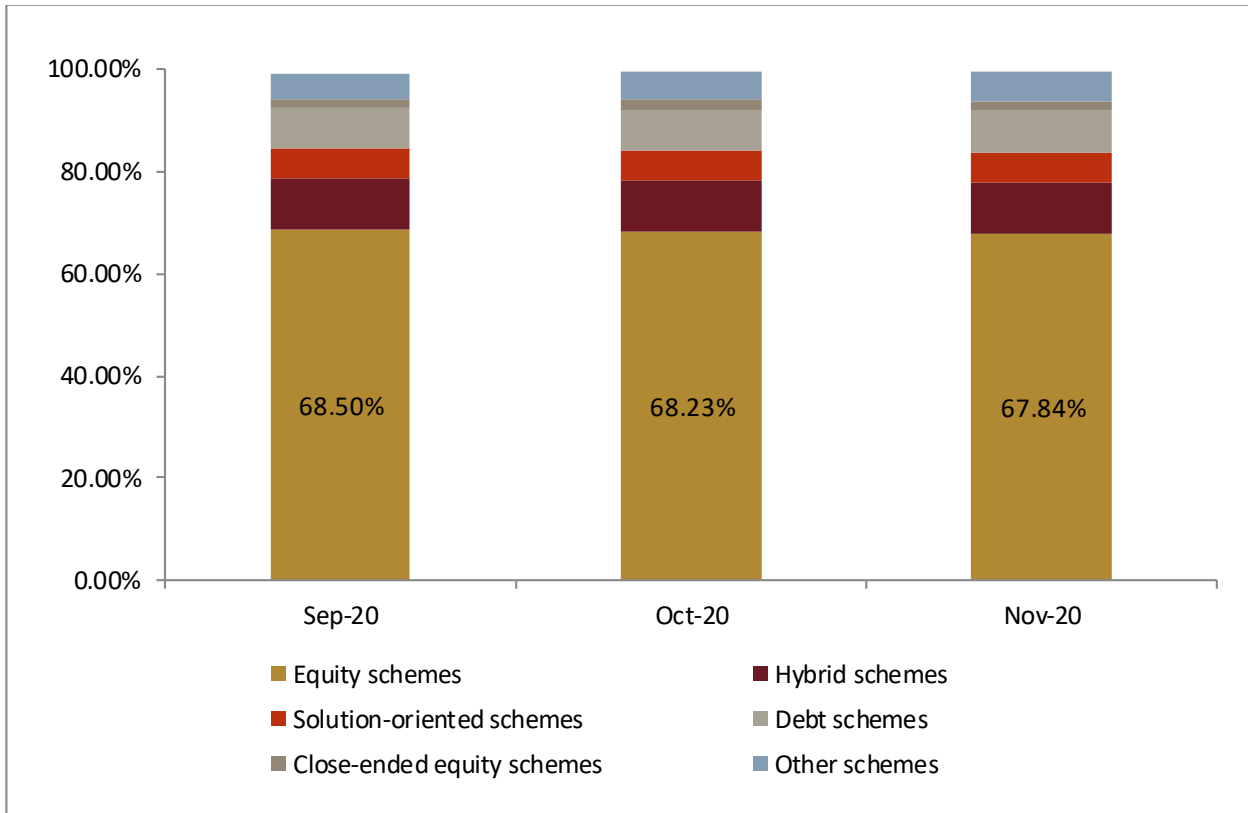
Category-wise inflow/outflow and industry AUM (Rs crore)

Categories	Net flow for the period		Month-end AUM		
A – Open-ended schemes					
	Nov-20	Oct-20	Nov-20	Oct-20	Change
Debt-oriented schemes	44,984	1,10,467	13,87,129	13,34,481	52,648
Equity-oriented schemes	-12,917	-2,725	8,57,510	7,77,292	80,218
Hybrid schemes	-5,249	-1,682	3,10,572	2,95,462	15,110
Solution-oriented schemes	15	19	21,274	19,777	1,497
Other schemes	689	-1,878	2,68,852	244,099	24,752
B – Closed-ended schemes					
Debt-oriented schemes	-235	-4,358	1,24,195	1,23,708	487
Equity-oriented schemes	-87	-1,266	30,987	27,755	3,232
C– Interval schemes					
Debt-oriented schemes	-5	-1	385	365	20
Equity-oriented schemes	0	0	0	0	0
Total (A + B + C)	27,194	98,576	30,00,904	28,22,941	1,77,964

Note: Excludes domestic fund of funds

Source: AMFI

Mutual fund schemes' folio share



Note: Excludes domestic fund of funds

Source: AMFI

Analytical contacts

Piyush Gupta

Director, Fund Research
piyush.gupta1@crisil.com

Prahlad Salian

Manager, GIX
prahlad.salian@crisil.com

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