

October Market Pulse: Monthly Investment Insights

- ❖ **Highest FPI Outflows in Indian Equity Market History**
 - Foreign investors pulled a **historic ₹94,017 Crs** from Indian equities in October, driven by high valuations and enticing prices in China.
 - Foreign Portfolio Investors sold Indian stocks nearly every trading day in October, with a peak single-day selloff of ₹15,506 Crs on October 3rd, intensifying market pressure throughout the month.
 - This massive sell-off led to a 6% decline in Sensex and Nifty, marking the steepest drop since the March 2020 market turmoil.
- ❖ **FPI Turnaround: Indian Debt Market Sees First Net Outflow Since April**
 - In October 2024, Foreign Institutional Investors (FIIs) sold **₹3,632 Crs** in India's debt market.
 - This selling pressure further reduced their total investments in the debt segment, bringing cumulative inflows for the calendar year down to ₹140,299 crore.
- ❖ **Record DII Buying Cushions FPI Selloff in October**
 - Domestic Institutional Investors (DIIs) have stepped up in 2024, providing much-needed support to the Indian markets amid heavy selling by Foreign Portfolio Investors (FPIs).
 - Domestic Institutional Investors have achieved a new milestone in 2024, with net purchases surpassing **₹4.47 trillion**—breaking the previous annual inflow record of ₹2.8 trillion set in 2022.
 - Domestic Institutional Investors responded to October's heavy FPI selloff by purchasing a **record ₹107,255 Crs**, aiming to stabilize the market and counteract the significant foreign outflows.
- ❖ **Mutual Funds Lead the DII Charge with ₹3.70 Trillion Investment in 2024**
 - Mutual Funds have powered the record-setting DII inflows this year, contributing an impressive **₹3.70 trillion** out of the total ₹4.47 trillion.
 - In October alone, they invested **₹90,152 Crs** in Indian equity markets, reinforcing their role as a key market stabilizer.

Monthly Investment Insights

Tracking Flows by Market Participants

Market Participants	For the month of October		Jan-Oct, 2024	
	Equity (Crs)	Debt (Crs)	Equity (Crs)	Debt (Crs)
FII	(94,017)	(3,632)	6,593	140,299
DII	107,255	-	447,867	-
Mutual Funds	90,152	(23,354)	369,878	(277,478)

*DII investments include MFs Investments.

Indian Benchmark Indices: Tracking Performance

Absolute Gains: A Snapshot of Indices Performance(%)

Benchmark	October	YTD
Sensex	-5.83	9.90
Nifty 50	-6.22	11.38
Nifty Midcap 150	-6.43	22.25
Nifty Smallcap 250	-3.58	26.42

Source: NSDL, SEBI, NSE

Mapping FPI Investments: Sector-wise Insights in Indian Equities

- ❖ **FPI Record Selloff Hits Key Sectors: Financials, Oil & Gas, FMCG, Auto and More**
 - In October, FPIs significantly reduced holdings across crucial sectors like Financial Services, Oil & Gas, FMCG, Automobiles, Consumer Services, Construction and IT.
 - This widespread selloff underscores rising global uncertainties and intensifying market pressures.
- ❖ **FPIs Limited Bets in Chemicals, Metals**
 - Amid widespread selloffs in October, FPIs made minor investments in the Chemicals, Metals & Mining and Utilities sectors, indicating cautious, sector-specific interest despite broader market challenges.
- ❖ **FPIs Top Picks in 2024: Telecom, Capital Goods, Healthcare and More**
 - In 2024, FPIs have shown a clear preference for sectors like Telecommunication, Capital Goods, Consumer Services, Healthcare, Realty, Services, Consumer Durables and Chemicals, highlighting their strategic focus on these high-growth industries.
- ❖ **FPI Exit in 2024: Major Selloff in Financials, Oil & Gas, FMCG and More**
 - In 2024, FPIs have heavily offloaded their holdings in sectors like Financial Services, Oil & Gas, Construction, FMCG, Power, Construction Materials, Automobile & Auto Components, Power and Media, reflecting a broad exit from these key areas.

Sector-Wise FII Equity Purchases in October	
Sector	Amount (Cr)
Chemicals	583
Utilities	292
Metals & Mining	147
Diversified	21

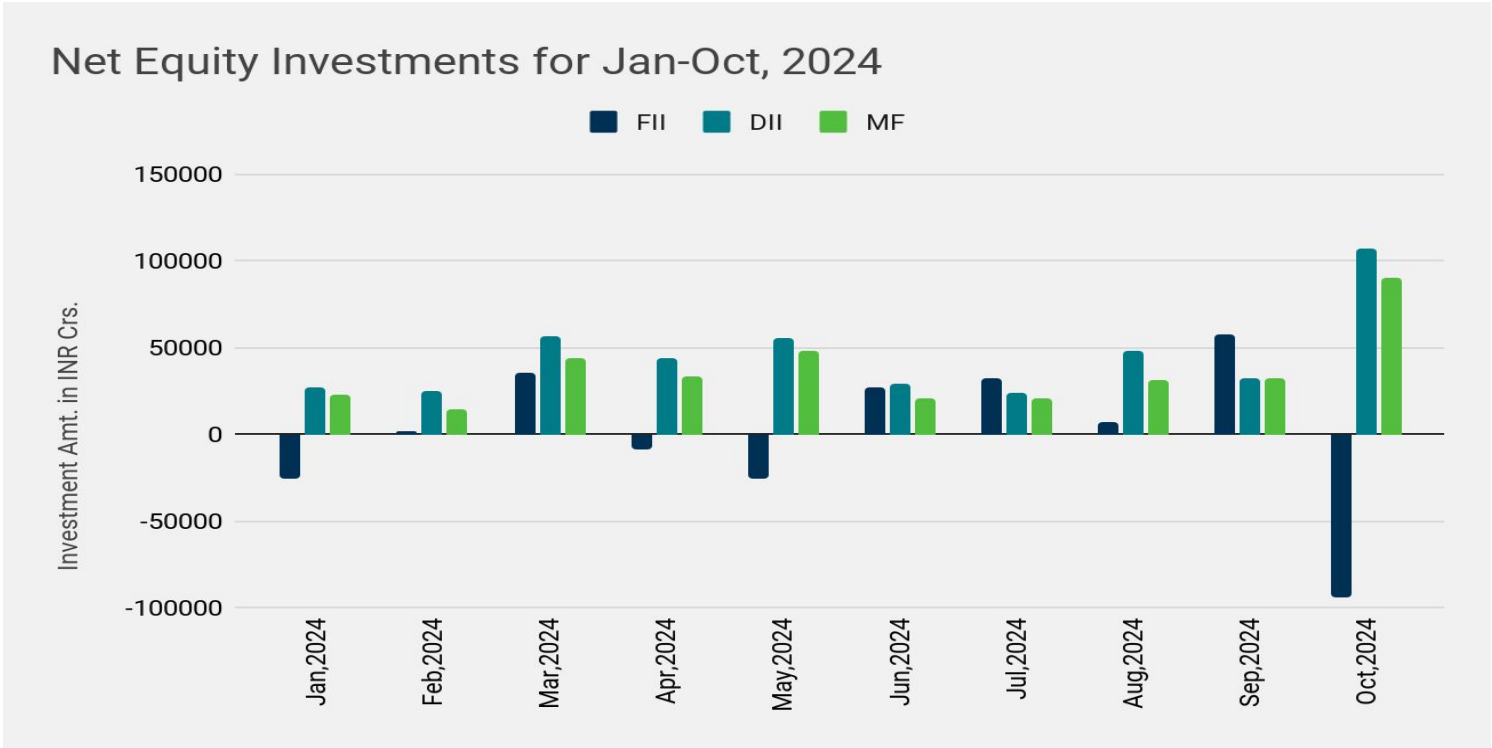
Sector-Wise FII Equity Sales in October	
Sector	Amount (Cr)
Financial Services	-26,139
Oil, Gas & Consumable Fuels	-21,444
Fast Moving Consumer Goods	-11,582
Automobile and Auto Components	-10,440
Consumer Services	-8863
Construction	-4650
Construction Materials	-3440
Information Technology	-2899

Sector-Wise FII Equity Purchases from Jan-Oct, 24	
Sector	Amount (Cr)
Telecommunication	28,443
Capital Goods	26,677
Healthcare	24,109
Consumer Services	17,671
Realty	13,431
Services	12,569
Chemicals	3,699
Consumer Durables	1,697

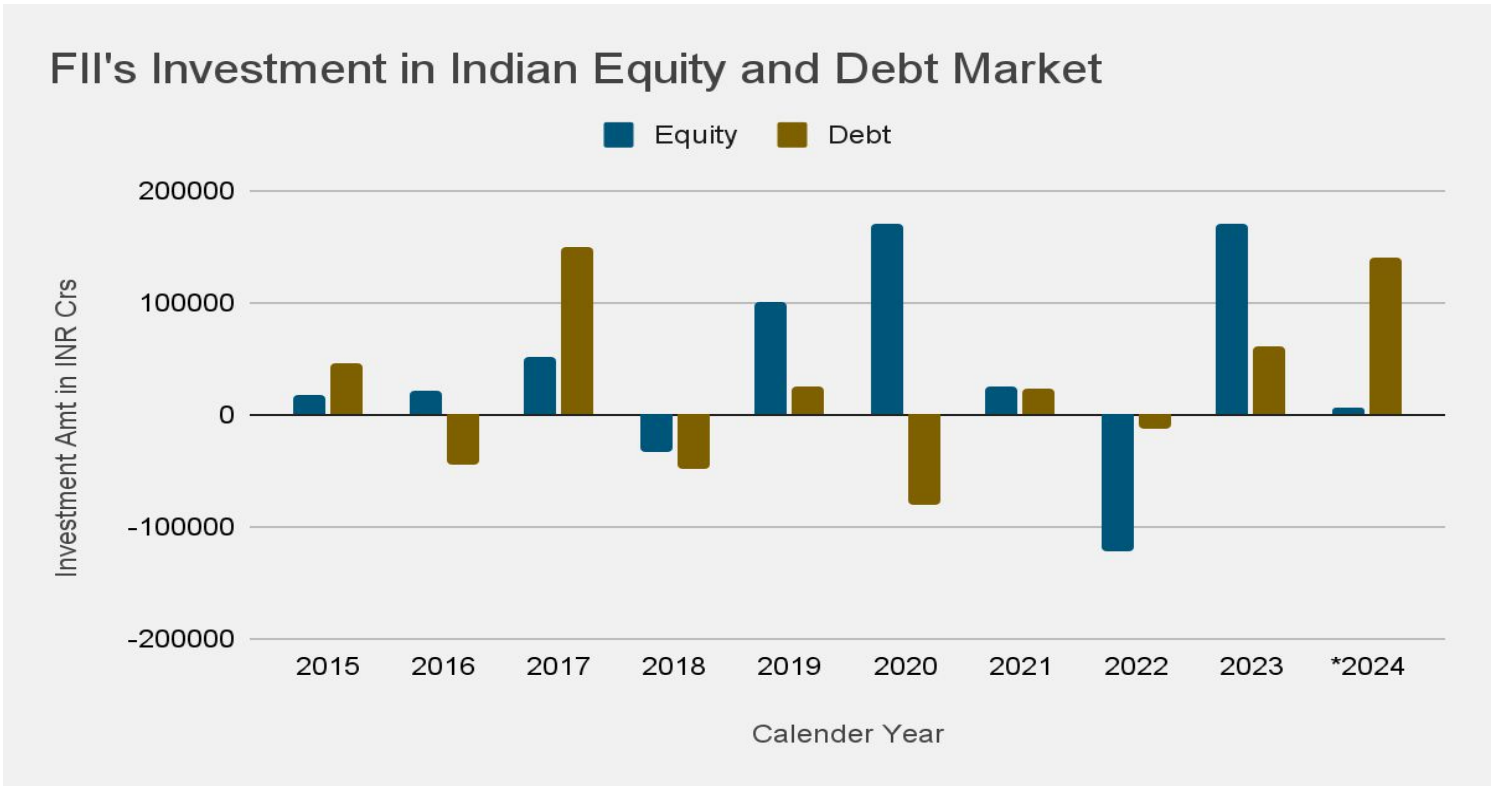
Sector-Wise FII Equity Sales from Jan-Oct, 24	
Sector	Amount (Cr)
Financial Services	-63,871
Oil, Gas & Consumable Fuels	-32,168
Fast Moving Consumer Goods	-15,997
Construction	-14,952
Construction Materials	-5476
Power	-5149
Automobile and Auto Components	-4861
Media, Entertainment & Publication	-2256

*For CY 2024, all data considered till 31st October. DII investments include MFs Investments.

Equity Investment Breakdown by Participant



FII's Strategic Investments in Equity and Debt Markets



*For CY 2024, all data considered till 31st October. DII investments include MFs Investments.

Source: NSDL, SEBI