

December Market Pulse: Monthly Investment Insights

- ❖ **Muted FPI Activity in 2024, December Focus on Primary Market**
 - In December 2024, FPIs invested **₹18,036 Cr in the primary market**, marking continued interest in IPOs and QIPs. However, they sold ₹2,590 Cr worth of equities in the secondary market, resulting in a net investment of **₹15,446 Cr** for the month.
- ❖ **FPIs Chase IPO Boom, Exit Secondary Markets in 2024**
 - FPIs invested a **record ₹1.22 Lakh Cr in IPOs and QIPs**, the highest ever, according to NSDL data. However, they pulled out **₹1.21 Lakh Cr** from the secondary market, resulting in a **modest net inflow of ₹427 Cr** for the year 2024.
- ❖ **FPIs Spark Record-Breaking Debt Market Investment in 2024**
 - FPIs poured **₹12,512 Cr** into the Indian debt market in December. Cumulative FPI debt investment surged to **₹1,52,775 Cr**, marking an all-time high for Indian debt markets. This milestone surpasses the previous record of ₹1,48,808 Cr set in 2017.
- ❖ **DIIs Provide Market Cushion with ₹34,195 Cr Investment in December**
 - Domestic Institutional Investors (DII) set a record in 2024 with net purchases exceeding **₹5.26 trillion**, breaking the ₹2.8 trillion annual investment record from 2022.
 - In December, DII invested **₹34,195 Cr** in the primary and secondary markets, offering stability and cushioning the market against foreign selloffs.
- ❖ **Mutual Funds' Record-Breaking ₹4.34 Trillion Investment in 2024**
 - Mutual Funds led the charge in record-breaking DII investment, contributing ₹4.34 trillion out of the ₹5.26 trillion total in 2024.
 - In December, they bolstered the Indian equity markets with an investment of **₹28,138 Crs**, cementing their role as a market stabilizer.

Monthly Investment Insights

Tracking Flows by Market Participants

Market Participants	For the month of December		Jan-Dec, 2024	
	Equity (Cr)	Debt (Cr)	Equity (Cr)	Debt (Cr)
FPI	15,446	12,512	427	152,775
DII	34,195	-	526,545	-
Mutual Funds	28,138	(56,887)	433,648	(366,761)

*DII investments include MFs Investments.

Indian Benchmark Indices: Tracking Performance

Absolute Gains: A Snapshot of Indices Performance(%)

Benchmark	December 2024	YTD
Sensex	-2.08	8.17
Nifty 50	-2.02	8.80
Nifty Midcap 150	1.12	23.80
Nifty Smallcap 250	0.20	26.43

Source: NSDL, SEBI, NSE

Mapping FPI Investments: Sector-wise Insights in Indian Equities

❖ FPIs Bet on IT, Realty, Healthcare and More

- In December, FPIs invested in Information Technology, Realty, Healthcare, Consumer Services, Capital Goods, Financial Services, Services and Construction sectors, signaling a cautious yet targeted approach amid broader market uncertainties.

❖ FPI Record Selloff Hits Key Sectors: Oil & Gas, Auto and FMCG

- In November, FPIs significantly reduced holdings across crucial sectors like Oil & Gas, Automobile & Auto Components, FMCG, Power, Consumer Durables, Construction Materials and Diversified. This widespread selloff underscores rising global uncertainties and intensifying market pressures.

❖ FPIs Top Picks in 2024: Capital Goods, Healthcare, IT and More

- In 2024, FPIs have shown a clear preference for sectors like Capital Goods, Healthcare, Telecommunication, Consumer Services, Realty, Services, Information Technology 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, FMCG, Construction, Automobile & Auto Components, Construction Materials, Power and Media, reflecting a broad exit from these key areas.

Sector-Wise FPI Equity Purchases in December	
Sector	Amount (Cr₹)
Information Technology	9,050
Realty	4,778
Healthcare	3,767
Consumer Services	3,220
Capital Goods	3,128
Financial Services	3,086
Services	1,764
Construction	1,408

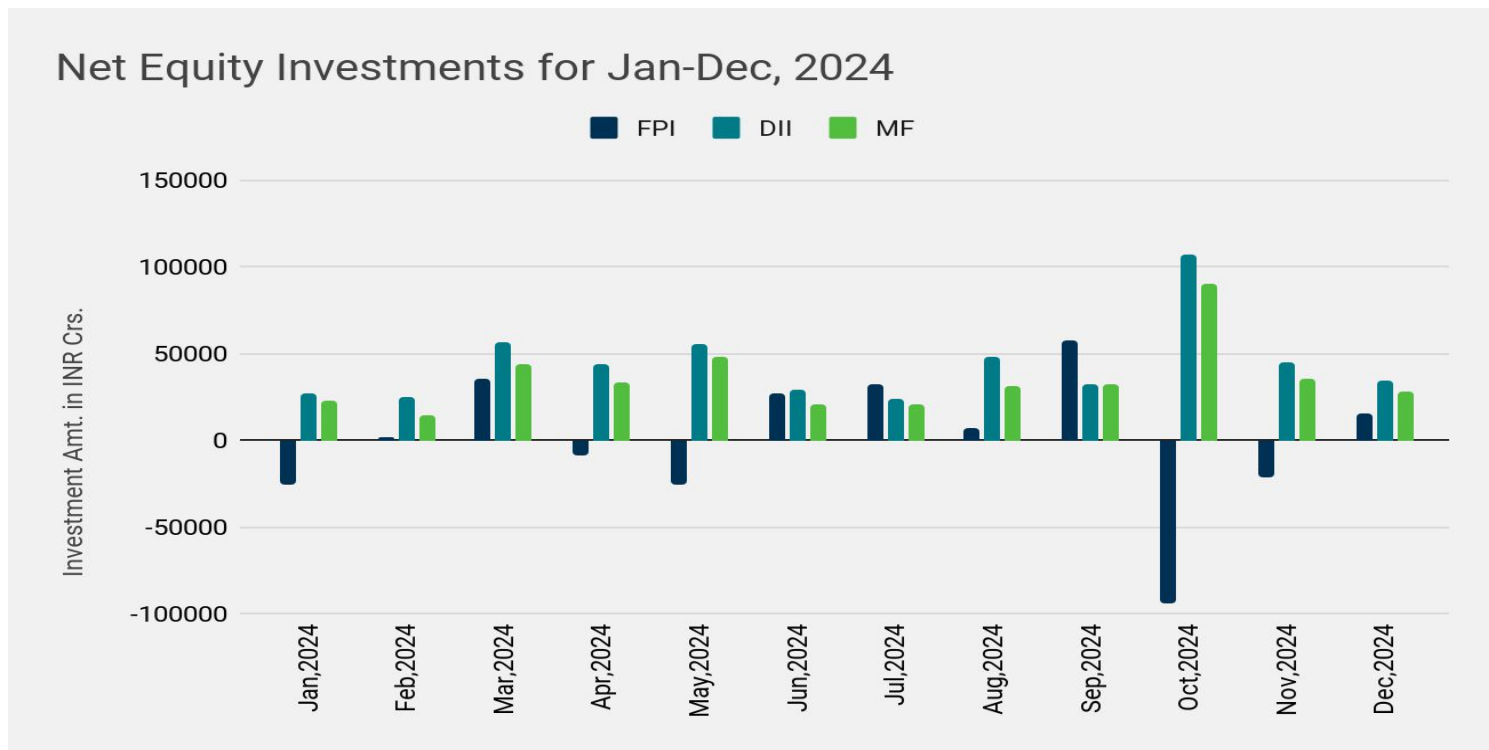
Sector-Wise FPI Equity Sales in December	
Sector	Amount (Cr₹)
Oil, Gas & Consumable Fuels	-10,826
Automobile and Auto Components	-4,371
Fast Moving Consumer Goods	-2,789
Power	-1,862
Consumer Durables	-900
Construction Materials	-370
Diversified	-197

Sector-Wise FPI Equity Purchases from Jan-Dec, 24	
Sector	Amount (Cr₹)
Capital Goods	29,482
Healthcare	28,356
Telecommunication	23,737
Consumer Services	20,733
Realty	20,270
Information Technology	14,914
Services	10,611
Chemicals	4,312

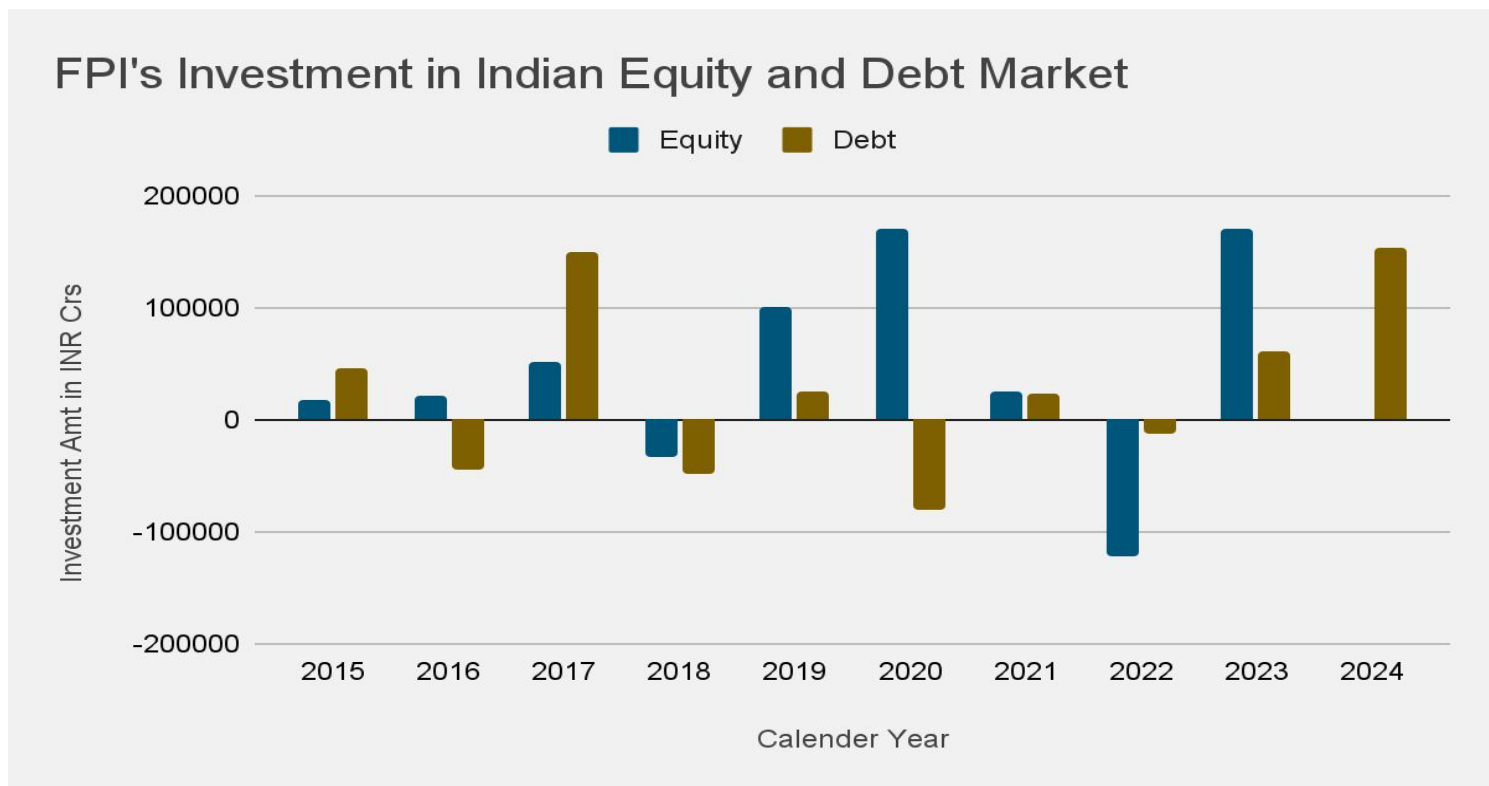
Sector-Wise FPI Equity Sales from Jan-Dec, 24	
Sector	Amount (Cr₹)
Financial Services	-58,280
Oil, Gas & Consumable Fuels	-56,340
Fast Moving Consumer Goods	-20,191
Automobile and Auto Components	-16,696
Construction	-11,538
Construction Materials	-8,561
Power	-7,808
Media, Entertainment & Publication	-2,134

*All data is updated as of 31st December. DII investments include MF investments.

Equity Investment Breakdown by Participant



FII's Strategic Investments in Equity and Debt Markets



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Source: NSDL, SEBI