

June Market Pulse: Fortnightly Investment Insights

❖ FPI Sell-Off Resumes After Two-Month Relief

- After reversing their selling streak with **inflows of ₹4,223 Cr in April and ₹19,860 Cr in May**, FPIs **turned net sellers** again in the first half of June 2025, **offloading ₹5,401 Cr from equities**. This retreat signals renewed caution amid global yield pressures and valuation concerns.
- On a year-to-date basis, FPIs have pulled out a **massive ₹97,892 Cr** from Indian equities, **making 2025 one of the most volatile years for foreign flows**.

❖ FPI Debt Outflows Surge Amid Yield Volatility

- FPIs also turned aggressive sellers in the Indian debt market, **withdrawing a massive ₹27,063 Cr in the first half of June – the highest fortnightly debt outflow in 2025**.
- This contrasts with their **YTD debt inflows of ₹9,584 Cr**, indicating rising concerns over global rate dynamics and currency stability. **The sharp reversal could put pressure on bond yields and the rupee if the trend sustains**.

❖ DII Buying Hits Record Pace After May's Surge

- Domestic Institutional Investors (DIIs) continue to exhibit strong buying appetite, investing **₹44,151 Cr** in equities during just the first 15 days of June – **after a powerful ₹67,642 Cr inflow in May**. This puts June on track to become another milestone month for DIIs. Year-to-date, DIIs have now infused **over ₹3.29 Lakh Cr in equities**, a historic high for this time frame.

❖ Mutual Funds Strengthen Market Support with ₹30,271 Cr Inflow

- Mutual Funds added **₹30,271 Cr** into equities **during the first half of June 2025**, continuing their consistent deployment seen through the year. With sustained SIP inflows and deepening retail interest, total MF equity investments now stand at **₹2.23 Lakh Cr** so far this year.

Fortnightly Investment Insights

Tracking Investments of Market Participants

Market Participants	For the Period 1st Jun, 2025 to 15th Jun, 2025		For the Period 1st Jan, 2025 to 15th Jun, 2025	
	Equity (Cr)	Debt (Cr)	Equity (Cr)	Debt (Cr)
FPI	(5,401)	(27,063)	(97,892)	9,584.82
DII	44,151	-	329,052	-
Mutual Funds	30,271	(11,914)	223,648	(319,478)

*DII investments include MFs Investments. Data updated till 15th June

Absolute Returns: A Snapshot of Indices Performance(%)

Benchmark	First Half of June	YTD
Sensex	(0.41)	3.81
Nifty 50	(0.13)	4.54
Nifty Midcap 150	1.46	1.38
Nifty Smallcap 250	2.24	(3.05)

Mapping FPI Investments: Sector-wise Insights in Indian Equities

❖ FPI Buying Focused on Financials and Chemicals in June

- Foreign Portfolio Investors showed strong interest in **Financial Services**, infusing **₹4,685 Cr** during the first half of June 2025. **Chemicals** also attracted **₹1,405 Cr**, reflecting a preference for defensive and globally integrated sectors.
- **Oil & Gas** and **Capital Goods** saw over **₹1,190 Cr** each, indicating continued faith in core infrastructure themes. Realty, Services, Textiles and Media saw moderate inflows.

❖ Heavy FPI Selling in FMCG & Power

- **FMCG** led FPI outflows in early June with **net selling of ₹3,626 Cr**, likely due to high valuations and rural demand concerns. **Power** saw outflows of **₹3,120 Cr** amid global yield volatility.
- **Consumer Durables** (₹1,893 Cr), **IT** (₹1,713 Cr) and **Consumer Services** (₹1,461 Cr) also saw pressure, indicating reduced appetite for rate-sensitive sectors. **Telecom**, **Construction Materials** and **Metals & Mining** faced smaller withdrawals.

❖ FPI Bets in 2025 So Far: Telecom Tops the Chart

- **Telecommunication** has been the **top FPI investment theme in 2025**, with inflows of ₹23,065 Cr, reflecting strong confidence in India's digital growth. **Financial Services** (₹9,456 Cr) and **Services** (₹7,351 Cr) also saw strong interest. **Chemicals** attracted ₹4,863 Cr, while **Media** and **Textiles** received modest but steady inflows.

❖ Tech & FMCG See Deepest FPI Cuts in 2025

- **Information Technology** led FPI exits in 2025 with ₹33,479 Cr in outflows, driven by global demand worries and margin pressure. **FMCG** saw ₹17,819 Cr in net selling, amid valuation concerns. **Auto** (₹16,058 Cr), **Consumer Services** (₹14,231 Cr) and **Power** (₹12,231 Cr) also faced heavy selling. **Consumer Durables**, **Construction** and **Healthcare** saw notable outflows as well.

Sector-Wise FPI Equity Purchases: 1st–15th Jun 2025		Sector-Wise FPI Equity Sales: 1st–15th Jun 2025	
Sector	Amount (Cr₹)	Sector	Amount (Cr₹)
Financial Services	4,685	Fast Moving Consumer Goods	(3,626)
Chemicals	1,405	Power	(3,120)
Oil, Gas & Consumable Fuels	1,199	Consumer Durables	(1,893)
Capital Goods	1,191	Information Technology	(1,713)
Realty	431	Consumer Services	(1,461)
Services	403	Telecommunication	(887)
Textiles	209	Construction Materials	(584)
Media, Entertainment & Publication	108	Metals & Mining	(558)

Sector-Wise FPI Equity Purchases from Jan-*Jun, 25		Sector-Wise FPI Equity Sales from Jan-*Jun, 25	
Sector	Amount (Cr₹)	Sector	Amount (Cr₹)
Telecommunication	23,065	Information Technology	(33,479)
Financial Services	9,456	Fast Moving Consumer Goods	(17,819)
Services	7,351	Automobile and Auto Components	(16,058)
Chemicals	4,863	Consumer Services	(14,417)
Media, Entertainment & Publication	1,005	Power	(12,231)
Textiles	535	Consumer Durables	(11,296)
		Construction	(9,322)
		Healthcare	(9,048)

*All data considered till 15th June

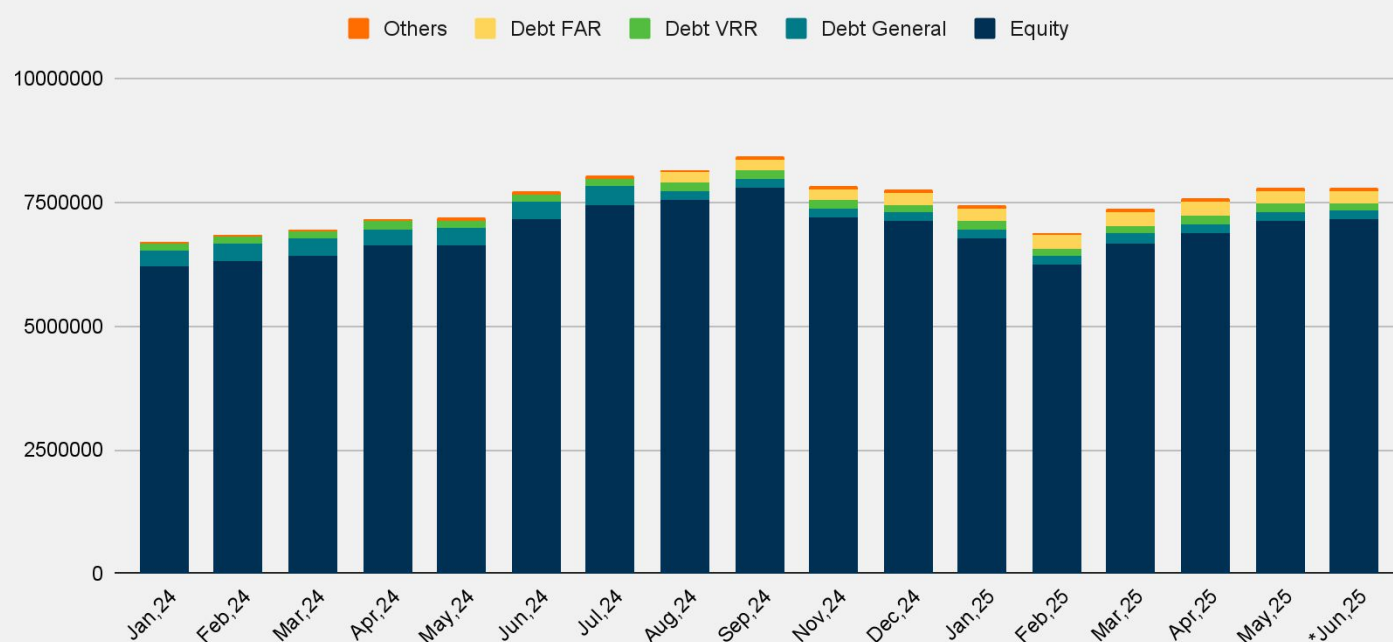
Tracking FPI's AUC in Indian Markets

FPI Assets Edge Higher in Early June Amid Mixed Flows Across Segments

- ❖ In the first half of June 2025, FPI holdings in **equity** increased marginally by ₹25,566 Cr to **₹71,51,925 Cr**, primarily driven by gains in the broader markets despite net selling activity.
- ❖ In the **Debt General** segment, there was a mild pullback of ₹6,575 Cr, while **Debt VRR** saw stable inflows, rising by ₹2,043 Cr.
- ❖ Notably, investments in **Corporate Bonds** dropped by ₹8,273 Cr and **Debt FAR** saw a sharper decline of ₹15,332 Cr— both pointing to reduced participation in long-term and sovereign bond instruments.
- ❖ Overall, **total FPI assets** increased slightly by ₹7,627 Cr to **₹78,10,653 Cr**, reflecting a mixed trend with cautious optimism.

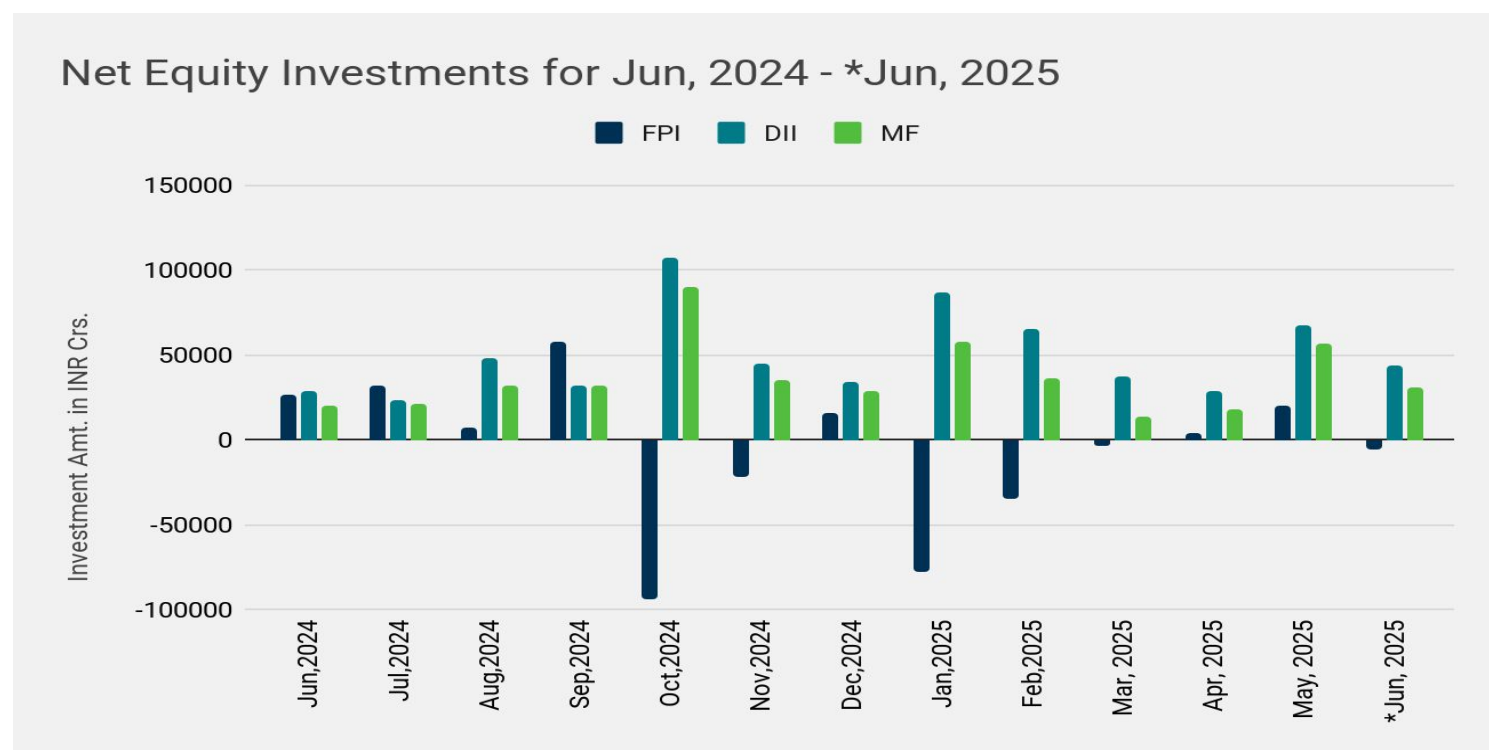
Segment	Mid June, 2025 (Amt Cr)	May, 2025 (Amt Cr)	Change (Amt Cr)	Trend
Equity	71,51,925	71,26,359	25,566	Marginal increase due to gains in broader markets
Debt General	1,76,359	1,82,934	(6,575)	Mild pullback
Debt VRR	1,62,756	1,60,713	2,043	Stable inflows
Corporate Bonds	124,373	1,32,646	(8,273)	Mild reduction
Debt FAR	2,52,524	2,67,856	(15,332)	Notable reduction
Others	67,089	65,164	1,925	Gradual growth
Total	78,10,653	78,03,026	7,627	Slight overall increase

Asset Under Custody(AUC) of FPIs (INR Cr)

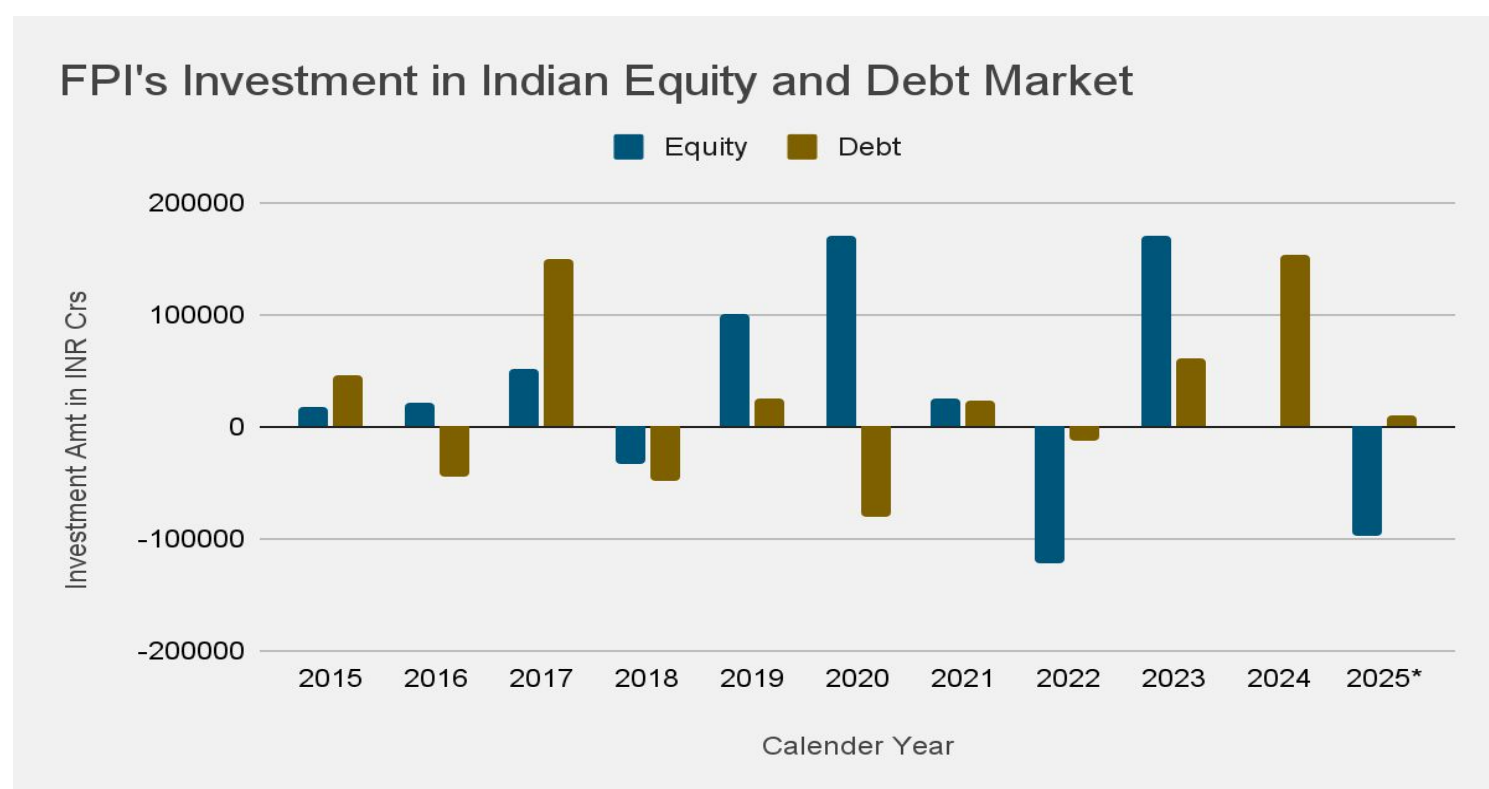


*All data is updated till 15th June.

Equity Investment Breakdown by Participant



FPI's Strategic Investments in Equity and Debt Markets



*All data is updated till 15th June. DII investments include MF investments.

Source: NSDL, SEBI