

## June Market Pulse: Fortnightly Investment Insights

### June Fortnight Review: FPIs Risk-Off; DIIs & MFs Absorb Selling Pressure

- ❖ **FPIs Stay Risk-Off in Equities; Debt Inflows Provide Cushion**
  - **FPIs Stay Risk-Off in First Half of June:** Historic FPI equity selling deepened in June, with FPIs recording outflows of ₹63,450 Cr during 1st–15th June 2026, marking the **fourth consecutive month of equity outflows**. The selling was mainly driven by the secondary market, where FPIs sold ₹64,268 Cr, while primary market/IPOs saw modest inflows of ₹819 Cr, indicating continued caution toward listed equities.
  - **FPI Debt Flows Stay Positive:** FPI debt flows stayed positive in June, with net inflows of ₹22,695 Cr during 1st–15th June 2026, continuing the supportive trend seen in May. This indicates selective interest in Indian fixed income, partly cushioning the impact of heavy equity selling.
  - **FPIs Remain Net Sellers in CY2026:** In CY2026 till 15th June, FPIs have sold ₹2,88,382 Cr in Indian equities, marking the **highest-ever FPI selling for the 1st Jan–15th June period**. However, their debt flows remain positive at ₹30,961 Cr, indicating selective support from fixed income despite persistent equity outflows.
- ❖ **DIIs Stay Strong Buyers in June; Domestic Liquidity Offsets FPI Selling Pressure**
  - **DII Buying Remains Robust:** Domestic Institutional Investors continued their strong buying momentum in the first half of June 2026, with net equity purchases of ₹61,137 Cr during 1st–15th June. For CY2026 till 15th June, DIIs have invested a strong ₹4,45,474 Cr in Indian equities, reinforcing their role as the key stabilising force amid continued FPI selling pressure.
- ❖ **MF Equity Buying Stays Strong in First Half of June**
  - **MF Equity Buying Remains Strong:** Mutual Funds remained major buyers within the domestic institutional segment, investing ₹42,725 Cr in equities during 1st–15th June 2026. On a CY2026-to-date basis, MFs have invested ₹2,88,929 Cr in equities, highlighting sustained domestic investor participation through mutual fund channels.

## Fortnightly Investment Insights

### Tracking Investments of Market Participants

Market Participants	For the Period 1st Jun, 2026 to 15th Jun, 2026		For the Period 1st Jan, 2026 to 15th Jun, 2026	
	Equity (INR Cr)	Debt (INR Cr)	Equity (INR Cr)	Debt (INR Cr)
FPI	(63,450)	22,695	(288,382)	30,961
DII	61,137	-	445,474	-
Mutual Funds	42,725	(74,017)	288,929	(462,805)

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

### Absolute Returns: A Snapshot of Index Performance (%)

Benchmark	First Half of June	CY2026 YTD
Sensex	1.99	(10.51)
Nifty 50	1.30	(8.71)
Nifty Midcap 150	0.06	1.38
Nifty Smallcap 250	1.77	3.64

## Mapping FPI Investments: Sector-wise Insights in Indian Equities

### FPIs Remain Broadly Risk-Off in First Half of June; Limited Buying Seen in Telecom and Services

- ❖ **FPI Selling: Financial Services, Oil & Gas and Auto Lead Outflows**
  - During 1st–15th June 2026, FPI selling remained broad-based and concentrated across key large-cap sectors. **Financial Services** saw the highest outflow of ₹11,263 Cr, making it the biggest drag during the fortnight. Selling was also heavy in **Oil & Gas** at ₹10,488 Cr, followed by **Automobile** at ₹9,044 Cr, **Information Technology** at ₹6,733 Cr, **FMCG** at ₹5,063 Cr, **Metals & Mining** at ₹4,722 Cr, **Healthcare** at ₹4,501 Cr and **Capital Goods** at ₹2,586 Cr. This indicates that FPIs continued to reduce exposure across financials, energy, autos, IT and consumption-oriented sectors.
- ❖ **FPI Buying: Inflows Remain Very Selective**
  - On the buy side, FPI activity remained highly selective, with modest buying led by **Telecommunication**, which attracted inflows of ₹373 Cr. **Services** also saw inflows of ₹302 Cr, while **Utilities** witnessed marginal buying of ₹7 Cr. Overall, FPI flows during the first half of June remained clearly risk-off, with broad-based selling outweighing limited sector-wise buying.
- ❖ **CY2026 FPI Flow Snapshot Till 15th June: Financials Remain the Biggest Drag, Capital Goods & Metals Stay Preferred**
  - On the sell side, **CY2026 till 15th June** continues to be dominated by heavy FPI selling in **Financial Services**, which saw outflows of ₹1,26,089 Cr, making it the biggest drag. Persistent selling was also visible in **IT** at ₹33,514 Cr, followed by **Automobile** at ₹29,561 Cr, **FMCG** at ₹26,696 Cr, **Oil & Gas** at ₹25,857 Cr, **Consumer Services** at ₹23,443 Cr, **Healthcare** at ₹22,373 Cr and **Telecom** at ₹16,703 Cr, keeping the overall FPI stance cautious.
  - On the buy side, FPIs remained selective, favouring **Capital Goods** with inflows of ₹22,596 Cr and **Metals & Mining** with ₹17,192 Cr, reflecting continued preference for capex and cyclical themes. Smaller inflows were seen in **Power** at ₹4,708 Cr and **Services** at ₹3,498 Cr, while **Forest Materials** saw negligible buying of ₹25 Cr.

Sector-Wise FPI Equity Purchases: 1st–15th June 2026		Sector-Wise FPI Equity Sales: 1st–15th June 2026	
Sector	Amount (INR Cr)	Sector	Amount (INR Cr)
Telecommunication	373	Financial Services	(11,263)
Services	302	Oil & Gas	(10,488)
Utilities	7	Automobile	(9,044)
		Information Technology	(6,733)
		FMCG	(5,063)
		Metals & Mining	(4,722)
		Healthcare	(4,501)
		Capital Goods	(2,586)

Sector-Wise FPI Equity Purchases in Jan-*Jun, 2026		Sector-Wise FPI Equity Sales in Jan-*Jun, 2026	
Sector	Amount (INR Cr)	Sector	Amount (INR Cr)
Capital Goods	22,596	Financial Services	(126,089)
Metals & Mining	17,192	Information Technology	(33,514)
Power	4,708	Automobile	(29,561)
Services	3,498	FMCG	(26,696)
Forest Materials	25	Oil & Gas	(25,857)
		Consumer Services	(23,443)
		Healthcare	(22,373)
		Telecommunication	(16,703)

\*All data considered till 15th June

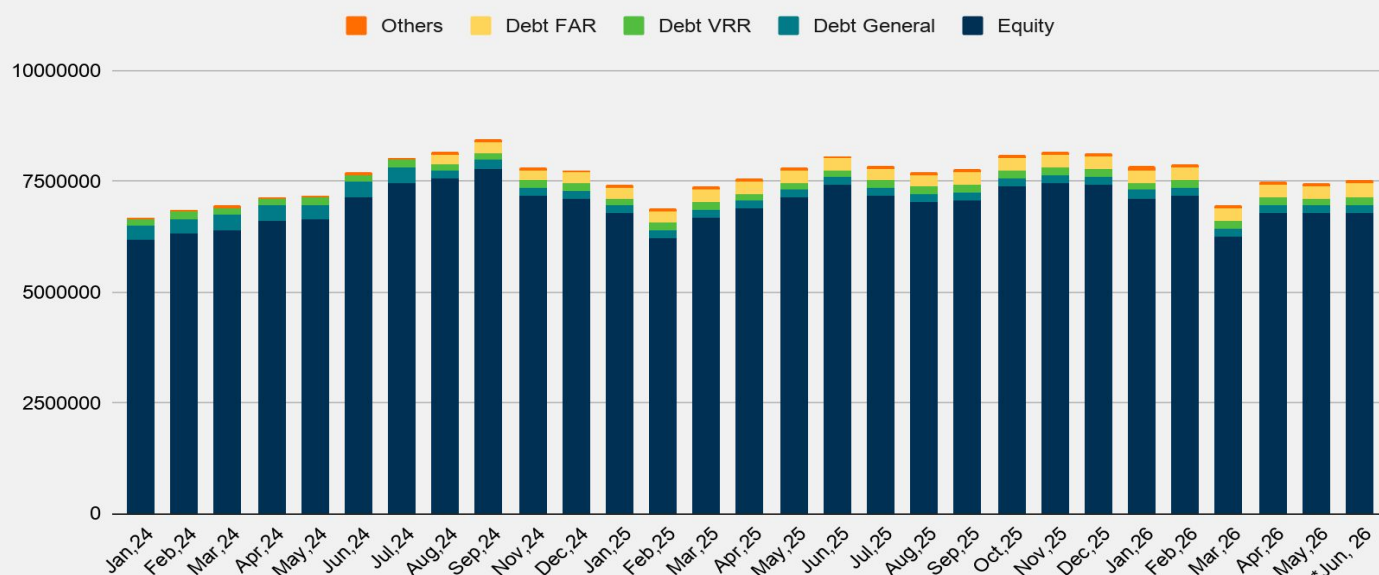
## Tracking FPI AUC in Indian Markets

### FPI AUC Improves in First Half of June; Equity Recovery and FAR Debt Support Total Custody

- ❖ Foreign Portfolio Investors' Assets Under Custody (AUC) improved to **₹75.31 Lakh Cr** till **15th June 2026** from **₹74.78 Lakh Cr** in **May 2026**, marking an increase of **₹53,408 Cr** or **0.71%**. The rise was mainly supported by equities, where Equity AUC increased to **₹68.03 Lakh Cr** from **₹67.73 Lakh Cr**, rising by **₹30,378 Cr** or **0.45%**. This indicates a mild recovery in the overall value of FPI equity holdings during the first half of June.
- ❖ On the debt side, the trend remained mixed but supportive. Debt General declined to **₹1.76 Lakh Cr** from **₹1.81 Lakh Cr**, falling by **₹4,380 Cr** or **2.42%**. However, Debt VRR improved by **₹4,078 Cr** or **2.50%** to **₹1.67 Lakh Cr**, while Debt FAR rose sharply to **₹3.09 Lakh Cr** from **₹2.86 Lakh Cr**, increasing by **₹23,179 Cr** or **8.11%**. The strong rise in FAR debt provided meaningful support to overall debt custody.
- ❖ Overall, FPI AUC increased mildly in the first half of June 2026, supported by a recovery in equity custody and strong improvement in Debt FAR. While Debt General saw some moderation, gains in Equity, VRR and FAR helped lift total FPI custody values.

Assets Under Custody (AUC) of FPIs (INR Cr)				Key Sectoral Breakdown of FPI Equity AUC (INR Cr)			
Segment	*Jun,26	May,26	Change	Sector	*Jun,26	May,26	Change
Equity	6,803,160	6,772,782	30,378	Financial Services	2,059,636	1,996,508	63,128
Debt General	176,411	180,791	(4,380)	Automobile	511,510	506,398	5,112
Debt VRR	167,313	163,235	4,078	Capital Goods	507,995	514,716	(6,721)
**Corporate Bonds	289,390	284,984	4,406	Oil & Gas	470,429	482,896	(12,467)
Debt FAR	309,084	285,905	23,179	IT	361,825	382,141	(20,316)
Others	75,212	75,059	153	Telecom	359,649	358,092	1,557
<b>Total</b>	<b>7,531,180</b>	<b>7,477,772</b>	<b>53,408</b>	FMCG	306,648	313,689	(7,041)

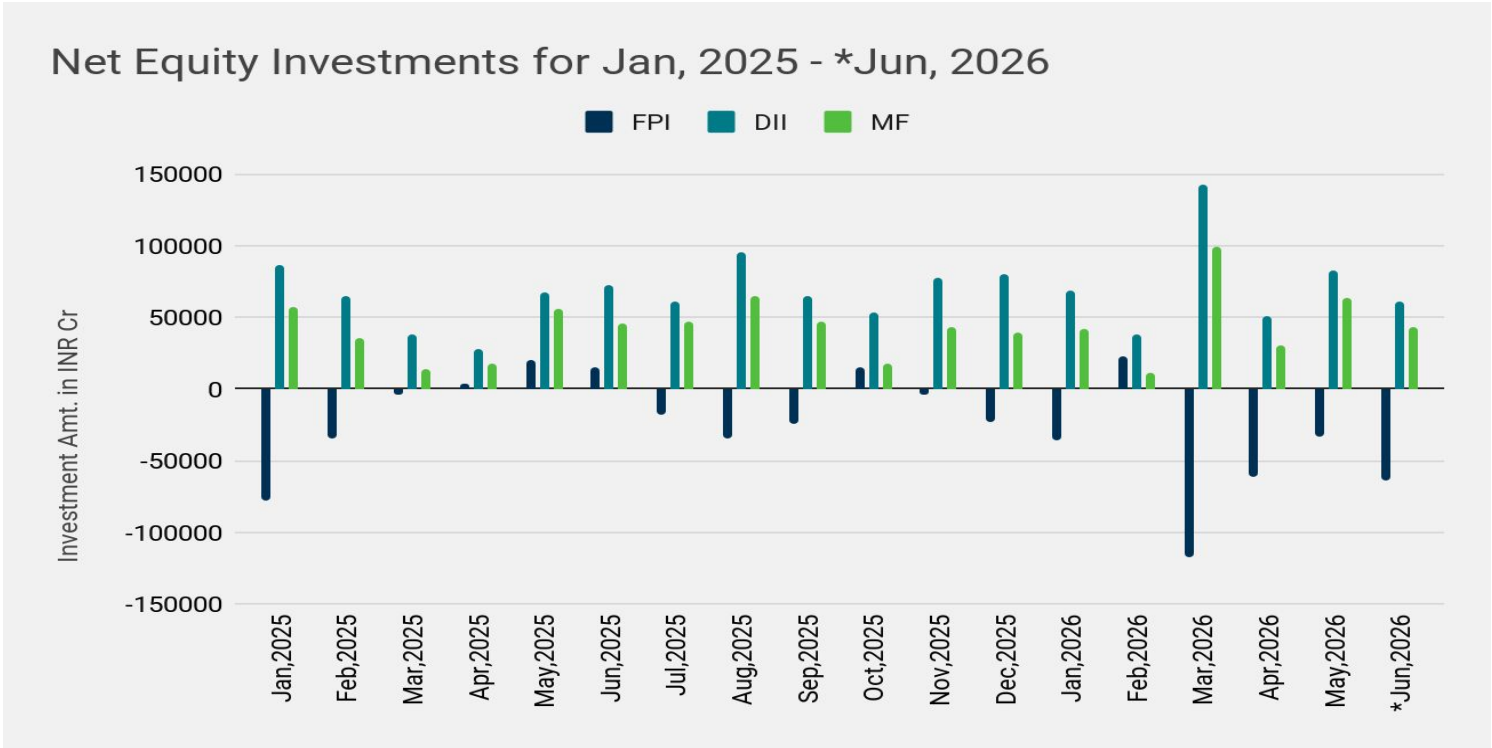
### Assets Under Custody(AUC) of FPIs (INR Cr)



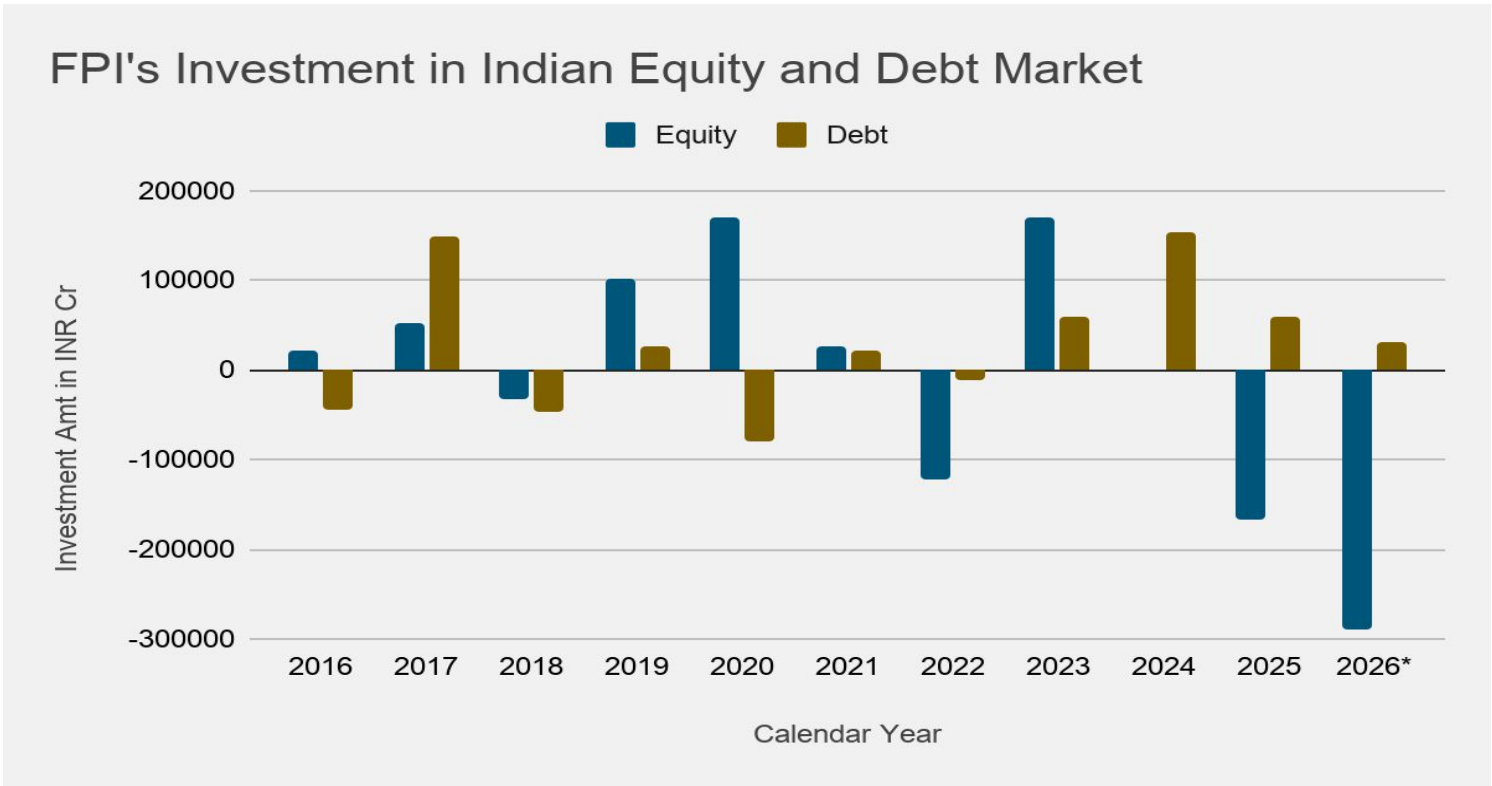
\*\*Corporate bond figures are already included within Debt General and Debt VRR; they are shown separately only for category-wise reporting.

\*All data is updated till 15th June, 2026.

## Equity Investment Breakdown by Participant



## FPI Investment in Indian Equity and Debt Markets



\*All data is updated till 15th June, 2026. DII investments include MF investments.

Source: NSDL, SEBI