

Domestic investors' stake in NSE companies crosses 25 per cent

CHANGING DYNAMICS. FIIs, too, hike their stake marginally even as promoters reduce holding

Our Bureau
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For the sixth straight quarter, the share of domestic investors — DIIs, retail and high net worth individuals (HNIs) investors — in NSE-listed companies is on the rise.

According to primeinfobase.com, domestic investors' stake in these companies rose to yet another all-time high of 25.72 per cent as on March 31, this year, from 24.44 per cent as on December 31, 2022. Despite net outflows from foreign institutional investors of ₹26,211 crore during the quarter, FIIs' share increased marginally to 20.56 per cent (20.24 per cent).

The share of the government (as promoter) declined to 7.75 per cent (7.99 per cent). The share of private promoters decreased to a three-year low of 41.97 per cent (43.25 per cent).

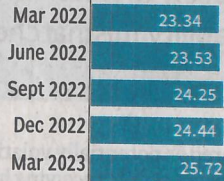
Net inflows from DIIs stood at ₹83,200 crore during the quarter. FIIs pulled out ₹35,048 crore from Oil, Gas & Consumable fuels and financial services sectors during the quarter, while investing ₹12,994 crore in services and capital goods sectors.

STRUCTURAL SHIFT

According to Pranav Haldea, Managing Director, Prime Database Group, a structural shift in relation to foreign and domestic investors has taken

Desi domination

Domestic investors share (%)*



Data based on NSE-listed companies

*Including domestic institutions, retail investors, HNIs
Source: primeinfobase.com

place in the Indian market over the last eight years. To put this in perspective, as on March 31, 2015, FII share was 23.30 per cent, while the combined share of DII, retail and HNI was just 18.47 per cent.

The gap between FII and DII holding decreased to its lowest level ever this quarter.

Share of domestic mutual funds rose for the seventh quarter running and also hit yet another all-time high of 8.74 per cent (8.09 per cent).

LIC STAKE INCHES UP

Share of insurance companies as a whole also increased to a six-year high of 5.87 per cent (5.65 per cent).

LIC continues to command a lion's share of investments in equities by insurance companies (at least 68 per cent share or ₹10.05-lakh crore). LIC's share (across 273 companies where its holding is more than 1 per cent) increased to 3.99 per cent (3.95 per cent).

Share of retail investors also increased to an all-time high of 7.48 per cent (7.23 per cent), while the share of HNIs declined marginally to 1.88 per cent (1.89 per cent).

18 STOCKS ENTICE ALL

There were 18 companies in which the trinity of promoters, FIIs and DIIs all increased their stake during the quarter — these being Bajaj Holdings & Investment, Shriram Finance, Deepak Nitrite, Natco Pharma, NCC, Eclerx Services, Jindal Saw, Anant Raj, Hikal, Dhanuka Agritech, Jai Corp, PSP Projects, IOL Chemicals, Barbeque-Nation Hospitality, Cosmo First, RPG Life Sciences, Pix Transmissions and Linc.