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PRESS RELEASE

MUTUAL FUND & DII OWNERSHIP AT ALL TIME HIGH; FPI HOLDING AT 2-YEAR HIGH: nseinfobase.com

Holding of domestic Mutual Funds in companies listed on NSE reached an all-time high of 7.35 per cent by value as on June 30, 2019 up from 7.19 per cent as on March 31, 2019, as per nseinfobase.com, a joint initiative of NSE and PRIME Database Group. “In absolute value terms too, their holding went up to an all-time high of INR 10.89 lakh crores (or INR 10,890 bn) as on June 30, 2019, up by 2.40 per cent from March 31, 2019”, according to Mukesh Agarwal, CEO, NSE Data & Analytics Ltd.

Holding of Domestic Institutional Investors (DII) which includes domestic Mutual Funds, Insurance Companies, Banks, Financial Institutions, Pension Funds etc., as a whole, in companies listed on NSE also reached an all-time high of 13.78 per cent by value as on June 30, 2019 from 13.69 per cent as on March 31, 2019, still 30 per cent lower than FPI ownership which was at a 2-year high of 19.80 per cent as on June 30, 2019. According to Pranav Haldea, Managing Director, PRIME Database Group which has developed and powers nseinfobase.com, “in recent years, the gap has been shrinking steadily. The widest gap between FPI and DII holdings was in quarter ending March 31, 2015, when DII holding was 50 per cent lower than FPI holding”. Over a 10-year period (since June 2009), however, while FPI ownership has increased from 13.60 per cent to 19.80 per cent, DII ownership has increased only marginally, from 11.66 per cent to 13.78 per cent.

In absolute value terms too, DII holding reached an all-time high of INR 20.42 lakh crore as on June 30, 2019. This was an increase of 0.89 per cent over the last quarter. In comparison, FPI ownership was at INR 29.36 lakh crore as on June 30, 2019.

Holding of Insurance companies in absolute value terms went down by 0.53 per cent from the previous quarter to INR 7.81 lakh crores as on June 30, 2019. LIC’s holding (across 303 companies where its holding is more than 1 per cent) stood at INR 6.11 lakh crore in quarter ending June 30, 2019, a decrease of 1.79 per cent over previous quarter. LIC commands a lion’s share of investments in equities by insurance companies (78 per cent).

The percentage holding of promoters in companies listed on NSE stood at 54.46 per cent as on June 30, 2019, increasing marginally from 54.08 per cent on March 31, 2019. Over a 10-year period (since June 2009) though, promoter ownership has been steadily declining, having decreased from 61.34 per cent on June 30, 2009 to 54.46 per cent on June 30, 2019, also because of minimum public shareholding requirement of 25 per cent. According to Haldea, “This trend is likely to continue, and shall perhaps accelerate as a result of the recent proposal in the budget to increase minimum public shareholding to 35 per cent”. By value though, promoter holding in companies listed on NSE has more than tripled to INR 73.33 lakh crore from just INR 23.03 lakh crore on June 30, 2009, primarily due to increase in market capitalization of companies.

Interestingly though, while ‘Indian’ promoters holding has gone down from 54.99 per cent to 44.80 per cent over the last ten years, ‘foreign’ promoters’ holding has gone up from 6.35 per cent to 9.66 per cent.

Retail holding in companies listed on NSE decreased marginally to 8.37 per cent by value as on June 30, 2019, compared to 8.52 per cent as on March 31, 2019. However, what is significant to note, according to Haldea, is the continuing overwhelming presence of retail investors in smaller companies, which institutional investors typically stay away from. As on June 30, 2019, while the value of the 6.50 per cent (by no. of shares) held by FPIs in all companies listed on NSE was INR 29.36 lakh crore and the value of the 6.45 per cent (by no. of shares) held by DIIs was INR 20.42 lakh crore, the value of the huge 21.66 per cent (by no. of shares) held by retail was only INR 12.40 lakh crore. The picture is very different if one looks only at Nifty-50 companies; the retail share in these companies was a meagre 7.86 per cent (by no. of shares), declining marginally to 7.53 per cent in case of top 100 companies listed on NSE.

On an overall basis, retail holding went up in 843 companies listed on NSE in the last 1 quarter. The average stock price of these companies in the same period decreased by 14.57 per cent. On the other hand, retail holding went down in 688 companies. The average stock price of these companies decreased by a much lower 4.26 per cent.

There were just 12 companies in which the trinity of promoters, FPIs and DIIs all increased their stake during the quarter.

To view detailed report, [click here](#).

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www.nseinfobase.com is a joint initiative of NSE and PRIME Database to provide value added corporate data on Insider Trading, Share Pledging, transactions under Takeover Code, Shareholding, Board of Directors, AGM/EGM/Postal Ballot Resolutions, Board Meeting Resolutions, Investor Meets, Auditors, Annual Reports, CSR, Corporate Actions, Key Managerial Personnel, Company Contact Details, Financial Results, All-in-1 Shareholding and Corporate Event Calendar. All databases are updated daily and are available on an annual subscription basis on the website www.nseinfobase.com. The key idea behind these databases is to provide timely, complete, credible and clean information on corporates in an extremely easy-to-use and searchable manner. Apart from the above databases, we also offer a unique service of creating, maintaining & hosting the Investors section of the websites of listed and unlisted corporates in India.

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The National Stock Exchange of India Ltd. (NSE) is the leading stock exchange in India and the second largest in the world by nos. of trades in equity shares from January to June 2018, according to World Federation of Exchanges (WFE) report. NSE was the first exchange in India to implement electronic or screen-based trading. It began operations in 1994 and is ranked as the largest stock exchange in India in terms of total and average daily turnover for equity shares every year since 1995, based on SEBI data. NSE has a fully-integrated business model comprising exchange listings, trading services, clearing and settlement services, indices, market data feeds, technology solutions and financial education offerings. NSE also oversees compliance by trading and clearing members with the rules and regulations of the exchange. NSE is a pioneer in technology and ensures the reliability and performance of its systems through a culture of innovation and investment in technology. NSE believes that the scale and breadth of its products and services, sustained leadership positions across multiple asset classes in India and globally enable it to be highly reactive to market demands and changes and deliver innovation in both trading and non-trading businesses to provide high-quality data and services to market participants and clients.

For more information, please visit: www.nseindia.com.

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About PRIME Database Group (PRIME)

PRIME Database Group is India's leading provider of data on the capital markets. Apart from www.nseinfobase.com, the Group runs several other databases/ websites: primedatabase.com- India's first and still the only database dedicated to the primary capital market covering fund raising by the Indian corporate sector and the Government through equity, debt or securitisation, in India or abroad, watchoutinvestors.com- a website which aims at alerting and protecting the investors, and is a national registry of information on companies/persons who have been indicted for an economic malpractice/non-compliance of laws/regulations/default by over 35 regulatory bodies, primemfdbase.com- data on portfolios and league tables of AuMs of Mutual Funds, primebbdatabase.com- database of all bulk and block deals, primecrmdatabase.com- database of credit rating migrations, primecbdatabase.com- database of public and privately placed corporate bonds containing both primary market (issuance) and secondary market (trading) data, primemcadatabase.com- database of RoC-filings of over 17 lakh companies, primeivcadatabase.com- database of PE/VC Firms investing into India and Service Providers to this industry, primedirectors.com- an online platform to enroll professionals who are competent and willing to become independent directors on companies and for the companies to search for them and msmementor.in- an online platform for helping MSMEs in finding Professionals who can add value to their enterprises. The Group also provides a variety of other services including database creation and management, content generation, website development and management, information consulting and data cleaning and standardization. By leveraging our deep understanding of information management, our clients are able to take better business decisions, improve their internal information processes and systems and also significantly enhance their public information platforms.

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