Equity Market Monitor

05 June, 2026

kotak Mutual Fund

SEBI Registered Name - Kotak Mahindra Mutual Fund
SEBI Registered Number - MF/038/98/1

Indian Equity Markets

Broad Indices	MTD	CYTD	1Y	3Y	PE (x) Current	PE (x) FY26E	PE (x) FY27E
Nifty 50 Index	-2.6%	-9.2%	-5.2%	8.2%	21.7	19.2	16.7
Nifty Next 50 Index	0.8%	3.5%	5.9%	19.2%	20.1	19.8	18.6
Nifty Midcap 150 Index	1.6%	2.3%	6.7%	21.7%	31.6	29.6	24.3
Nifty Smallcap 250 Index	1.1%	3.0%	1.3%	20.0%	33.1	25.8	20.7
Nifty 500 Index	-0.9%	-4.3%	-0.9%	12.8%	23.9	21.3	18.4

- Nifty Midcap 150 Index, Nifty small cap 250 Index & Nifty Midcap 100 Index outperformed in May’26, while Nifty large cap Index remained under pressure, indicating stronger participation in the broader market.
- Going ahead, investors may closely monitor Geopolitical concerns, corporate earnings, inflation trends, crude oil prices for cues on market's direction.

Sectoral/Thematic Indices	MTD	CYTD	1Y	3Y
Nifty Auto Index	1.0%	-5.6%	11.8%	22.8%
Nifty Bank Index	-2.1%	-8.3%	-2.4%	7.0%
Nifty FMCG Index	-4.6%	-10.3%	-11.2%	-0.8%
Nifty Healthcare Index	3.0%	5.9%	10.0%	23.5%
Nifty IT Index	-0.6%	-23.5%	-23.0%	-0.2%
Nifty Metal Index	2.5%	22.1%	43.7%	30.9%
Nifty Realty Index	-2.9%	-10.0%	-18.1%	18.0%

- Sectoral performance is mixed, with Healthcare, Pharma & Metals outperforming, while Banks, Realty, and FMCG remain under pressure.

Net Institutional Flows (INR Cr)	FII Flows	DII Flows
MTD	-46,889	82,669
CYTD	-2,42,313	3,84,337

- Overall FII flows remained negative in May’26, with persistent outflows as selling pressure dominated amid ongoing market uncertainty and global risk factors.

Macro Indicators	Nov'25	Dec’25	Jan’26	Feb’26	Mar’26	Apr’26	May’26
CPI, % YoY	0.49	1.17	2.74	3.21	3.40	3.48	-
IIP, % YoY	6.5	5.8	4.4	5.2	3.2	4.9	
Merchandise Exports, $ Bn	38.1	38.5	36.6	36.6	38.9	43.6	
% YoY	*19.4*	*1.9*	*0.6*	*-0.8*	*-7.4*	*13.5*	
Merchandise Imports, $Bn	62.66	63.55	71.24	63.71	59.6	88.6	
% YoY	*-1.9*	*8.8*	*19.2*	*24.1*	*-6.5*	*7.7*	
Manufacturing PMI	56.6	55.0	55.4	56.9	53.9	54.7	55.0
Services PMI	59.8	58.0	58.5	58.1	57.5	58.8	59.8
GST Collections (INR b)	1702.8	1745.5	1933.8	1836.1	2000.6	2427.0	1941.0
% YoY	*0.7*	*6.1*	*-1.1*	*0.1*	*8.8*	*8.7*	*-3.2*

- RBI kept the repo rate unchanged at 5.25% and retained its neutral stance, reflecting a cautious approach amid rising crude oil prices, geopolitical uncertainties, and pressure on the rupee.
- RBI revised its FY27 inflation forecast upward and lowered its growth projection in June’26 policy, highlighting increased risks from global developments.

Global Equity Markets

Global performance	MTD	CYTD	1Y	3Y
DIJA Index	4.4%	5.5%	20.9%	15.5%
Nasdaq Composite Index	9.3%	15.2%	40.7%	27.6%
Nikkei 225 Index	10.7%	31.8%	72.6%	28.5%
Shanghai Composite Index	-0.9%	2.6%	21.0%	8.1%
Deutsche Boerse AG german Stock Index DAX Index	4.8%	2.5%	4.9%	16.3%
MSCI World Index	5.6%	9.1%	25.9%	19.8%
MSCI Emerging Markets Index	8.3%	24.9%	49.7%	21.7%
MSCI India Index	-1.4%	-5.6%	-1.7%	11.5%

- Global equities stayed strong in May’26, led by robust gains in the US and Japan, reflecting continued momentum in tech and cyclicals, while China remained relatively weak.
- This divergence suggests flows are selectively favoring developed markets and tech-heavy indices over domestic and China-linked exposures.

Source: PIB, Bloomberg, KMAMC Internal. Data as of 04 June 2026, Details as per latest data available publicly.
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