

**Index Investment Strategy**

INDEX	1M	3M	12M
<b>India Equity</b>			
S&P BSE SENSEX (24,870)	-4.75%	-6.64%	-13.57%
S&P BSE 100	-5.48%	-6.53%	-12.89%
S&P BSE 200	-5.49%	-6.18%	-11.20%
S&P BSE AllCap	-5.92%	-5.91%	-10.43%
S&P BSE MidCap	-6.51%	-4.98%	-1.87%
S&P BSE SmallCap	-8.16%	-3.88%	-3.18%
<b>Equity Strategy</b>			
S&P BSE SENSEX Inverse Daily	5.89%	10.35%	30.42%
S&P BSE Low Volatility	-4.18%	-2.12%	1.26%
S&P BSE Dividend Stability	-4.67%	-6.38%	-13.66%
S&P BSE CPSE	-5.19%	-2.39%	-14.90%
S&P BSE SENSEX Futures*	-5.75%	-7.27%	-13.96%
S&P BSE Momentum	-5.95%	-5.59%	0.90%
S&P BSE Quality	-6.26%	-5.21%	1.48%
S&P BSE PSU	-8.47%	-7.68%	-21.88%
S&P BSE India Infrastructure	-8.58%	-7.49%	-17.70%
S&P BSE IPO	-10.01%	-4.05%	-1.62%
S&P BSE Enhanced Value	-12.05%	-9.04%	-24.55%
<b>BSE Sectors</b>			
S&P BSE Information Technology	1.13%	-0.68%	1.99%
S&P BSE Energy	-1.19%	3.45%	0.08%
S&P BSE Utilities	-3.05%	6.03%	-8.74%
S&P BSE Healthcare	-3.55%	-9.75%	4.59%
S&P BSE FMCG	-5.49%	-5.13%	-8.82%
S&P BSE Consumer Discretionary Goods & Svs	-6.43%	-2.43%	-3.57%
S&P BSE Basic Materials	-6.59%	-6.72%	-20.30%
S&P BSE Finance	-8.14%	-9.34%	-17.66%
S&P BSE Industrials	-11.00%	-12.10%	-23.59%
S&P BSE Telecom	-17.86%	-14.99%	-18.21%

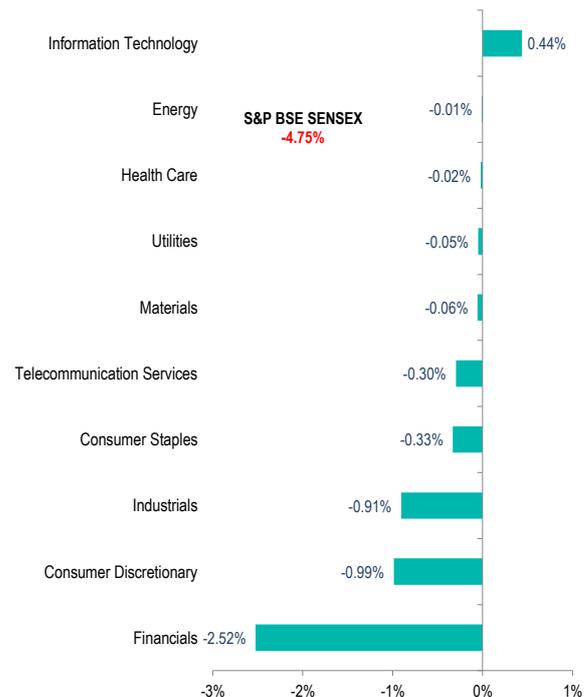
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<b>Global Benchmarks</b>			
Dow Jones Industrial Average™ (16,069)*	-7.67%	-8.43%	-4.03%
S&P Global 1200*	-7.64%	-9.70%	-6.74%
S&P 500® (1,893)*	-7.26%	-8.45%	-3.07%
S&P Europe 350®*	-7.57%	-11.60%	-9.99%
S&P/TOPIX 150	-7.83%	-8.36%	-0.52%
S&P/ASX All Australia 50	-5.75%	-3.95%	-7.96%
S&P Asia 50	-8.67%	-12.99%	-16.37%
S&P Latin America 40	-8.95%	-16.59%	-33.39%
S&P Global BMI*	-8.18%	-10.31%	-8.30%
S&P Developed BMI*	-8.00%	-9.91%	-6.70%
S&P Emerging BMI*	-10.01%	-14.30%	-22.47%
S&P Frontier BMI*	-7.31%	-12.98%	-16.04%
<b>Regional</b>			
S&P Pan Asia BMI*	-9.39%	-10.32%	-11.17%
S&P China 500*	-20.20%	-18.50%	-16.12%
S&P Russia BMI*	-4.66%	-13.26%	1.32%
S&P Sri Lanka 20	-9.04%	-14.39%	-21.51%
S&P Bangladesh Broad	-0.32%	1.54%	0.45%
<b>Fixed Income</b>			
<b>Yield</b>			
S&P India Sovereign Inflation-Linked Bond*	-0.6%	1.95%	1.70%
S&P BSE India Corporate Bond*	8.3%	0.69%	1.73%
S&P BSE India Bond*	7.9%	0.52%	1.20%
S&P BSE India 10 Yr Sovereign Bond*	7.7%	0.30%	0.79%
S&P India USD Corporate Bond*	3.1%	0.50%	0.32%
<b>Volatility, Commodity and Currency</b>			
CBOE Volatility Index / VIX® (22.42)*	23.12%	48.77%	6.91%
S&P GSCI®*	-6.56%	-22.28%	-32.18%
Dow Jones Commodity (DJCI)*	-3.03%	-13.33%	-24.27%
S&P Indian Rupee*	-1.64%	-2.32%	-3.36%

**Commentary**

- The S&P BSE SENSEX closed January with a loss of 1,247 points, for a total return of -4.75%.
- The year began with major sell-offs in equity markets across the globe. The SENSEX, whose all-time-high occurred exactly one year ago today, flirted with celebrating the anniversary by entering bear market territory; at one point last week the index closed 19.3% down from the highs.
- However, in a now-familiar trend, central banks have "come to the rescue" of stuttering markets and the last week of the month witnessed a slight recovery. The month ended particularly brightly for equity markets, boosted by surprise news of negative interest rates announced by Japan's central bank.
- In an indication of the external and macroeconomic nature of market movements, the losses in Indian equities occurred across the board. Very few of our indices posted gains; the S&P BSE SENSEX Inverse Daily makes an obvious exception, the 1.1% positive total return from the Information Technology is nonetheless particularly admirable.
- Excluding IT, every BSE Sector fell, and so did every capitalization range. On a relative basis, larger stocks outperformed mid-caps; smaller caps performed even worse, in a reversal of one of the major market themes last year.
- Unsurprisingly in a month of volatility and declines, the standout performer among Indian equity strategies was the S&P BSE Low Volatility index. The Low Volatility strategy even boasts a positive 12-month total return at present, which is remarkable in light of the double-digit losses in the S&P BSE AllCap over the same period.
- It was a better month for the fixed income markets, with gains in each of our India-focussed indices. The broad-based S&P BSE India Bond index gained by 0.5% in January.

**S&P BSE SENSEX Sector Contribution**

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