

Review of the Markets in CY 2022

December 2022

*Data for this analysis is from 01-Jan-2022 to 16-Dec-2022

	MCAP 2021	MCAP 2022	Change in MCAP	Return
Total Market Cap	2,66,11,857	2,78,54,076	12,42,219	4.7%

- The overall market capitalization went up from 266 Trillion rupees to 278 Trillion rupees.
- An increase of 12.4 Trillion rupees 4.7% increase in the total market capitalization.

If we break this down by market capitalization (MCAP)

MCAP RANK	MCAP 2021	MCAP 2022	Change in MCAP	Return
1 - 50	1,45,49,937	1,58,46,086	12,96,149	8.9%
51 - 100	33,93,599	35,05,253	1,11,655	3.3%
101 - 200	35,58,664	35,13,158	-45,506	-1.3%
201 - 300	18,72,624	17,51,899	-120,725	-6.4%
301 - 500	16,37,105	16,14,271	-22,834	-1.4%
501 - 1000	11,73,319	12,15,957	42,637	3.6%
1001 - 1500	3,01,158	2,95,944	-5,214	-1.7%
>1500	1,25,450	1,11,507	-13,943	-11.1%
ALL	2,66,11,857	2,78,54,076	12,42,219	4.7%

- The top 50 companies in terms of MCAP represent 57% of the total MCAP
 - Their MCAP increased by 13 trillion, an increase of 8.9% over the previous year
 - 13 trillion rupees is 104% of all the total increase in MCAP this year. (This increase is 4% more than the entire market, as all other put together have lost 0.6 trillion)
- Next 50 companies (i.e., 51 to 100) represent 12.5% of the total MCAP.
 - Their MCAP increased by 1.1 trillion, an increase of 3.3% over the previous year.
 - 1.1 trillion rupees is about 9% of the total increase in MCAP this year.

If we break this down by Industry

TOP 10 INDUSTRIES BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
Banks	29,13,094	37,02,299	7,89,206	27.1%
IT - Software	38,61,188	30,14,415	-8,46,773	-21.9%
Finance	22,07,414	21,92,349	-15,065	-0.7%
Refineries	18,40,988	19,66,983	1,25,995	6.8%
FMCG	13,66,149	15,00,946	1,34,797	9.9%
Power Generation & Distribution	9,37,450	12,99,254	3,61,804	38.6%
Pharmaceuticals	12,80,575	11,16,799	-1,63,777	-12.8%
Automobile	8,30,714	9,53,284	1,22,570	14.8%
Chemicals	7,17,530	7,16,115	-1,415	-0.2%
Cement	5,93,614	5,96,132	2,519	0.4%
	1,65,48,716	1,70,58,577	5,09,862	3.1%

- This year banks have gained 7.9 trillion in MCAP this is a 27% increase.
 - This represents 63% of the total increase in MCAP of the market this year.
- This year IT industry lost 8.5 trillion in MCAP this is a 22% decrease.
 - This drop is more than the entire gain by the banks.

The change in MCAP has been bit skewed – let’s look at the 10 companies that represent the maximum increase in MCAP.

TOP 10 COMPANIES BY RETURN	MCAP 2021	MCAP 2022	Change in MCAP	Return
Reliance Industr	16,01,836	17,35,406	1,33,570	8.3%
HDFC Bank	8,22,164	9,13,726	93,562	11.4%
ICICI Bank	5,13,982	6,29,400	1,15,418	22.5%
St Bk of India	4,19,934	5,38,422	1,27,488	31.0%
Bharti Airtel	3,89,434	4,75,545	86,112	22.1%
Adani Enterp.	1,89,908	4,53,618	2,65,710	141.4%
ITC	2,68,634	4,15,932	1,47,298	54.8%
Adani Total Gas	1,88,579	3,90,823	2,02,244	107.2%
Adani Green	2,07,662	3,24,188	1,16,526	56.1%
Adani Transmissi	1,90,581	2,95,304	1,04,724	54.9%
	47,79,713	61,72,365	13,92,652	29.1%

- These 10 companies represent only 22% of the total MCAP.
- These had an increase of 13.9 trillion in MCAP.
- This is 112% of the total MCAP increase of the market (Some companies have lost, hence this is more than 100%).
- The MCAP gain for the top 10 companies is 12% more than MCAP gain of the entire market.

If we just look at the 4 Adani companies in the top 10

ADANI COMPANIES IN TOP 10	MCAP 2021	MCAP 2022	Change in MCAP	Return
Adani Enterp.	1,89,908	4,53,618	2,65,710	141.4%
Adani Total Gas	1,88,579	3,90,823	2,02,244	107.2%
Adani Green	2,07,662	3,24,188	1,16,526	56.1%
Adani Transmissi	1,90,581	2,95,304	1,04,724	54.9%
	7,74,730	14,63,933	6,89,204	89.0%

- The 4 Adani companies represent about 5% of the total MCAP of the market.
- These 4 companies have had a gain of about 6.9 trillion rupees.
 - This is an increase of 89% over the previous year.
- This represents 55% of the total increase in MCAP of the market.

If we look at the 10 companies that have lost most MCAP this year

BOTTOM 10 COMPANIES BY RETURN	MCAP 2021	MCAP 2022	Change in MCAP	Return
TCS	13,82,280	11,84,837	-1,97,443	-14.3%
Infosys	7,94,715	6,40,617	-1,54,097	-19.4%
HCL Technologies	3,57,770	2,79,548	-78,221	-21.9%
Avenue Super.	3,02,491	2,58,614	-43,877	-14.5%
Wipro	3,92,021	2,13,810	-1,78,211	-45.5%
Tech Mahindra	1,73,789	99,393	-74,396	-42.8%
Zomato Ltd	1,08,192	53,149	-55,043	-50.9%
FSN E-Commerce	99,419	47,865	-51,553	-51.9%
One 97	86,551	34,272	-52,279	-60.4%
Piramal Enterp.	63,047	21,302	-41,745	-66.2%
	37,60,275	28,33,408	-9,26,866	-24.6%

- These 10 companies have lost 9.26 trillion rupees this year.
 - This is a 25% decline over the previous year
- TCS has lost about 2 trillion rupees in MCAP this year – a 14% decline. This is less than the 22% decline in IT industry MCAP.
- Wipro has lost 1.8 trillion rupees in MCAP this year – a decline of 45%. This is twice the 22% decline in the IT industry MCAP.
- Infosys has lost about 1.5 trillion rupees in MCAP this is 19.5% decline
- Newly listed companies like Zomato, Nykaa, and Paytm have lost more than 50% in MCAP.

If we look at top 10 banks

TOP 10 BANKS BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
HDFC Bank	8,20,164	9,13,726	93,562	11.4%
ICICI Bank	5,13,982	6,29,400	1,15,418	22.5%
St Bk of India	4,19,934	5,38,422	1,27,488	31.0%
Kotak Mah. Bank	3,56,368	3,65,598	9,230	2.6%
Axis Bank	2,08,156	2,87,507	79,351	38.1%
IndusInd Bank	68,753	95,278	26,525	38.6%
Bank of Baroda	42,379	94,119	51,739	122.1%
I O B	38,561	63,229	24,668	64.0%
Punjab Natl.Bank	41,071	62,488	21,416	52.1%
IDBI Bank	49,891	61,504	11,613	23.3%
	25,50,259	31,11,270	5,61,010	22.0%

- Top 10 banks represent 11% of the MCAP of the market.
 - Their MCAP increased by 5.6 trillion.
 - This is a 22% increase over the previous year.
 - This represents about 45% if the entire MCAP increase in the market this year.
- PSU banks had a significant increase in MCAP this year.

If we look at top 10 IT companies

TOP 10 IT COMPANIES BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
TCS	13,82,280	11,84,837	-1,97,443	-14.3%
Infosys	7,94,715	6,40,617	-1,54,097	-19.4%
HCL Technologies	3,57,770	2,79,548	-78,221	-21.9%
Wipro	3,92,021	2,13,810	-1,78,211	-45.5%
L & T Infotech	1,28,406	1,28,237	-168	-0.1%
Tech Mahindra	1,73,789	99,393	-74,396	-42.8%
Mindtree	78,777	56,635	-22,142	-28.1%
L&T Technology	59,062	42,052	-17,009	-28.8%
Tata Elxsi	36,543	40,400	3,497	9.6%
Mphasis	63,674	36,150	-27,523	-43.2%
	34,67,035	27,21,321	-7,45,714	-21.5%

- Top 10 IT companies represent about 10% of the MCAP of the market.
- They declined by 7.45 trillion this year.
 - This is a 21.5% decrease over the previous year.
- Tata Elxsi is the only company in top 10 that had a 10% gain in MCAP this year.

If we look at the top 10 Finance companies

TOP 10 FINANCE COS BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
H D F C	4,68,482	4,86,335	17,980	3.8%
Bajaj Finance	4,21,122	3,99,365	-21,787	-5.2%
Bajaj Finserv	2,60,829	2,52,812	-8,018	-3.1%
SBI Cards	87,519	74,812	-12,706	-14.5%
Bajaj Holdings	60,422	67,828	7,406	12.3%
Cholaman.Inv.&Fn	42,723	59,939	17,216	40.3%
HDFC AMC	52,167	47,767	-4,400	-8.4%
Muthoot Finance	59,981	43,301	-16,680	-27.8%
I R F C	29,862	41,950	12,088	40.5%
Power Fin.Corpn.	31,615	37,370	5,755	18.2%
	15,14,721	15,11,577	-3,145	-0.2%

- Top 10 finance companies represent 5.5% of the MCAP of the market.
 - Their MCAP decreased by 31 billion.
 - This is a 0.2% decrease over the previous year.
- Chola Inv & Finance was a significant outperformer this year.

If we look at the top Refinery companies

TOP REFINERY COS BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
Reliance Industr	16,01,836	17,35,406	1,33,570	8.3%
I O C L	1,05,015	1,08,875	3,860	3.7%
B P C L	83,625	74,145	-9,480	-11.3%
H P C L	41,422	34,457	-6,965	-16.8%
M R P L	7,562	10,805	3,242	42.9%
C P C L	1,528	3,296	1,768	115.7%
	18,40,988	19,66,983	1,25,995	6.8%

- Top refinery companies represent 7% of the MCAP of the market.
 - Their MCAP increased by 1.2 trillion.
 - This is a 6.8% increase over the previous year.
- Reliance Industries drove the increase in market cap, whereas CPCL was a significant outperformer in percentage terms.

If we look at top 10 FMCG companies

TOP 10 FMCG COS BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
Hind. Unilever	5,54,445	6,27,435	72,990	13.2%
Nestle India	1,90,021	1,90,431	410	0.2%
Britannia Inds.	86,874	1,07,115	20,241	23.3%
Dabur India	1,02,606	1,02,727	120	0.1%
Godrej Consumer	99,032	91,700	-7,332	-7.4%
Varun Beverages	38,391	90,362	51,972	135.4%
Marico	66,214	66,513	298	0.5%
P & G Hygiene	50,106	46,369	-3,737	-7.5%
Colgate-Palmoliv	40,255	43,017	2,762	6.9%
Hatsun Agro	27,194	20,082	-7,112	-26.2%
	12,55,139	13,85,751	1,30,612	10.4%

- Top FMCG companies represent 5% of the MCAP of the market.
 - Their MCAP increased by 1.3 trillion.
 - This is a 10.4% increase over the previous year.
- Varun Beverages was a rank outperformer in the FMCG space.

If we look at top 10 Power companies

TOP 10 POWER COS BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
Adani Green	2,07,662	3,24,188	1,16,526	56.1%
Adani Transmissi	1,90,581	2,95,304	1,04,724	54.9%
NTPC	1,20,627	1,64,504	43,877	36.4%
Power Grid Corpn	1,42,543	1,48,786	6,243	4.4%
Adani Power	38,473	1,18,890	80,417	209.0%
Tata Power Co.	70,585	69,451	-1,134	-1.6%
JSW Energy	49,452	47,087	-2,365	-4.8%
NHPC Ltd	31,089	41,134	10,045	32.3%
Torrent Power	26,588	24,713	-1,874	-7.0%
SJVN	12,045	14,619	2,574	21.4%
	8,89,645	12,48,677	3,59,032	40.4%

- Top power companies represent 4.5% of the MCAP of the market.
 - Their MCAP increased by 3.6 trillion.
 - This is a 40.4% increase over the previous year.
- Majority of the returns in the Power sector was driven by Adani group of stocks.

If we look at top 10 Pharma companies

TOP 10 PHARMA COS BY MCAP	MCAP 2021	MCAP 2022	Change in MCAP	Return
Sun Pharma.Inds.	2,02,840	2,38,314	35,474	17.5%
Divi's Lab.	1,24,189	88,239	-35,950	-28.9%
Cipla	76,185	87,923	11,737	15.4%
Dr Reddy's Labs	81,688	71,750	-9,938	-12.2%
Torrent Pharma.	55,490	54,107	-1,383	-2.5%
Abbott India	41,378	43,842	2,464	6.0%
Zyklus Lifesci.	49,483	41,283	-8,200	-16.6%
Alkem Lab	43,318	36,474	-6,844	-15.8%
Lupin	43,205	33,166	-10,040	-23.2%
Biocon	43,774	31,936	-11,838	-27.0%
	7,61,550	7,27,034	-34,516	-4.5%

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