

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:4696
ANSWERED ON:07.08.2009
INVESTORS OF MUTUAL FUND
Sukur Shri Jadhav Baliram

Will the Minister of FINANCE be pleased to state:

- (a) whether investors of Mutual Funds schemes have been adversely affected during the last two years; and
- (b) if so, the Government's response thereto?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI NAMO NARAIN MEENA)

(a) and (b): Mutual fund investments are subject to market risks and there is no certainty attached to returns. In tune with overall market conditions there has been some decrease in average returns on some equity based mutual funds leading to notional losses. The disclosures made by mutual funds as per extant SEBI regulations help investors take informed decisions. The Government has put in place systems and practices to promote a safe, transparent and efficient market and to protect market integrity.