

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:5273
ANSWERED ON:10.12.2010
CURB ON FII INFLOWS
Thamaraiselvan Shri R.

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government is considering to put any curbs on Foreign Institution Investors (FIIs) inflows into the equity market;
- (b) if so, the details thereof;
- (c) whether the Government is considering to intervene in FII inflows, to check the rupee appreciation, if required; and
- (d) if so, the details thereof?

Answer

MINISTER OF STATE FOR FINANCE(SHRI NAMO NARAIN MEENA)

(a) No Sir.

(b) Does not arise.

(c) & (d): The Government and SEBI have put in place mechanisms to monitor and assess FII inflows. The possible effects of investments made by FIIs on Indian economy are assessed on a continuous basis. Suitable remedial steps are taken when it is concluded that the inflows can have negative impact on the Indian economy.