

Madras HC issues notice to SEBI, Franklin on PIL

OUR BUREAU

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The Madras High Court has taken cognisance and issued notices on a public interest litigation (PIL) filed by Chennai Financial Markets Accountability (CFMA) against SEBI and Franklin Templeton Asset Management India (FTAMC) over the abrupt winding up of six debt funds by the latter.

A press release from CFMA said the court had issued an order on May 26, taking into cognisance the seriousness of the matter, wherein the money of the common public, amounting to around ₹28,000 crore, is at risk of getting wiped off. It has asked SEBI to file its reply, along with a status report on the actions taken. FTAMC, by its own admission, has stated that the recovery of monies across the six schemes shall be in the range of 5 per cent to 81 per cent over five years.