



Performance fees should work both ways to avoid investor detriment

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The European Federation of Financial Services Users calls on the Members of the European Parliament to put an end to performance fees of investment funds being only a one-way street, benefitting only providers and to the detriment of retail investors. It is fine to link fund managers' commissions to performance, but to be fair with investors, it should work both ways: not only when the manager outperforms, but also when he underperforms his own target.

This is why EuroFinUse solemnly asks the Members of the European Parliament, as the representatives of EU citizens, to support the Amendment number 11b) to Art 90¹ that will be decided on the upcoming Plenary vote next week, Wednesday July 3rd, on the proposal for Directive amending Directive 2009/65/EC (UCITS V).

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¹ <http://www.europarl.europa.eu/sides/getDoc.do?type=REPORT&mode=XML&reference=A7-2013-125&language=EN#>

