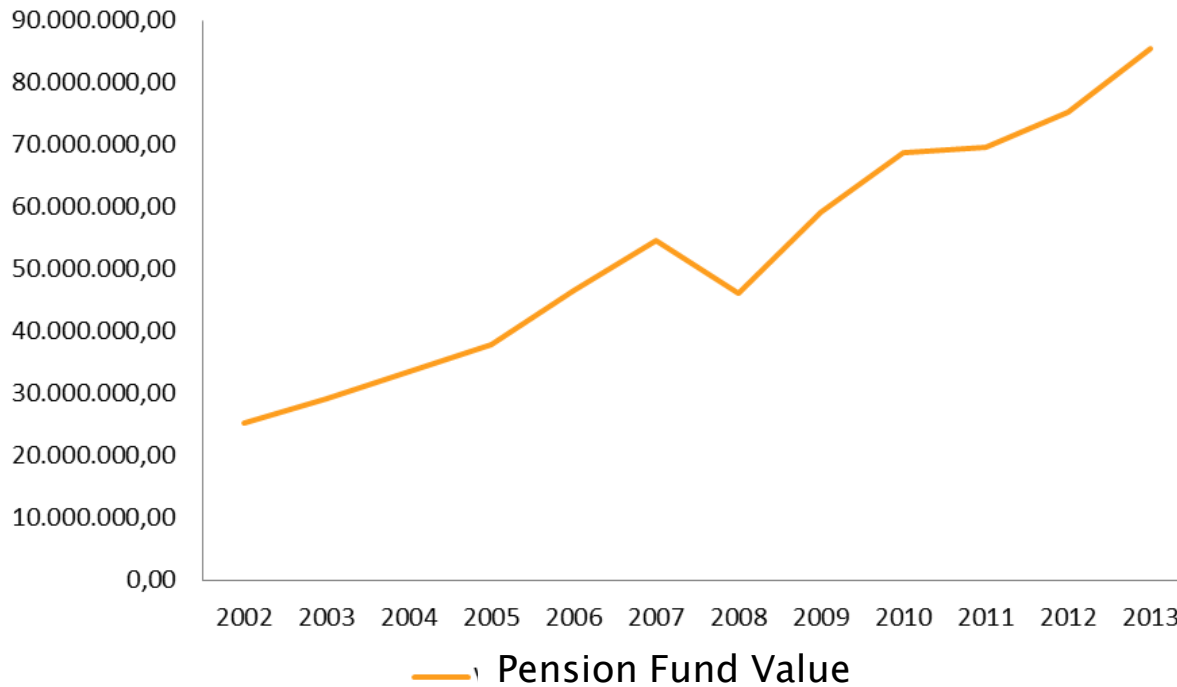


# Investment Regulation in Chile

Solange Berstein

Word Bank, Washington, April 2014

# Evolution of Regulation as Funds Increase



Equity

Investment Fund Shares

Foreign Investment

Fixed Income Fund

Multifund

Investment Regime

Investment in Derivatives

1985

1990

1992

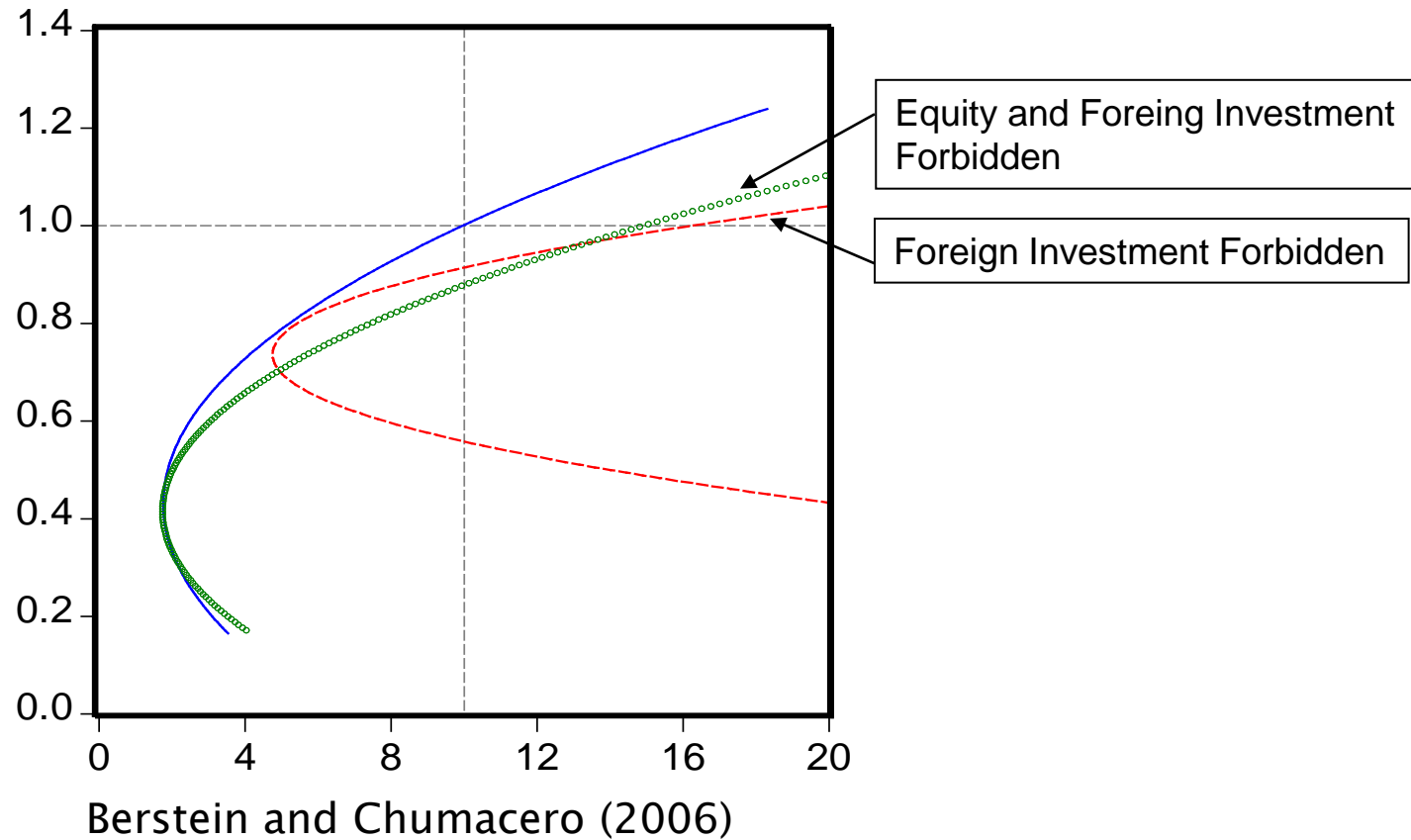
1999

2002

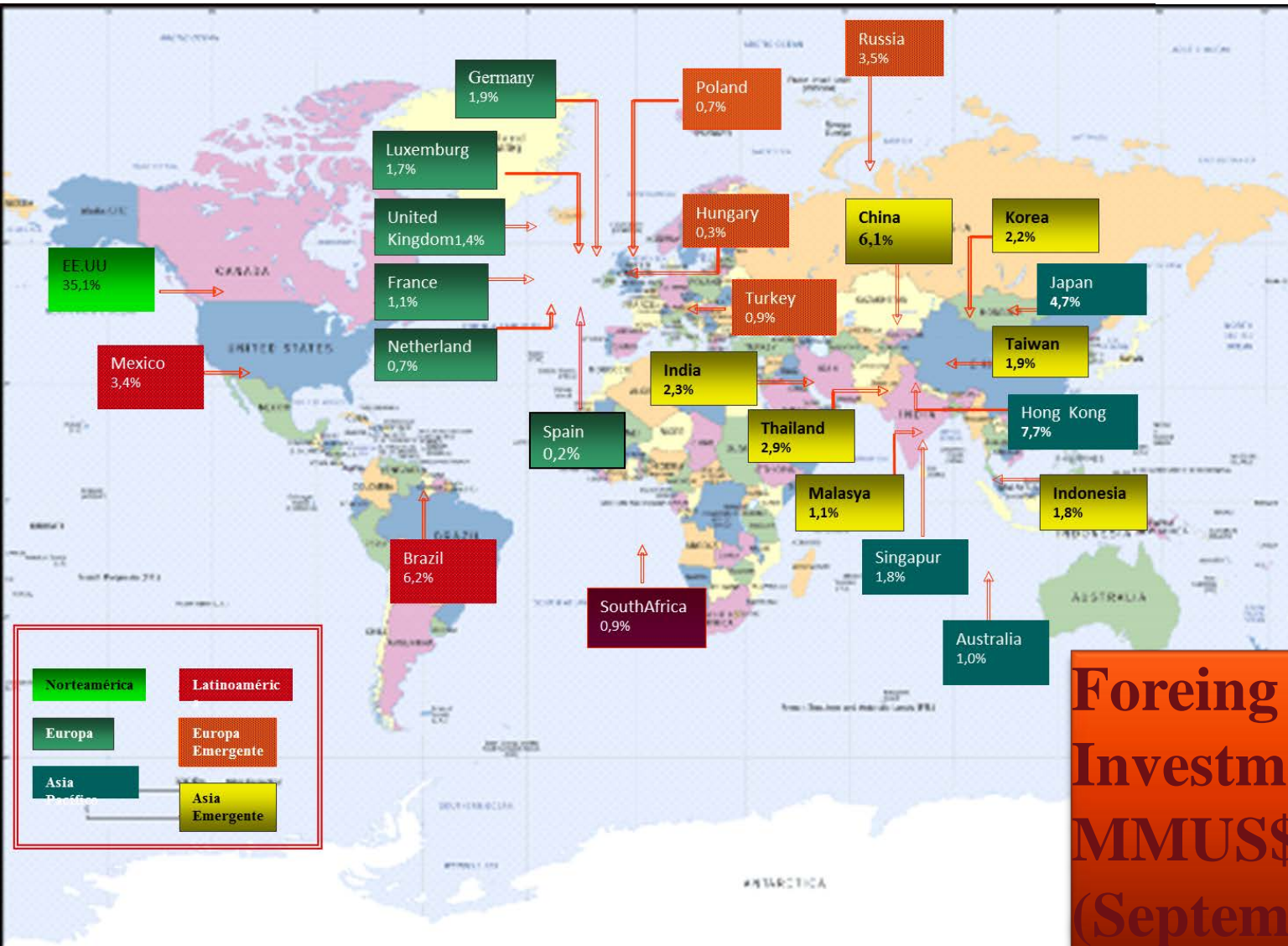
2008

2011

# There are Efficiency Cost of Limits

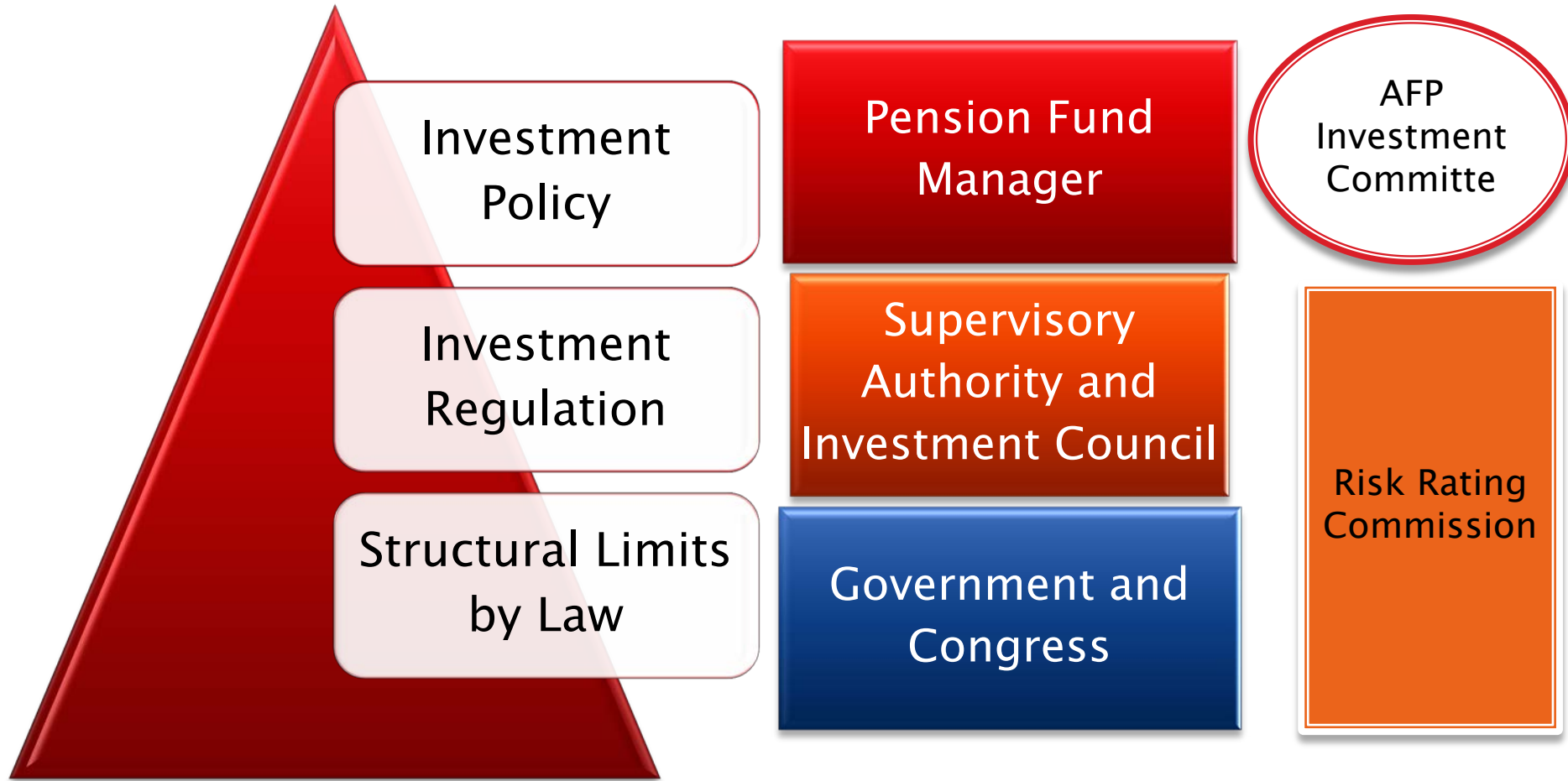


# In Chile Foreign Investment is Globally Diversified



**Foreign Investment**  
**MMUS\$ 64.268**  
**(September 2013)**

# Regulation in Chile Today



# Financial Instruments and Vehicles

“Las Administradoras deberán efectuar todas las gestiones que sean necesarias, para cautelar la obtención de una adecuada rentabilidad y seguridad en las inversiones de los Fondos que administran...” (Artículo 147, inciso primero y segundo)

Return

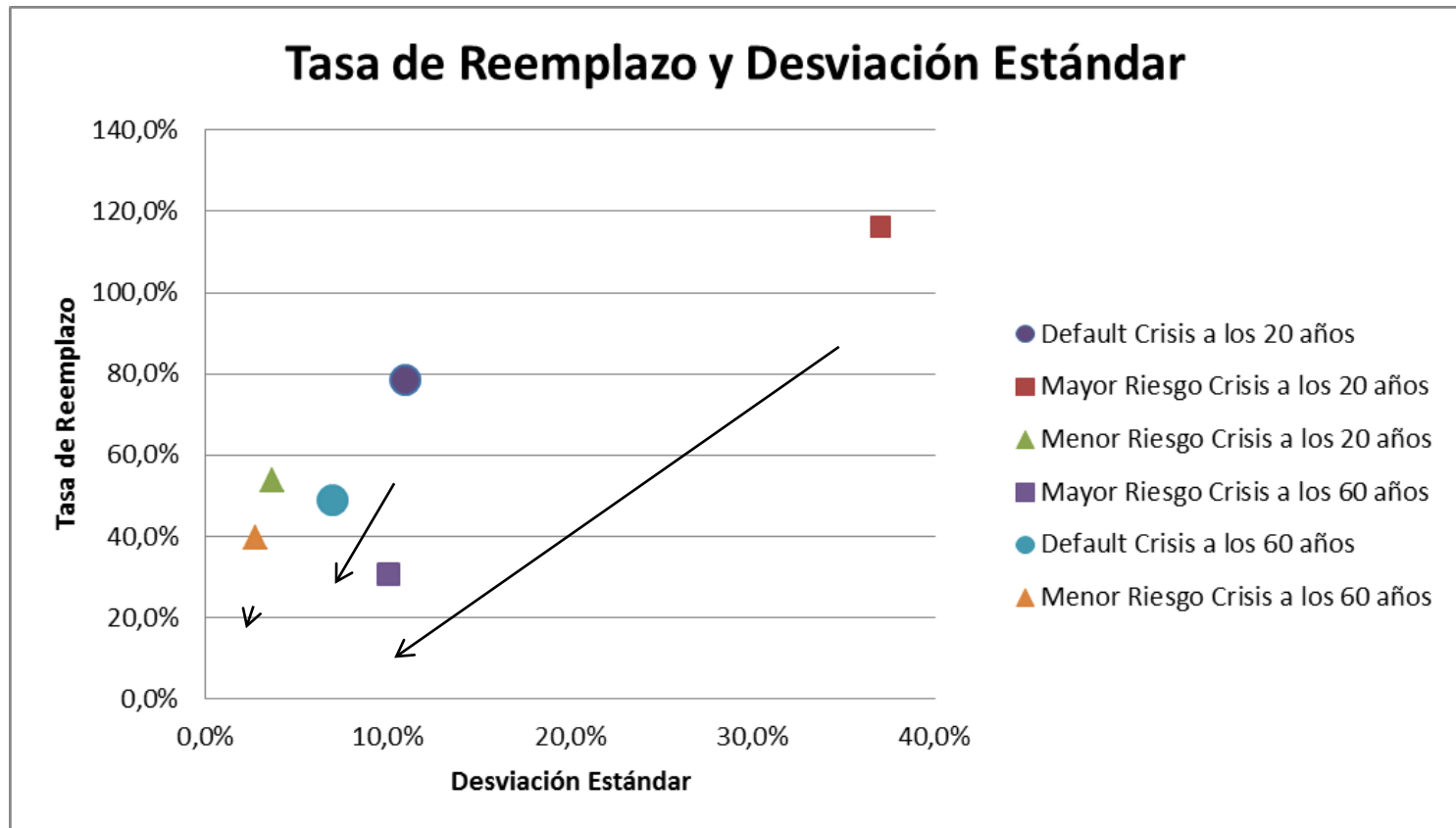
Risk

Cost

Governance  
and  
Information

Direct or Indirect Investment

# Future Challenges on Investment Regulation



¿How much risk can the individual assume?

Financial Advisory Role

Investment Regulation: Goal should be the final pension and risk Benchmarks?



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