

**Presidents Committee
of the
International Organization of Securities Commissions**

**Resolution
On
IOSCO's Strategic Direction from 2016 to 2020
And On
Funding the Strategic Direction from 2016 to 2020**

(Resolution 3/2015)

CONSIDERING that IOSCO Members have expressed their desire for IOSCO to consolidate, build and intensify its work since 2010;

CONSIDERING that the Mission to which IOSCO committed in 2010 is seen as evergreen;

RECOGNIZING that members and stakeholders have identified trends and challenges including ongoing globalisation and interconnectedness of the markets members regulate, the impact of technological innovation and the increased significance of market based finance to the global economy;

RECOGNIZING that changes in emphasis and priority are needed to respond to trends and challenges to 2020;

IOSCO's Strategic Direction from 2016 to 2020

IT IS AGREED that:

1. **IOSCO's Mission** continues to be:
 - a) to cooperate in developing, implementing and promoting adherence to internationally recognised and consistent standards of regulation, oversight and enforcement in order to protect investors, maintain fair, efficient and transparent markets, and seek to address systemic risks;
 - b) to enhance investor protection and promote investor confidence in the integrity of securities markets, through strengthened information exchange and cooperation in enforcement against misconduct and in supervision of markets and market intermediaries; and
 - c) to exchange information at both global and regional levels on their respective experiences in order to assist the development of markets, strengthen market infrastructure and implement appropriate regulation;

2. **IOSCO's Goal to 2020** will be to reinforce its position as the key global reference point for markets regulation.
3. The following **six priorities** for the period 2016 to 2020 are endorsed to accomplish IOSCO's Goal to 2020:
 - a) *Research and Risk Identification* - Identifying risks arising from securities markets, including market activities, technology and product developments, and unintended consequences of changes or proposed changes in laws and regulations;
 - b) *Standard Setting and Developing Guidance* - Improving the international regulatory framework for securities markets by developing standards and guidance which are timely, responsive to market developments and internationally recognized;
 - c) *Implementation Monitoring* - Promoting implementation of IOSCO standards through monitoring and assessment;
 - d) *Capacity Building* - Addressing capacity building needs of its members, particularly in growth and emerging markets;
 - e) *Co-operation and Information Exchange* - Strengthening the exchange of information and co-operation in the enforcement of markets regulation, and in the supervision of markets and market intermediaries; and
 - f) *Collaboration and Engagement with other International Organisations* - Ensuring effective representation of IOSCO's views in other international organizations and effective collaboration with other standard setters within the international financial regulatory community.

RECOGNIZING that IOSCO will be better positioned to achieve its Mission and Goal to 2020 if its programs and activities are understood as part of an integrated approach with each program feeding into and supporting other programs, with these programs reflected in Action Plans with corresponding resource implications which have been finalized after consulting IOSCO's membership through discussions at IOSCO Regional Committees, Growth and Emerging Markets Committee and the Affiliate Members Consultative Committee, among others;

RECOGNIZING the importance of continuing to integrate the issues arising from growth and emerging markets into and across IOSCO's work, the Strategic Direction has been designed to ensure the needs of members from growth and emerging markets are addressed in each priority area and action plan;

RECOGNIZING that Regional Committees and the Affiliate Members Consultative Committee will continue to play a pivotal role in ensuring that the interests and needs of members are understood and factored into IOSCO's work;

RECOGNIZING that the General Secretariat will have a key role in delivering the Strategic Direction;

CONSIDERING the need to increase the Organization's resources and investment to support these projects, implying an increase in the annual budget;

Funding the Strategic Direction from 2016 to 2020

IT IS FURTHER AGREED that:

4. As a consequence of setting this Strategic Direction, Goal and Priorities, the Action Plans to deliver the Strategic Direction to 2020 will require additional funding of 5,085,000 Euros over the period 2016-2020;
5. The Secretariat will develop, in conjunction with the Finance and Audit Committee, a set of Key Performance Indicators (KPIs) that will be used to report to the Board annually on improvements in efficiency, additional demands on the Secretariat, and any other changed circumstances.
6. Membership contributions will be increased, as they provide the most reliable, stable and sustainable source of funding on which the Secretariat can base its funding to 2020
7. In accordance with Section 26 (d) of the By-Laws, that with effect from 1 January 2016 the annual membership contribution fee structure will be set according to the Annex.
8. Fee increases, as specified in the Annex, will take effect from 2016 and will remain unchanged to 2020 subject to the following adjustments:
 - a) Adjustments for inflationary increases to be considered in 2017 and 2019 and then take effect in 2018 and 2020;
 - b) Any adjustments to existing membership categories to take into account updated GDP and income per capita data and market size following a review to be undertaken in 2017.

Annex

Membership Category¹	Annual Fee 2016-2020 (inEuros)
Nominated Board members	46,500
Other Ordinary and Associate C3 category members (high income - high GDP)	42.000
Other Ordinary and Associate B3 category members (high income - medium GDP)	28.000
Other Ordinary and Associate C2 category (medium income - high GDP)	28.000
Other Ordinary and Associate B2 category members (middle income-middle GDP)	21.000
Other Ordinary and Associate A3 members (high income - low GDP)	21.000
Other Ordinary and Associate C1 members (low income - high GDP)	21.000
Other Ordinary and Associate B1 members (low income - medium GDP)	17.000
Other Ordinary and Associate A2 members (mid income - low GDP)	17.000
Other Ordinary and Associate A1 members (low income - low GDP)	13.750
Other Associate members (international organizations)	18.000
Affiliate members	The annual fee will be applied on the basis of 10% increase on 2012-2015 fee levels.

¹ Membership categories A1-C3 as defined in the April 2011 Presidents Committee Resolution on Funding the Strategic Direction <https://www.iosco.org/library/resolutions/pdf/IOSCORES30.pdf>