Regulatory Landscape

- Clear that policy – Macro-economic, prudential and regulatory were inadequately directed at financial stability
- Winds of change blow globally with impacts for all of us
Regulatory Change in NZ

“Twin Peaks”
Market Conduct and Prudential Supervision separate
- Reserve Bank of New Zealand – Prudential
- Financial Markets Authority - Regulatory
Regulatory Change in NZ

“The New Financial Markets Authority”

A “super regulator combining the previous regulatory functions of The Securities Commission, The Ministry of Economic Development and the NZX.”
Regulatory Change in NZ

The FMA Key Functions

– Visible, Proactive and Timely Enforcement
– Enforce securities, financial reporting and company law
– Regulate and oversee trustees, auditors, financial advisors and financial service providers
– Coincides with a review and re-write of Securities Act
– Restore investor Confidence
– Board Appointed and fully functional by mid 2012.