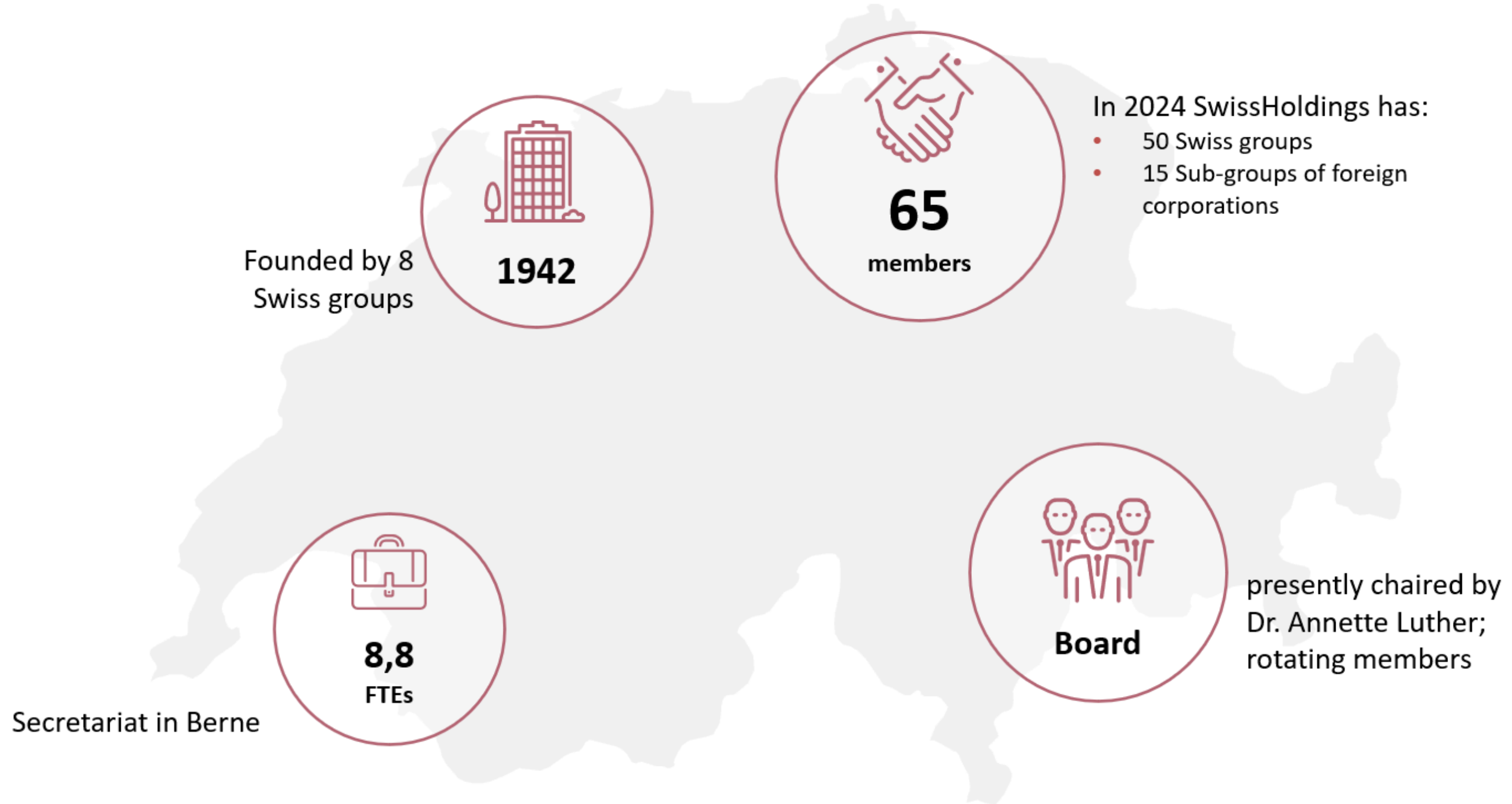


FinMIA Revision Self-Regulation: A System of Doom?

SIX Event
September 25, 2024


Felix Küng, Manager Legal

Who are we?



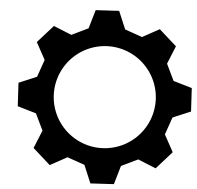
Who are we?



You? 



Aim & Purpose: Any need to know?



Strengthening financial stability and competitiveness of the Swiss financial center



Adapting to technological progress and international standards



Simplifying provisions and reducing costs for market players



Purpose of the law



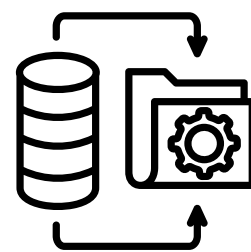
Ensure the protection of financial market participants and the equal treatment of investors

Self-Regulation: A System of Doom?



Improve Stability of Financial System

Adjustments necessary due to technological developments and the further development of international standards and relevant foreign legal systems, in particular those of the EU

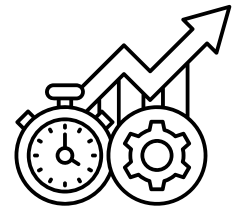


Market Integrity

Appropriateness of Swiss Stock Exchange as standard setter in question



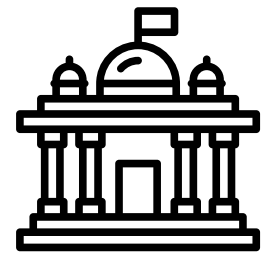
Self-Regulation: A System of Doom?



Optimisation of Reporting System

Quality of transaction reports to be improved

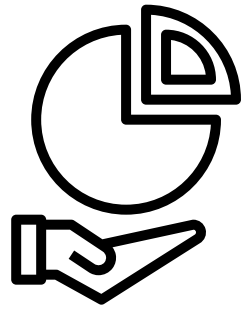
Self-Regulation: A System of Vision?



Approved Regime

Regulations issued by Self-Regulation Organization approved by FINMA. Regime of Self-Regulations accepted internationally, especially by International Organization of Securities Commissions (IOSCO), and implemented in USA, Canada, Singapore, Japan

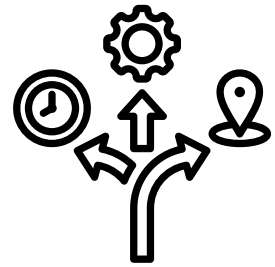
Self-Regulation: A System of Vision?



Proportionality

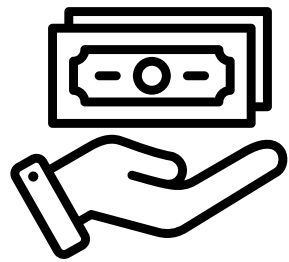
- Proportionality on intervention
- Gradual dismantling of self-regulation is unwarranted and lacks clear justification
- Regulation that scales with the size and nature of the market participant, ensuring that smaller entities are not overburdened with excessive compliance requirements

Self-Regulation: A System of Vision?



Flexibility

Provides the agility to swiftly adapt to market trends and technological developments without the delays of state-imposed regulations



Costs

Shift from Self-Regulation to "state regulated" will significantly increase costs for issuers, trading venues, and taxpayers without delivering clear benefits

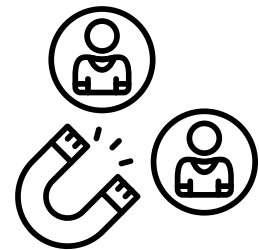


Self-Regulation: A System of Vision?



Supervision

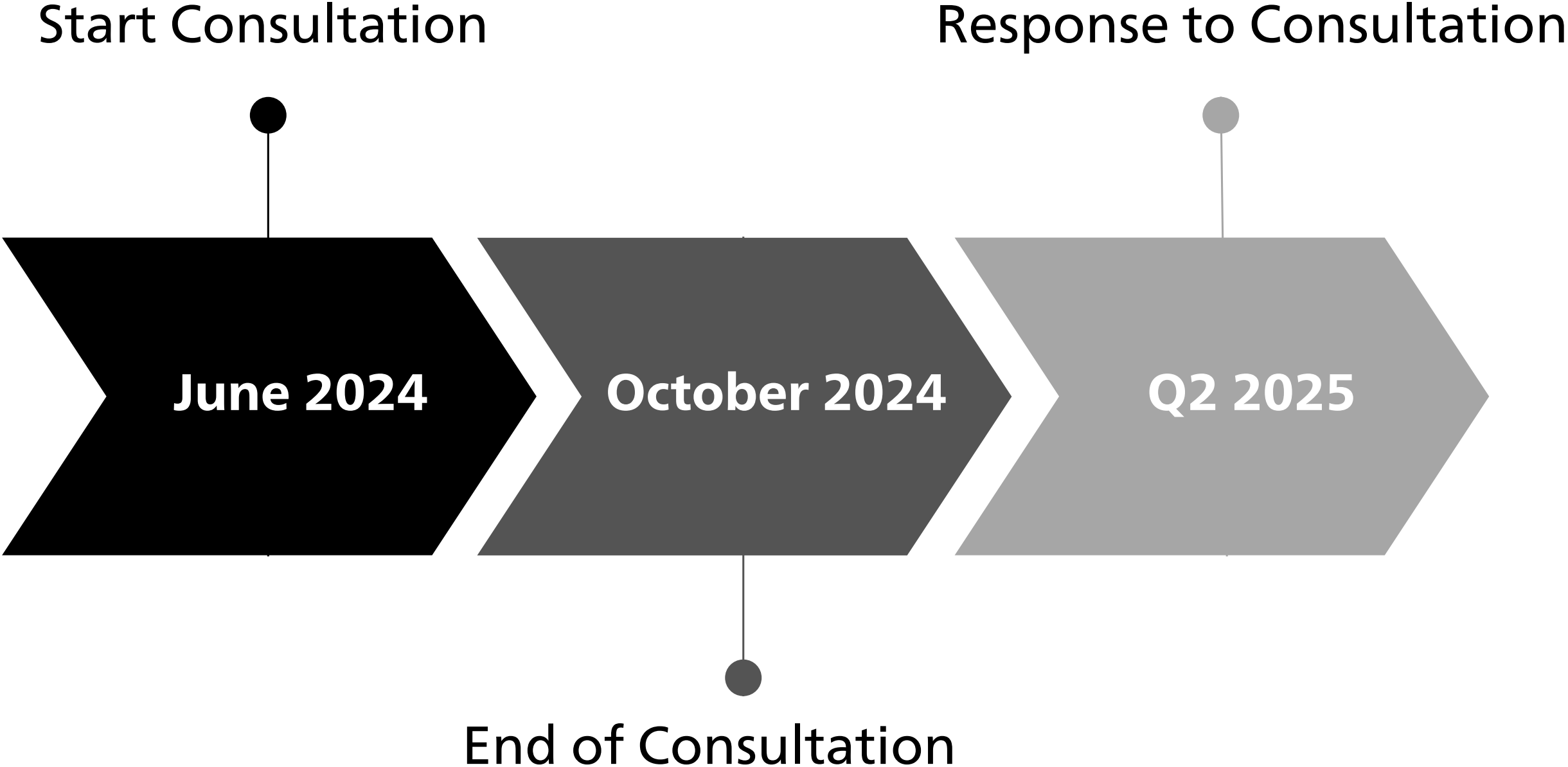
Spillover effects and potential overreach by transferring authority to FINMA are likely



Attractiveness of Swiss Financial Market Place

Self-regulation of the Swiss stock exchanges is a recognized, proven, accepted and effective concept. Advantages in particular in its proximity to the market and practice, the involvement of market representatives and the efficient regulatory and sanctions regime

Next Steps





SwissHoldings

Federation of Industrial
and Service Groups
in Switzerland