

THE CAPITAL MARKETS ADVISORY COMMITTEE (CMAC)

CHARTER

A. Mission

1. The purpose of the CMAC is to represent to the IASB the perspectives of professional capital market participants who are users of Financial Reporting information, such as analysts, investors and ratings agencies etc (but not issuers). It seeks to be broadly representative of both industries and geographic regions to offer articulate reasoned and diversified viewpoints. Specifically, the CMAC:
 - provides advice and input on the standard-setting agenda and on present and future standards projects;
 - assists the IASB in its outreach efforts to investors;
 - provides feedback on the way in which investors use other information that may bear on the application of Financial Reporting information; and
 - alerts the IASB to reporting practice issues and potential areas for improvement.

B. Membership

2. The CMAC has no more than 20 members.
3. Members are individuals, selected on the merits of their professional competence as capital markets participants using Financial Reporting information and their ability to represent capital market participants' views (such as academics and investor representatives). They do not represent the views and interests of their affiliations, except where explicitly stated.
4. Members are co-opted for a term of three years with the option of one renewal. Their terms are staggered so that one-third of Members come up for renewal or replacement each year. The IASB may propose or reject a new candidate. Where no suitable replacement can be identified, the co-Chairs, exceptionally, may extend a Member's tenure by another term. A Member whose term has expired is eligible again after a break of no less than three years.

5. The CMAC appoints two Co-chairs for a term of two years each. Their terms are staggered.
6. Members who do not participate in two consecutive meetings may be asked to stand down in the interest of retaining an active and engaged membership.

C. Process

7. The CMAC meets IASB Members and staff at least three times a year. Additional interaction may be facilitated on an ad hoc basis. Meetings are public for all agenda items related to standard-setting. Closed sessions may be called to discuss administrative or market related issues.
8. Conference calls may be held between meetings to obtain further clarification or to discuss urgent developments.
9. The meeting Agenda is set cooperatively between IASB staff and the co-Chairs, who will consult with members. The Agenda is coordinated with the Board's medium-term Work Plan and includes review of viewpoints expressed in previous meetings in order to identify significant changes. All agenda papers will be distributed at least seven days before the meeting.
10. Summary notes of items discussed and important views that were expressed are prepared by staff and distributed to members for review, after which a final version is made public.
11. The CMAC may adopt by consensus a formal recommendation to the IASB.
12. The CMAC reviews its procedures and general effectiveness every two years, taking into account feedback from the IASB.

D. Expenses

13. Members are volunteers and membership is unpaid. Beginning in November 2019, and for a trial period of three years, the IFRS Foundation will meet members' reasonable travel expenses incurred for CMAC business. Upon completion of the trial period the IFRS Foundation will review this policy and update the CMAC charter accordingly.

E. Approval and changes

14. This Charter was adopted by the CMAC on 10th October 2019. Changes are adopted by the CMAC after they have been submitted in writing and discussed in two consecutive meetings.