

**SAMVAL  
MINUTES OF THE SAMVAL RE-WRITE MEETING  
HELD ON 27 SEPTEMBER 2012 AT 8:00am  
AT THE MILITARY MUSEUM, DELLVILLE WOOD MEETING ROOM**

**Present:** **A Macfarlane (Chairman)**  
R Becker  
B Scott  
M Mokitimi  
V Duke  
K Redman  
A Kinghorn  
A de Bruyn  
J Luckmann  
V Bansi

**Apologies:**  
G Chunnett  
R Davel  
M Mattera  
H Hartman  
A van Zyl  
JG Taylor  
V Clark-Mostert  
G Njowa  
J McGill  
A Clay  
J Odendaal  
R Croll  
T van Zyl  
I Wermuth  
J Upshall  
L Zindi  
A McDonald  
D J van Niekerk

**In Attendance:** **J Dixon (Manager, SAIMM)**

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**1. Welcome**

The chair welcomed all to the meeting.

**2. Apologies**

Apologies were noted in the register (noted above).

**3. Confirmation Minutes of the previous meeting**

The minutes of 26 July were tabled and approved.

**4. Matters arising from the previous minutes**

Any matters arising will be discussed under each agenda heading. The issue of accreditation with the JSE is being dealt with by the joint WG committee. The meeting was held last month. The final draft will be circulated.

**5. Definitions: position paper**

**Feedback from A McDonald**

There are still some final bits of information required to complete the matrix:

1. The changes marked up by Alastair during the July meeting;
2. RICS' list of definitions, even though it was stated that they will probably align with IVSC; and
3. The list of definitions from the SA Institute of Valuers.

It was agreed that the WG wanted the DWG to prioritise on the pure valuations definitions and not to focus on the other definitions at this stage. This must be communicated to the DWG.

In terms of the minutes, the definitions to focus on are value, net asset value, market value, intrinsic or fundamental value and fair value. The mandate is to concentrate on and compare these values definitions, their different uses and applications to define or describe how they should be used.

In terms of deadline – end of 2012/mid 2013 so it is in line with that of IVSC.

The DWG and P&VWG will have a final draft paper by the end of October.

#### **6. Principles: position paper update**

The P&VWG is working on their paper but if there is anything that particularly stands out to the rest of the normal WG that should be focussed on, please let the P&VWG know.

One of the main points from last time was that there is already materiality transparency and competency already. They are entrenched. The issue of reasonableness will be brought in. Independence was also debated but it was agreed that it is not a principle to be brought into this section.

The IVSC document on Ethics was considered and a comparison to the SAIMM Code of Conduct and GSSA Code of Ethics should be considered (not easy task though). The IVSC document is very specific to valuation while the GSSA and SAIMM documents are more general professional ethics.

#### **7. Competent Valuator WG**

No meeting held yet, a meeting date has been set for 3 October 2012 at 10am.

There is a diagram needed that indicates valuation in relation to the IVSC and what code of ethics to be applied.

#### **8. Imval report back**

Disappointingly after the initial enthusiasm from this group they seem to be losing traction. A second teleconference call will have to be set up. Nothing further to report.

#### **9. IVSC draft paper for comment**

Comments are due on the 15<sup>th</sup> of October. The paper will also be sent to the SSC before going to the IVSC.

#### **10. Inferred resources – new topic**

This will be held over until the principles, definitions and scope papers have been finalised.

#### **11. Salient points on GN14**

The older GN14, which was the IVSC guidance note for extractive industries valuation, in a number of areas the question has been raised about the work completed. It was completed and it may be of use. If possible, useful points should be used instead of being discarded with the entire paper.

#### **12. Independence**

Nothing new to discuss.

#### **13. SAMVAL re-write schedule**

We will discuss this at the next meeting.

#### **14. General.**

Next meeting – 09:00 on the 25 October 2012 (joint meeting)