MINUTES OF THE

SAMVAL WORKING GROUP

MEETING HELD ON 01 December 2010 AT 09h30

THE CHAMBER OF MINES BUILDING, 5TH FLOOR, MAIN BOARD ROOM

PRESENT: A Macfarlane (Chair)

A Clay	**G Njowa**
K Redman	**R Davel**
E Takolia	**D Young**

APOLOGIES/ABSENT:

R Croll	**A de Bruyn**
P White	**E Saaiman**
K Rayner	**G Smith**

IN ATTENDANCE: **Julie Dixon**
Jacky van Loggerenberg

Note to these minutes: This document is compiled by Judy Carpenter, based on the recording and notes made/done by J van Loggerenberg

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Welcome

The Chairman welcomed all to the meeting.

Terms of Reference

Technical issues:

1. The number of members of the WG which will designate a quorum is still to be finalised.
2. In the main procedural issues will be the same as those contained in the SSC constitution
3. The formal content of the SSC constitution as well as the represented role players on that body will be the same content and representatives on the SAMVALWG body.
4. The Chairman will send written invitations for these role players to nominate their particular representatives on the SAMVALWG. **Action: The Chairman**
5. The Council of Valuators will be invited to have a representative on SAMVALWG. **Action: The Chairman**

Rationale behind the establishment of the WG:

There are two main reasons for establishing the WG:

1. The release of the IASB report (see discussion paper) which has necessitated the establishment of a separate valuations WG to oversee the interests of that profession.
2. The fact that there is no professional body in place at present which is able to represent the interests of valuation professionals at a national or international level.

The immediate priorities of the WG:

1. To understand the position of valuations globally; where do valuations sit?
2. To determine what CRIRSCO's position is with regard to valuations.

Terms of Reference

Mr Clay suggested the following opening para:

"The mandate of the SAMVAL WG is to deliberate and formulate mineral asset valuation codes, guidelines and practices. It is the SAMVAL WG which will collaborate with international bodies to ensure the alignment and consistency of mineral asset valuation codes."

The role of the SAMVALWG in relation to the SAMREC/SAMVAL Committee (SSC)

Mr Clay and Mr Njowa will draft a note to the SSC stating that the SAMVALWG would prefer to have the SSC oversee the SAMVAL Code. It is noted that the SSC has indicated that it should not represent valuations at an international level. If the SSC does not oversee the SAMVAL Code nor represent it at a higher level then this will bring the entire Code's validity into question. **Action: Mr Clay and Mr Njowa**

With regards to the terms of reference presented at the meeting:

Para 2: This is to be reworked as it is not factually correct.

Para 3: Remove in its current format.

Para 5: Drop the word "significant".

Para 4: Include in brackets that the para probably also applies to SAMVAL, CIMVAL and VALMIN.

After perusal of the tabled terms of reference it was agreed that all members will relook at the document in its current form and suggest changes where applicable.

Position of CRIRSCO

Nothing specific noted.

International Perspective

Nothing specific noted.

GN 14 and EITP

Nothing specific noted.

Process for review of SAMVAL

a. **Issues and concerns with SAMVAL**
b. **Valuation response to IASB issues and questions**

Nothing specific noted.

Discussion on the way forward

The SAMVALWG must clarify what the issues are that need to be confronted. It was suggested that a workshop be held at which the constitution of the WG and the contentious issues could be addressed.

The next meeting will be scheduled for January 2011.