

<p>MINUTES OF THE</p> <p>SAMREC/SAMVAL WORKING GROUP MEETING</p> <p>28 January 2010, Room 606, Chamber of Mines Building</p> <p>At 10:00</p>
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PRESENT:	Mike O'Brien (Chairman) David Dingemans Andy Clay Viren Deonarain Mpumzi Bonga Godknows Njowa Fiona Harper Rob Croll Roger Dixon Billy Mills	Ferdi Camisani Riaan Davel Michael Harley Kelly Redman Keith Kenyon Johan Odendaal Jeremy Witley P-J Grabe
APOLOGIES/ABSENT:	Keith Rayner Annelie de Bruyn Jurgens Visser Mike van Wyk Hilton Ingram Tim Rowland Mike McWha	Dick Minnit Ian French D van Heerden Peter Robinson Steven Rupprecht Andreas von Johannides
In Attendance:	Julie Dixon (SAIMM Manager) Jackie van Loggenveld (Recorder)	

1. WELCOME

The chair welcomed all present to the first Working Group Meeting of the year.

2. MINUTES OF THE PREVIOUS MEETING

The minutes were accepted as a true reflection of the meeting.

Minutes referred to attached reports, but indeed there were no attachments to the minutes.

Page 5 under General SMAREC should read SAMREC.

3. MATTERS ARISING FROM THE MINUTES

Parking lot issues: the notes which pertain to these issues have been written up.

Reporting on referred mineral resources: A document has been available since last year.

4. CRIRSCO AGM REPORT BACK

The following points were noted about the meeting held in Beijing in October 2009:

1. Australia has increased its efforts in educating its mining fraternity and all other interested parties as to the interpretation and implementation of the reporting Codes. It has suggested that South Africa follow suit.
2. Chile – much training has taken place with several CPs now in place.
3. A regional meeting is scheduled to take place in Rio de Janeiro in mid 2010.
4. The AGM was informed of South Africa's move to form five working groups.
5. CRIRSCO is busy with guidelines and mapping its template to the Russian reporting system.
6. The SME is registering as a foreign association.
7. CRIRSCO is having significant dealings with China, hence the meeting being held there.
8. The IASB has accepted the CRIRSCO template as its working document. However, it will consider the UNFC.
9. The Security Exchange Commission is looking at alternative technologies which is only confusing issues further.
10. The PanEURO Committee is trying to compile a reference document using the CRIRSCO template.
11. There is not a great deal of support to take further reporting on the existence of material beyond inferred resources.
12. The guidelines of the Russian template and CRIRSCO document will be available towards end February 2010. The ultimate goal is to have a completely aligned Russian/CRIRSCO code.
13. The website has been upgraded and is currently administered by the AUSIMM.

The next meeting is scheduled for Moscow.

5. UNFC 2009 FEEDBACK

Dr Camisani reported that:

- The publication for UNFC 2009 has been accepted and is available on the internet.
- There is a link between the CRIRSCO and SAMCODE sites.
- The Executive Committee of the EU has met and got approval for the UNFC 2009. Final approval should be given in March 2010.
- For commodity-specific information readers are referred to the CRIRSCO Code.
- There are four areas that need to be address:
 - International organisation and study works
 - Reporting to government
 - Business process management
 - Financial reporting and management
 These four aspects are addressed in the current version of the UNFC.
- A Specifications Task Team was formed to see if there is a need for specs and guidelines on the UNFC.

A letter asking stakeholders if they use the UNFC in any aspect of their businesses will be drafted and circulated to CFOs and the like. A further letter will be sent to the Small Mining Development Group asking for their responses.

6. IASB DISCUSSION PAPER ON EXTRACTIVE ACTIVITIES

Riaan Davel informed the meeting that a lot of debate between the UNFC and CRIRSCO is to do with the purpose of the codes. If anything is done for international reporting standard there is a framework that can be used and which will provide useful info to markets. If any standard code is put out it must be useful to world markets.

The IASB has a three-stage process. The first stage is virtually completed and now the task begins to take into account all comments received which will then be incorporated into another document which will be circulated in February with comments being required by June.

All comments received will only be analysed in November and thereafter the decision will be taken whether or not to continue with the process.

A meeting will be held in May with industry reps, CRIRSCO and the JSE.

It was suggested that a workshop be convened to include financial experts along with a mineral resources group and industry. Godknows Njoma is tasked to lead the team and convene the event. **Action: G Njoma**

7. SAMREC/SAMVAL OUTSTANDING ISSUES

The following documentation detailing outstanding issues was distributed to all delegates at the meeting who are to comment at the next meeting.

CP and CV Accreditation

Continuing Professional Development (by Professional Bodies) as a vehicle for ensuring technical standards and professional credentials -

Independence as a Principle

Reporting Styles

Valuation on an Exclusionary or Inclusionary Basis

Valuation of inferred mineral resources

Best practice

8. TRAINING AND EDUCATION – SUGGESTED SHORT COURSES

One-day continuing development courses should be held.

Another potential course is one on laboratory data.

Short courses can be registered with SACNASP and ECSA which could eventually contribute to the earning of CPD points.

In principle the Working Group agrees that courses are need and thus Mr Clay and Mr Dixon will collaborate on which courses/venues etc. **Action: A Clay/R Dixon**

Reporting of Coal resources and reserves: There is a lot of uncertainty around this issue and a workshop must be convened to address this.

Responsibilities towards SAMREC/SAMVAL: A workshop will be held essentially to remind industry of its responsibilities.

Other suggested courses include:

- **Report Writing**
- **SAMVAL Application to projects**
- **Resources and Reserves (SAMREC)**
- **SANS & Reporting of Coal Resources and Reserves**
- **Valuation**
- **Commodity Specific Application of the Codes**
 - **Reporting of Diamond Reserves and Resources**
 - **Reporting of Coal Reserves and Resources**
 - **Reporting of Platinum Reserves and Resources**

9. GENERAL

Nothing noted.

10 DATE OF NEXT MEETING

Monday, 8 March. The meeting concluded at 12h45.