

**SAMVAL Committee Meeting Minutes
25 November 2021**

Date of Meeting	25 November 2021	Time	08:00
Chaired by:	Andrew van Zyl, Chair	Location	Zoom
Minutes prepared by:	Gugu Charlie		
<p>Present: A van Zyl (Chair) Dr T Marshall V Duke K Redman A MacDonald M Turnbull</p> <p>SAIMM Secretariat: G Charlie</p> <p>Apologies: A de Bruyn</p>			
Topic	Discussion		
1. Welcome	Mr van Zyl welcomed everybody to the meeting and Dr Marshall advised that Ms de Bruyn would not be attending the meeting.		
2. Action items from previous meeting	<p>19 March 2021 Regarding the action item of Mr Duke preparing and presenting the South African framework around qualifications/professionals for the next ISME meeting, he advised that something had been put together for the GMPA around the competencies required for tomorrow's professional and that this item could be removed from the list.</p> <p>The action of discussing the setting up of an SAIMM CPD structure with Prof Rupprecht was not confirmed and would be followed up with Ms Moolla. Action: Sam Moolla</p> <p>26 August 2021 Mr van Zyl reported that he could not remember whether he had spoken to Prof Rupprecht about discussing SK-1300 at this meeting, but as Prof Rupprecht was present, it was evident that he had not been invited. Action: Andrew van Zyl</p> <p>In connection with picking up the issue of Brines and Non-solid Minerals at IMVAL and reporting back, Mr Duke advised that he had not raised this. He believed this was a Matt Mullins issue and that SAMVAL wanted to raise this with IMVAL. It was suggested that this be left on the minutes until Mr Duke was happy that there was a clear opinion of what SAMVAL wanted to do about it. The question could also be asked whether other codes were addressing this specifically. Mr van Zyl commented that much time had been spent on membership issues at the IMVAL meeting and not much was spent on valuation issues.</p> <p>Dr Marshall asked that another issue be raised at the next IMVAL meeting regarding the IMVAL website. It had the South African</p>		

organisation as SAIMM and not SAMVAL. She asked that this be changed.

Action: Andrew van Zyl/Vaughn Duke

Regarding getting information from CIMVAL regarding the guidance note on the use of real options for valuations in the minerals industry, Mr Duke reported that he had not yet had the opportunity to do this. He believed that CRIRSCO should be asked whether they had come across any similar cases in this regard. Mr MacDonald suggested that Mr Duke could also consult with VALMIN or any of the valuation codes, to see if they had any guidance on when real options were applicable and when not, as it was important to understanding the underlying flaws. Some discussion followed on this. SAMVAL wanted to pick out those areas where there should be more discussion and further action could be taken when appropriate. Mr Duke would try and get feedback from some of the other groups and this action item would remain on the agenda. Mr Duke believed guidance notes might help in this regard, as the underlying assumptions needed to be clear. Mr Duke advised that he would invite Mr Mark Turnbull to put together a presentation on the real options approach.

Action: Vaughn Duke

In connection with making contact with mining houses regarding specific meetings with each, Mr van Zyl reported that he had not contacted any so far. He agreed to make an effort to do this. Mr Duke reported that the sponsorship programme/corporate partnership programme was going well. There was a document in place which was awaiting final comments. Once this was finalised, he would then follow up with Impala as the first company to approach. A suggestion was made that perhaps the CFO or Business Development Manager of each mining house would be the best person to speak to, as opposed to the CEO. Mr Duke also suggested that Prof Rupprecht could present something on SK-1300. Sibanye, Harmony and Goldfields were also suggested as companies to approach. The ultimate goal was to raise SAMVAL's profile in the industry.

Action: Andrew van Zyl

Mr van Zyl apologised that the discussion point of ESG valuation had not been put on the agenda for this meeting. He reported that Prof Gordon Smith had circulated a discussion document on ESG and some of that content could be discussed at SAMVAL, either now or at a later meeting, depending on interest. Mr MacDonald added that, following the ESG inquisition which Dr Marshall had arranged in August, he had volunteered to assist and had been made Chairman of the ESG working group to amend the SAMESG guidelines and to see to what extent they needed to be incorporated into the SAMREC/SAMVAL Code. A kick-off meeting had been held and a group of people from industry, i.e. Sibanye, Goldfields and various ESG practitioners (Teresa Steele-Schober), so the process was going forward. Prof Smith had put something related to valuations which would be useful for SAMVAL to have sight of. This would be circulated to the ESG team.

Action: Andrew van Zyl

Mr MacDonald added that he, Dr Marshall and Ms Steele-Schober had put together a lifecycle of work that could be called a Terms of Reference. Certain work streams had been set up which would start taking place immediately, related to the information gathered during the ESG inquisition. He offered to share the work scope and the

	<p>objectives. It was suggested that this be kept as a standing discussion point on the agenda. Action: Andy MacDonald</p> <p>It was not confirmed whether the link re IMVAL webinar presentations had been shared.</p>
<p>3. SK-1300 and comparison to CPR</p>	<p>This had been discussed under Action Items.</p>
<p>4. Working groups, sub-committees and special projects</p>	<p>The subject of Brines would be checked with Mr Mullins for clarity.</p>
<p>5. General</p>	<p>Mr MacDonald advised that he had been speaking to Dr Marshall regarding whether there was any plan for the update of the SAMVAL/SAMREC Code. JORC were currently busy with an update and Dr Marshall advised that it usually followed on a 'round robin' basis. Mr MacDonald believed that within the next two years work would start on a review of the SAMVAL/SAMREC Code and he suggested that issues start being collected and collated as a starting block. ESG would form part of the update, to provide a practical way of going forward and providing more detail. Two sources of information would be via Rob Ingram and what he picked up in the Readers Panel; and the other one would be from Christine Dohm as Chair of the Squirrel Awards panel, to see where people were not reporting ESG in their annual reports. That would start to give guidance in terms of where things would be focussed. Mr van Zyl suggested that another thing was to ask, when engaging with mining companies, as to what their thoughts were. Mr Duke agreed to ask Rob Ingram if he would be willing to give a presentation on what he had picked up. Action: Vaughn Duke</p> <p>It was suggested that a list be kept of the relevant issues and included at the end of the minutes. Action: Andrew van Zyl</p> <p>Dr Marshall advised that she wanted to update the website during the first week of January. She requested that if anyone had anything that they wanted to put on the website, they should please let her have this by the end of December or the first week in January. Action: All</p>
<p>6. Minutes of previous meeting</p>	<p>The minutes of 26 August 2021 as previously circulated and included in the meeting pack were reviewed.</p> <p>The minutes were accepted, subject to the following amendment:</p> <p>Under Point 5.2, it should read: 'the various reporting codes' rather than the 'valuation' codes.</p>

Next meeting	The next meeting was scheduled to take place on ?.
Meeting closure	Mr van Zyl thanked everyone for their attendance and input. The meeting ended at 09:00.

Matters arising/Action Items

Meeting Date	Action	Responsible	Due	Status	Comments
19/03/21	Discuss the setting up of an SAIMM CPD structure with Prof Rupprecht	Andrew van Zyl			
26/08/21	Invite Prof Rupprecht to next meet to discuss SK-1300	Camielah Jardine			
26/08/21	Pick up issue of Brines and Non-solid minerals at IMVAL and report back	Vaughn Duke			
26/08/21	Get information from CIMVAL regarding guidance note on use of real options for valuations in minerals industry	Vaughn Duke			
25/11/21	Request IMVAL to update their website to show SAMVAL as the South African organisation and not SAIMM.	Andrew van Zyl & Vaughn Duke			
26/08/21	Make contact with mining houses regarding specific meetings with each	Andrew van Zyl & Vaughn Duke			
26/08/21	Put discussion point of ESG valuation on agenda for next meeting	Andrew van Zyl & Camielah Jardine			
25/11/21	Share work scope lifecycle on information gathered at ESG inquisition (ToR). Keep as standing item on agenda.	Andy MacDonald			
25/11/21	Request Rob Ingram to give presentation on what had been picked up on Readers Panel regarding ESG input.	Vaughn Duke			
25/11/21	Keep as list of relevant issues regarding items to be included in SAMESG update and include at the end of minutes	Andrew van Zyl			
25/11/21	Provide requests for website updates to Tania	All			

	Marshall by end of December				
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