

## IVSC BVB February 2023

***Items shown in bold italics should include links to the relevant documents***

This IVSC Update highlights preliminary decisions of the IVSC Business Valuation Board (Board). Projects affected by these decisions can be found on the ***IVSC Publication Schedule***. The Board's final decisions on IVS® Standards and Amendments as set out in the ***IVSC Standards Review Board Due Process and Working Procedures***.

The Board met virtually on **14<sup>th</sup> February 2023 at 20:00 UTC**

1. Declaration of conflict of interest
2. Opening remarks
3. Update from other Boards
4. Updates on the standards revisions and the various working groups.
5. Announcement of new BV Board members
6. Agenda for Sydney meeting
7. Discussion on Technology Valuation paper
8. Closing remarks / Further business

## **1. Declaration of conflict of interest**

Members in attendance stated that they had no conflict of interest.

## **2. Opening remarks**

NK presented apologies from RJS and RB for their absence.

### **Next steps:**

None

No decision was taken nor any vote held on this topic.

## **3. Update from other Boards**

The BVB received from NK, speaking on behalf of Alexander Arohson, an update on the latest progress from the Standards Review Board (SRB) and the Tangible Asset Board (TAB).

The SRB is making progress on IVS 106, the ESG Index, Valuation reviews.

The TAB is making progress on several topics including revisions of the standards. Members of the TAB are looking forward to the joint working session on public and private markets to be held in Sydney in March 2023.

### **Next steps:**

None

No decision was taken nor any vote held on this topic.

## **4. Updates on the standards revisions and the various working groups**

The BVB was informed that a preliminary working group comprising RJS, Doug Summa, Alex Arohson and NK was working on framing the terms of a paper on Valuation Risk.

For the purposes of this paper, Valuation Risk is tentatively defined as *"the risk that the valuation does not result in a value that is reasonable for its intended use."*

This topic was recognised by other members of the BVB as an important emerging topic for the valuation community.

## **Next Steps**

None

No decision was taken nor any vote held on this topic.

## **5. Announcement of new BV Board members**

NK expressed the gratitude of the IVSC to the outgoing members of the BVB: RB, DN, JM.

NK announced the nomination of new BVB members. Srividya Gopal (South East Asia Leader and Chair APAC Management Committee, Kroll, Singapore), Vikarth Kumar (Partner, Grant Thornton, India), Catalina Miranda (Director of Professional Practice, CBV Institute, Canada), Elena Moisei (Senior Manager, EY, Luxembourg), Dan Peckham (Global Valuation Leader, Deloitte, United States), Kevin Prall (Managing Director, EY, United States), Emily Tse (Managing Director, Valuation, Canada Pension Plan Investment Board, Canada).

## **Next Steps**

None

No decision was taken nor any vote held on this topic.

## **6. Agenda for Sydney meeting**

The BVB held a brief discussion on the upcoming meeting in Sydney.

The BVB recognised the need to work closely with the TAB on valuation issues in public and private markets. A joint working session is planned.

The meetings are expected to end on Wednesday 22 March after lunch.

## **Next Steps**

None

No decision was taken nor any vote held on this topic.

## **7. Discussion on Technology Valuation paper**

A discussion was held on NK's latest draft on the valuation of technology. Several members of the BVB made suggestions of edits.

### **Next Steps**

- WB to research and include a definition of technology.
- HO to include some text pertaining to the requirements of valuers when valuing technology.
- NK to incorporate the aforementioned additions into the body of the text and make further edits.

No decision was taken nor any vote held on this topic.

### **8. Closing remarks / Further business**

No further business was discussed.

### **Next Steps**

None

No decision was taken nor any vote held on this topic.

**[The meeting ended at 2116 UTC.]**