



Minutes of the GIPS EXECUTIVE COMMITTEE
Closed Session

Date: Thursday, 20 September 2007

Location: Hong Kong

Time: 8:00 a.m. – 5:00 p.m.

Members Present: Jonathan Boersma, CFA GIPS Executive Director
Louis Boulanger, CFA – Asia-Pacific RIPS Chair
Stefan Illmer – EC Chair and EMEA RIPS Chair
Todd Juillerat, CFA – Americas RIPS Chair
Carol Kennedy – Investor/Consultant Chair
Yoh Kuwabara – Verification/Practitioner Chair
Sunette Mulder – EC Chair Elect and Investment Manager Chair
Karyn Vincent, CFA, CIPM – Interpretations Chair
Hans-Jörg von Euw – GIPS Council Chair

CFA Institute: Beth Kaiser, CFA – Investment Performance Specialist, CFA
Institute Centre for Financial Market
Integrity
Cindy Kent – GIPS Development Specialist, CFA Institute Centre
for Financial Market Integrity

Action Items

- CFA Institute to remind AFIA to submit their completed Potential Country Sponsor Questionnaire no later than 10 October so their completed application for GIPS Country Sponsor for Kazakhstan can be presented to the GIPS EC at their 17 October conference call.
- CFA Institute to remind CFA Society of Poland to submit their completed Potential Country Sponsor Questionnaire no later than 10 October so their completed application for GIPS Country Sponsor for Poland can be presented to the GIPS EC at their 17 October conference call.
- CFA Institute to send Louis Boulanger a copy of Stefan Illmer's PowerPoint presentation used for the Beijing meetings.

- CFA Institute to further filter the 736 responses to the recent GIPS Questionnaire to extract pertinent data for distribution to the Verification/Practitioner and Interpretations Subcommittees for their further research.
- CFA Institute will prepare a summary of the results of the GIPS Questionnaire to be posted on the GIPS Website. Where there were sufficient stakeholder responses, these responses will be sent to the respective Country Sponsor.
- CFA Institute will prepare a summary of the EC's decision on verification, and it will be e-mailed to all Country Sponsors.
- CFA Institute is actively reviewing options on use of the GIPS logo by firms that are claiming compliance with the Standards with legal counsel.
- CFA Institute to revise the Nominations Committee Succession Plan to allow for a five year rotation for the first term and four year terms thereafter.
- CFA Institute to draft the communication to Country Sponsors soliciting nominations for their representative to serve on the Nominations Committee. The communication will be signed by Stefan Illmer, Jonathan Boersma, and Hans-Joerg von Euw.

Decision Points

- The GIPS EC approved the EC Closed 22 August 2007 conference call Minutes. (9 votes)
- The GIPS EC approved the CFA Association of Pakistan as the endorsed Country Sponsor of Pakistan (9 votes).
- The GIPS EC agreed to the following proposal regarding verification:
“After the reviewing the 736 responses and feedback from the GIPS Questionnaire on “Compliance, Verification, and 2010 Review” and considerable deliberations of the Verification/Practitioners Subcommittee on the requirement for verification, the EC has decided to propose a change in the current GIPS Compliance Statement to include a explicit disclosure on whether or not the firm has been verified. This proposal will be included as part of the GIPS 2010 Exposure Draft. The EC continues to strongly encourage firms to be verified, but does not consider it appropriate to require verification. Therefore any references to expected future mandatory verification will be removed.”
- The GIPS EC decided not to ask the Intellectual Property Working Group to address the CFA Logo on translations of GIPS. They unanimously agreed the CFA Institute logo should appear on the front cover of the Standards. Having both the CFA Institute and Country Sponsor logos on a translation is a clear sign of partnership and cooperation.