



Minutes of the GIPS EXECUTIVE COMMITTEE
Closed Session

Date: Wednesday 4 November 2009

Location: Conference Call

Time: 9:00 a.m. to 10:30 a.m.

Members Present: Carl R. Bacon, CIPM – EC Chair Elect and Verification/Practitioner Chair
Jonathan Boersma, CFA – GIPS Executive Director
Stefan Illmer – EC Chair and EMEA RIPS Chair
Todd Juillerat, CFA – Americas RIPS Chair
Colin Morrison – Investor/Consultant Chair*
Sunette Mulder – Investment Manager Chair
Neil E. Riddles, CFA, CIPM – GIPS Council Chair
Trevor Persaud – Asia Pacific RIPS Chair
Karyn Vincent, CFA, CIPM – Interpretations Chair

CFA Institute Staff Present: Fannie Fang, CFA, CIPM – Director, Global Investment Performance Standards
Anju Grover – GIPS Analyst
Polly Johnson – Administrative Assistant
Beth Kaiser, CFA, CIPM – Director, Global Investment Performance Standards
Cindy Kent – Director, Global Investment Performance Standards
Ken Robinson, CFA, CIPM, Director, Global Investment Performance Standards*
Trudy Via – Administrative Assistant*

*PARTIAL ATTENDANCE

Action Items

- CFA Institute staff will review the posted Guidance Statement Process on the GIPS Website and revise the proposal for the EC to review at their conference call on 18 November.
- CFA Institute staff will revise Appendix D, Valuation Requirements, 7 to reflect the required disclosure of a Firm’s valuation hierarchy.
- CFA Institute staff will draft a requirement, to be included in Section 0-5, that firms must disclose their valuation hierarchy if it is materially different from the recommended hierarchy for the EC to review at their meeting on 18 November.
- CFA Institute staff will check with accounting experts on the use of the word “unobservable” in Appendix D, Valuation Recommendations, and report back to the EC with their findings via e-mail.
- CFA Institute staff will make the revisions to Appendix D discussed during today’s conference call and circulate document to the EC members for their review and feedback by e-mail.
- Mr. Juillerat to communicate with the USIPC regarding the EC’s delay in reviewing their working papers due to the GIPS 2010 revisions.

Decision Points

- The Minutes of the EC open session on 7 October 2009 were approved as presented. (7 Votes, 1 Abstention)
 - The Minutes of the EC closed session on 21 October 2009 were approved as amended. (7 Votes, 1 Abstention)
 - EC decided to include valid elements of the detailed Process Working Group's proposal on creating/revising GIPS Provisions/Guidance Statements, but will adopt an abbreviated version of this process. (8 Votes)
 - EC decided to add a required disclosure if the firm's valuation hierarchy is materially different from the recommended valuation hierarchy. (7 Votes For, 2 Votes Against)
 - EC decided that if a firm's valuation hierarchy is materially different from the recommended valuation hierarchy, the firm must make valuation policies and procedures available upon request. (8 Votes For, 1 Vote Against)
 - The EC decided that the requirement for firms to disclose if their valuation hierarchy is materially different from the recommended hierarchy must be included as a provision in the GIPS standards, Sections 0-5. (9 Votes)
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