

IVSC BVB June 2023 Meeting

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 **19th June at 13:00 UTC**.

PRESENT:

- Elena Moisei (EM)
- Henk Oosterhooft (HO)
- Nicolas Konialidis (NK),
- Richard J Stewart (RJS)
- Dan Peckham (DP)
- Kevin Prall (KP)
- Emily Tse (ET)
- Takako Iwata (TI)
- Vikarth Kumar (VK)
- Wolfgang Ballwieser (WB)

APOLOGIES :

- Srividya Gopal (SG)
- Jan Marek (JM)
- Catalina Miranda (CM)
- Jay Shaw (JS)

EXTERNAL PARTIES IN ATTENDANCE:

- None

NOTES

1) Declaration of conflict of interest

- a) Attendees were asked if they were aware of any conflict of interest arising from this meeting.
- b) No attendee reported any conflict of interest.
- c) No decision was taken, nor any vote held on this topic.

2) Record of previous meeting notes

- a) Attendees were asked if they had any remarks on the record of the previous month's meeting.
- b) TI asked that a clarification be made to the record of the 17th May 2023 meeting.
 - i) NK undertook to amend the document and circulate a new version.
- c) No other decision was taken, nor any vote held on this topic.

3) Opening remarks by the chair (RJS)

- a) RJS requested that NK give an update on the status of recent SRB changes and ongoing projects:
 - i) New proposed SRB Perspective Paper topic form

(1) Asset Boards will need to submit a short form to the SRB to get approval for Perspective papers and other publications.

(a) Draft paper on the valuation of technology had been circulated to all members of all boards to elicit comments.

(b) This procedure should not impact the series of papers on Intangible Assets.

ii) Ongoing projects:

(1) Perspective Paper on the Valuation of Technology to be circulated end June 2023.

(2) Draft Chapter for *“Handbook on Intangibles: Accounting, Reporting and Valuation”* has been submitted by NK to RJS on 19 June.

(3) Perspective paper on Intangible assets – Valuation of Data.

(a) NK and EM have started collating research and using BVB notes from Sydney.

(b) NK mentioned paper by Laura Veldkamp¹ and submitted that perhaps BVB could request a meeting with her once there was more progress on the paper.

b) No other decision was taken, nor any vote held on this topic.

4) ISSB S1 and S2 Drafts

a) NK noted that the publication of S1 and S2 would be forthcoming on 26th June.

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

5) Agenda for Tokyo BVB meeting:

a) The agenda so far should include:

i) Forthcoming Agenda Consultation

ii) Review of ISSB S1 and S2.

iii) Discussion around the perspective paper on the valuation of data.

(1) NK to circulate Veldkamp article beforehand.

(a) Possibility of organising a conference call with Laura Veldkamp

(2) NK to circulate rough notes / tentative structure beforehand.

iv) New items suggested by CM:

(1) Data providers and other “service providers” or “service organizations”

(2) Appropriateness of weightings

(3) AVMs for BV

v) New item suggested:

(1) Appropriateness of valuation ranges

¹ Veldkamp, Laura. (2023). Valuing Data as an Asset. Review of Finance. 10.1093/rof/rfac073.

vi) Transfer Pricing

- (1) KP is point person on this topic.
- (2) NK to forward preliminary reading material.
 - (a) Chapter 9
 - (b) Link: [OECD Transfer Pricing Guidelines for Multinational Enterprises and Tax Administrations 2022 | READ online \(oecd-ilibrary.org\)](#)

b) No other decision was taken, nor any vote held on this topic.

6) Logistics and other considerations for Tokyo meeting

- a) Interest to attend Japanese Society of Independent Appraisers (JaSIA) / ASA event in Tokyo was noted.
 - i) (Please refer to Appendix)
- b) NK to circulate schedule to BVB
- c) No other decision was taken, nor any vote held on this topic.

7) Closing remarks / other business

- a) RJS: Schedule for 2024 is firming up, but not confirmed.
 - i) SRB is still discussing:
 - (1) AGM 2024 in Singapore
 - (2) One in-person meeting in USA
 - (3) One in-person meeting in Middle East
 - (4) Aim is to have all Boards to meet at the same time, at same location.
 - ii) BVB could have another meeting in 2024.
- b) Interest for valuation risk working group:
 - i) VK has added himself to the list of interested members, with SG and EM.
- c) RJS noted that RJS and NK will be giving update to Board of Trustees on 20 June.
- d) No decision was taken, nor any vote held on this topic.

END OF MEETING AT 13:38

Appendix:

Tentative Attendance to Japanese Society of Independent Appraisers (JaSIA) event:

Accepted

1. Emily Tse
2. Henk Oosterhout
3. Srividya Gopal
4. Catalina Miranda
5. Richard Stewart
6. Nicolas Konialidis
7. Takako Iwata
8. Elena Moisei

Uncertain:

1. Kevin Prall
2. Dan Peckham

Declined:

1. Wolfgang Ballwieser
2. Vikarth Kumar