

**MINUTES OF BOARD MEETING OF INVESTMENT ANALYSTS SOCIETY  
HELD ON TUESDAY 26 November 2019 at 12h00 Room 1, JCC**

**PRESENT**                   CHRIS GILMOUR (CG)  
                                  MIKE BROWN (MB)  
                                  PHUMZO KHONZEKA (PK)  
                                  INGRID GOODSPEED (IG)

**APOLOGIES**               MARK INGHAM (MH)  
                                  PETER DU TOIT (PDT)

**JOURNAL**                   CHRISTO AURET  
                                  ROBERT VIVIAN  
                                  LIEZEL DU PLOOY

### 1.1 WELCOME & MINUTES

MB assumed the role of Chairperson and welcomed those present. The minutes of the previous meeting were confirmed.

## 2 FINANCIALS

**IASSA NPC  
FINANCIAL REPORT  
YTD to October 2019 (10 month)**

### **STATEMENT OF COMPREHENSIVE INCOME**

#### **OVERALL RESULT**

The reported surplus for the 10th month ending October 2019 amounted to R157 095 versus a budgeted amount of R226 788.

#### **INCOME**

Total income for the year amounted to R1 643 563 relative to the budgeted income of R1 863 799. Subscriptions renewals received for the year amounts to R1 008 255, relative to the budgeted amount of R1 156 874. An average of 1 100 members renewed their subscription out of a budgeted total of 1 000 for the year.

Net presentation revenue for the year amounts to R503 650 relative to the budgeted revenue amount of R555 500. Interest received to date amounts to R100 393 relative to the budgeted amount of R72 377.

## **EXPENSES**

Total expenses for the year amounted to R1 486 468 relative to the budgeted expenditure for the year of R1 637 012. This is mainly due to the IAS awards costs and salaries expenses.

## **STATEMENT OF FINANCIAL POSITION AND CASH FLOW**

Cash at bank of R726 811 as at the end of October 2019 includes the Investec and First National Bank Money market investment at R539 025 and R187 786.

The investments comprise of ETFSA for an amount of R3 836 202. The ratio of cash/money market investments to ETFSA equity investments stood at 81.1% to 18.9% of total assets.

## **GENERAL**

**Subscription renewal for 2020 have been sent out and the amount of R1 100.**

Phumzo Khonzeka  
2019

26<sup>th</sup> November

IG queried the ETFSA investment amount and PK clarified this was R3.1 and not R3.8 He would provide IG with an analysis after discussion

AMW advised that as subscriptions had started to come in there was excess funds and R500k would be transferred from 7 day FNB call to ETFSA

MB discussed whether the ETFSA account should become a managed investment where there was a spread of investment including international exposure. He advised the cost remained the same at 1 per cent. IG discussed this in detail with MB and it was agreed to proceed with the managed option. It was also agreed to transfer the Staff Investment account to etfSA.co.za. MB to arrange for mandates to be signed by AMW

MB further discussed the contributions to the Staff investment and this to be carried forward to January meeting.

**Budget** – this to be discussed at January and finalized at February meetings.

## **2.2 MEMBERSHIP**

CG advised that 4 new members were suitable and accepted. Membership currently totalled 1052

IAS Subs 2020 – R1100 inc vat – invoices had been sent to all members

## **2.3 PRESENTATIONS**

Only Sygnia due to present in December and this could be a webcast

**SAFA conference** – CPD had been arranged via SAIFM and email had been distributed to members. 5.5 CPD had been approved

**SAVCA** – CG/AMW had discussed a Masterclass with SAVCA and AMW had finalized this for 5 February at Sanlam (at no charge) – invite would go out shortly and resend in January : 1 CPD had been approved

**S& P** –AMW had been in contact with them regarding a presentation at no charge to our members and other guests. No CPD had been confirmed by them as yet.

### **Results Presentations – CPD**

MB/AMW had met with SAIFM and on application, they had approved IAS as a CPD provider and in addition would approve company results presentations for CPD. This was a complicated issue particularly with regard to registration/certification/webcasts and interaction with companies. There would be a cost involved which, it was felt, companies would not be willing to pay at this time.

MB/AMW to meet with Blackonyx and this to be discussed further at January meeting

MB stated this was a great step forward and would benefit members as well as companies and thanked AMW for her work on CPD approval

**Masterclass** : MB to liaise with Peter Major with regard to a mining Masterclass in the new year.

**ABSIP** – IG to report back as to whether contact had been made (October minutes)

## **2.4 JOURNAL**

AMW had paid the annual subvention of 6500 pounds. T&F had added VAT but this had been rectified after AMW had taken this up with them. AMW had queried with them the following:

2000 pounds paid every January – the agreement noted that this could be increased by mutual agreement

R2500 Vouchers to Journal winners – had never been provided

Subscribers – and royalties – requested clarification as to how many had subscribed.

AMW to report back

## **2.5 INCE**

CG/MI/IG had met with INCE. They had discussed migration of IAS database to INCE for distribution of IAS results invitations. CG had felt this could be a saving. However this would only be relevant to Assessments for the Awards – which would in fact be catered for by the App. The meeting was reluctant to proceed with migration of the database and IG felt that there had been no deliverables on the draft agreement. AMW/CG to meet with INCE and this would be carried forward to January meeting.

## **2.6 GENERAL**

**New board member** – Eben Mare would join in January 2020 and AMW was meeting with potential board member Nomtha Ngumbela

**CFA Conference** – CG had suggested that in view of the fact that we did not have a chair that PK should attend the Atlanta Conference next year. However, it was suggested that due to budget constraints – no member should attend. To be discussed further at January meeting

**Board Subscriptions** – It was suggested waiving board members annual subscription and after discussion MB stated that a suggestion would be that those who wished to pay the fee could do so and those who did not should just notify AMW and no billing would be sent. This to be confirmed at January meeting

**IAS Communiqué** – CG undertook to send out within the next week. Items to be included, CPD, Masterclass, Subs, Journal etc.

**Board meetings** – it was suggested holding these meetings every two months instead of monthly. It was agreed to continue with monthly meetings until the AGM in 2020 and consider less frequent meetings thereafter.

## NEXT MEETING

The next board meeting would be held on **21 January 2020 at 12 noon – till 14h00**

As there was much to discuss the early time start was necessary

## JOURNAL MEETING

CA had provided a report as to the current standing of the Journal which had been distributed and read well. This was a comprehensive report and little discussion was necessary

MB thanked the editorial committee for their hard work and expressed appreciation

## NEW MEMBERS: NOV 2019

SURNAME	INITIAL	COMPANY DETAILS	CODE
MARITZ	MR J P	CLUCASGRAY INVESTMENT MANAGEMENT	AM
MOL	MR J F	BASTION ADVISORY	CF
MTHETHWA	MR B	BATELEUR CAPITAL	ANA
PRAG	MS H P	INVESTEC BANK	CRED
Signed off by Chris Gilmour			
		<b>TOTAL: 4</b>	
	ACA	Academic	
1	AM	Asset Management	
1	ANA	Analyst	
	ANO	Teaching/Audit	
	BNK	General Banking	
1	CF	Corporate Finance	
1	CRED	Credit Analyst	