



IPEV Board News November 2008

The IPEV Board held its seventh meeting in London on 20 November 2008. Members of the Board in attendance were as follows:

- Mr. Jonathan Lowe (Permira) – BVCA Representative (Chair)
- Mr. Anthony Cecil (KPMG) – BVCA Representative
- Mr. Hervé Claquin (ABÉNEX Capital) – AFIC Representative
- Mr. Gilles Duruflé (CVCA) – CVCA Representative
- Mr. William B. Franklin (Conversus Asset Management, LLC) – USA
- Mr. W. Stephen Holmes (InterWest Partners) – USA
- Mr. William J. Hupp (Adams Street Partners, LLC) – USA
- Mr. David Larsen (Duff and Phelps) – USA
- Dr. Katharina Lichtner (Capital Dynamics) – EVCA Representative
- Mr. Michael P. Maher (USVP Management Company) – USA
- Mrs. Monique Saulnier (Sofinnova) – AFIC Representative
- Mr. Barry Zuckerman (CHAMP Private Equity) – AVCAL Representative
- Dr. Didier Guennoc - Secretary

1. New edition of the Guidelines

As agreed at the March 2008 Board Meeting, a group of Board members was tasked with identifying potential changes to the existing Guidelines. In identifying its recommendations for changes, the task force has:

- Reviewed all responses received from various IPEV endorsing bodies
- Considered FASB VRG (Valuation Resource Group) deliberations
- Considered the September 30 2008 FASB/SEC joint press release
- Considered FSP (FASB Staff Position) 157-3
- Considered the IASB Expert Advisory Panel inactive market white paper.



The task force has divided its preliminary views on changes to the existing Guidelines into the following categories:

- Items that require reconsideration
- Items aimed at clarifying the Guidelines
- Items to be included due to changes in Standards
- Items to be included due to changes in interpretation of Standards.

The task force members considered that the Guidelines should strive to be "suitable for use" for all GAAPs where the concept of fair value for private equity investments is used. The Board agreed with this position.

The release of the new edition of the Guidelines is planned during H1 2009.

2. Discussion regarding the development of fund level guidelines

As agreed at the March 08 Board Meeting, a group of Board members was tasked with identifying how to incorporate into the Guidelines the valuation needs of fund of funds and direct limited partners (LPs).

The Board decided to include a specific section on the valuation of LPs' holdings in funds in the new edition of the Guidelines that will be released during H1 2009

3. Next meeting

The next meeting will be held on 13 May 2009 in Paris.