

CIM COUNCIL MEETING - CALGARY, MAY 1999

RE: CIM SPECIAL COMMITTEE ON MINERAL PROPERTY VALUATION

MOTION:

Moved by: Keith Spence

Seconded by: Sandy Laird

- Whereas the TSE/OSC Mining Standards Task Force specifically recommended that the CIM form a committee of valuation practitioners to review and advise on approaches to valuation of mineral properties (page 84, section 8.2);
- And whereas our sister organization, the Australian Institute of Mining and Metallurgy, has already adopted a code and guidelines for the valuation of mineral properties (The Valmin Code);
- And whereas the CIM has already taken a leadership role through its Standing Committee on Reserve Definitions, in establishing definitions for ore reserves; which were adopted by the TSE/OSC Task Force as the official Canadian guidelines for ore reserves classification;
- And whereas if CIM does not take a leadership role in this matter, other organizations have indicated that they will attempt to do so;

Be it be moved that CIM establish a Special Committee on Mineral Property Valuation to be co-chaired by; Keith Spence, the Chairman of the Mineral Economics Society and Dr. William Roscoe, an expert on valuation; and to include the one representative from each of the Metal Mining Division, the Geological Society and the Industrial Minerals Division; and six other experts and practitioners, which would comprise of a mix of geographical representation and professional disciplines.

The Committee will report directly to CIM Council and be administered through the Mineral Economics Society. The mandate of the Committee will be to investigate the various methodologies and practices in the valuation of mineral properties, and recommend a Canadian code and/or guidelines for the valuation of mineral properties. The Committee will submit a detailed "Terms of Reference" for approval by CIM Council at its next Quarterly meeting.