

AGENDA PAPER

Item Number: 22
Date of Meeting: 22 November 2011
Subject: Proposed revision of APES 225 *Valuation Services*

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Purpose

To obtain the Board's approval to issue ED 07/11 APES 225 *Valuations Services* for public comment.

Background

APESB issued APES 225 in July 2008 with an effective date of 1 January 2009. APES 225 sets out mandatory requirements and guidance for Members who provide Valuation Services.

At the January 2011 Board Meeting, the Board instructed technical staff to commence a project to provide additional guidance on each of the three types of Valuation Engagements addressed in APES 225 in consultation with the Valuation Services taskforce.

Consideration of Issues

The key proposed amendments to the revised APES 225 are listed below:

- Amendments to the Definitions of:
 - Calculation Engagement;
 - Limited Scope Valuation Engagement;
 - Valuation; and
 - Valuation Engagement.
- Addition of the definition of Premise of Value based on the international glossary.
- Addition of Paragraph 4.2, where additional requirements to the Terms of Engagements are specified.
- Amendments to the Valuation Reporting requirements.
- Additional schematic diagram added to Appendix 1 to provide an overview of the differentiation of the three types of Valuation Engagements.
- Additional examples developed for Appendix 1 of the proposed Standard.

Staff Recommendation

Subject to the Board's editorials, the Board approve the issue of the proposed ED 07/11 APES 225 *Valuation Services* for public comment.

Material Presented

- ED 07/11 APES 225 *Valuation Service* (Marked Up)
- ED 07/11 APES 225 *Valuation Service* (Clean)
- Minutes of the Taskforce Meetings

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Date: 15 November 2011