

## **41<sup>st</sup> IBBI – RVO Meeting**

**9<sup>th</sup> August, 2021**

**IBBI Up-date based on 41<sup>st</sup> meeting, dated August 9, 2021, of all CEO's, MD's and hon'ble members of IBBI**

Dr. Navrang Saini welcomed all participants and initiated the discussions.

The meeting started with the review discussion on Action Taken Report on minutes of the 40th meeting held on 07th July 2021. The action work by all heads of RVO's was appreciated.

### **Status of the following was reviewed:**

- a) Dissemination of information about the important decisions taken in the monthly meeting of the CEOs/MDs of RVOs through a section on the website of the RVOs.
- b) Mock tests on the website of the RVOs.
- c) Details of faculty members of RVOs imparting educational course on the website of the RVOs.
- d) Inspections of Registered Valuers conducted by RVOs.
- e) Findings of Peer Review Workshop held on 17th Feb 2021.
- f) Fees charged by RVOs for registering complaints/grievances.
- g) Security audit reports to be submitted by the RVOs.
- h) Submission of Half Yearly Report (Oct 2020- Mar 2021)
- i) Status of redressal of complaints and grievances by the RVOs.

**RVOs to publish successful case studies in valuation during CIRP-** RVOs were requested to publish the experience of the RVs on successful completion of challenging assignments for the guidance of other RVs. It was noted that RVO ESMA and ICAI RVO had published the same. IOV RVF confirmed that it had uploaded a case study on its website, but it was uploaded on its new website <https://iovrvfhub.org>, the details of which had not been communicated to the Board. The representatives of PVAI VPO, CEV IAF, CVSRTA RVA, DJF, ICSI RVO and IIV RVF stated that they were in the process of uploading the same on their websites.

**Compliance with COP requirements-** RVOs were requested to have appropriate monitoring arrangements to ensure that a RV takes up a valuation assignment only after obtention of certificate of practice from the RVOs where they were enrolled as a member. PVAI VPO, IBVA, AIVA, CVSRTA RVA, ICAI RVO, ICAI RVO, CEV IAF, AIIOVF, RVO ESMA and IOV RVF confirmed that the Registered Valuers enrolled with their RVOs were taking up valuation assignments only after obtention of certificate of practice. **Other RVOs were requested to provide the necessary confirmation.**

**Risk based monitoring of the members-** ICAI RVO, IBVA, AIVA and IOV RVF confirmed having a risk-based approach in the desktop monitoring of their members. **Other RVOs requested to implement the same.**

**Peer Review of Registered Valuers by RVOs for FY 21-22-** The RVOs were requested to immediately initiate the exercise of peer review of their registered valuers for the current financial year. At the suggestion of the RVOs, **it was decided that the peer review shall be done for the valuation done during the period between October 2020- September 2021 and shall be completed by 15th January**

**2022 so that the Annual Peer Review Workshop could be organized in February 2022. The peer review would also review the compliance with the findings of the earlier Peer Review workshop.**

**Review of various meetings conducted by the RVOs-** It had been observed that some RVOs had not conducted a single meeting of their monitoring committee during the financial year 2020-2021. The RVOs were advised to conduct the minimum number of meetings in a year as provided in their monitoring policy. Further, the meetings of Disciplinary Committee should be conducted only when disciplinary proceedings are to be initiated against a member.

**Review of The IBBI (Online Delivery of Educational Course and Continuing Professional Education by Insolvency Professional Agencies and Registered Valuers Organizations) Guidelines, 2020-** The RVOs opined that online delivery of educational course and CPE had been very successful mainly because of optimization of travel and stay of faculty and participants. Moreover, online delivery of CPE had facilitated exposure of RVs to the global leaders in respective disciplines. Further, the pandemic had not been fully eradicated. It was therefore suggested that online delivery of educational courses and CPE should be further extended till 31st March 2022. A few RVOs suggested that the option of having a classroom session, wherever feasible can also be considered.

**Fees levied by RVOs for various services-** It was noted that Clause 11 of Model byelaws of Registered Valuer Organization forming part of the Annexure III to the Companies (Registered Valuers and Valuation) Rules, 2017 (Rules) provides that *"The Registered Valuer Organization may require the members to pay a fixed sum of money as its annual membership fees"*. **Therefore, RVOs were requested to comply with the Rules.**

**Suggestions on Half Yearly Report Submission-** The RV division provided some suggestions on standardization of data in the HYRs submitted by the RVOs so that the information in the reports could be analyzed and meaningful results could be derived.