



No. 1 of 2009

March 10, 2009

MINUTES OF SAFE EXECUTIVE COMMITTEE MEETING

1. The 1st meeting of SAFE EC for the year 2009 was held on March 10, 2009 at 9:00 AM at the Executive Board Room of Inter-Continental Hotel, Abu Dhabi, UAE. The meeting was attended by the following EC members:

- | | |
|------------------------|-------------------|
| 2) Mr. Adnan Afridi | Vice Chairman |
| 3) Mr. Saif Ul Islam | Vice Chairman |
| 4) Mr. Aftab Ahmad Ch. | Secretary General |

2. The leave of absence was granted to the following:

- | | |
|----------------------------|----------|
| 1) Mr. M L Sonejee | Chairman |
| 2) Ms. Chitra Ramakrishnan | Member |
| 3) Ms. Surekha Sellahewa | Member |
| 4) Mr. Shankar Mann Singh | Member |

3. The meeting was also attended by the following special invitees:

- | | |
|-----------------------------|-----------------------------|
| 1) Mr. Sanjay Saksena | BSE |
| 2) Mr. Tahir Ul Mulk Kahlon | Senior Program Officer SAFE |

Proceedings of the Meeting

1. With the consent of the EC members, Mr. Adnan Afridi was invited to chair the instant meeting. He graciously agreed and took the Chair. He welcomed the participants and thanked them for taking time out to attend the meeting.
2. Thereafter, the Chairman started the proceedings of the meeting agenda wise.



Agenda Item No. 1: To confirm the minutes of the last EC Meeting

1. The Chairman of the meeting asked the Secretary General (SG) to apprise the participants about the proceedings of the last EC meeting. Accordingly, the SG briefed the meeting about the decisions taken during the last EC meeting held on 24th October, 2008 at Mumbai, India.
2. After the briefing by the SG, on the proposal of Mr. Saif Ul Islam, which was duly seconded by Mr. Sanjay Sakesna, the EC carried the following resolution unanimously:

“Resolved that the minutes of SAFE EC meeting held on October 24, 2008, be and are hereby approved, and the Chairman of the meeting, be and is hereby authorized to sign the approved minutes.”

Agenda Item# 2: Annual Accounts of SAFE for the year ended Dec. 2008

1. The Chairman invited SG to brief the EC on salient aspects of the last year's accounts of the Federation. To this, the SG presented detailed accounts of the Federation for the year 2008.
2. SG informed the meeting that SAFE has been showing a consistent healthy trend for the 4th year in a row in almost all the notable financial parameters such as revenue, income, liquidity, and overall financial position. Giving details of operating performance and financial position of the Federation during 2009, he apprised the meeting that the total income of the Federation for the year under consideration went up by 28.9% from US\$ 88,474 in 2007 to US\$ 114,072 in 2008. This increase in income appears to be quite favorable when compared with the increase of 19.5% recorded in 2007. He informed the meeting that the Federation earned a surplus of US\$ 15,411 in 2008 as against a surplus of US\$ 27,109 earned during 2007. He informed the meeting that on the other hand, the expenditure side registered a whopping increase of 60.8% during 2008 over the last year. According to him, the major contributor to this rise in expenditures has been the head of salaries (29%), as few more positions were created for specific projects such as SAFE Journal and SAFE Capital Market Institute. Besides this, he said that the expenses related to the meetings, seminars, and traveling also increased by 123% because of the meetings of EC/General Assembly> he further said that the other notable increases had been due to the professional charges (100%); rent, rates, and taxes (47%); utilities and maintenance (375%); and insurance (100%). However, he said that the most notable

reason for higher level of expenses related to the deficit of almost US\$ 16,470 which was incurred by SAFE on account of the training program, when a lots of confirmed participants pulled out of the program at 11th hour due to the worsening security situation in Pakistan. He explained that the professional charges on account of legal/consultancy for the registration of SAFE as a not for profit entity and for the work related to the changes in the SAFE Charter, etc. had to be borne by SAFE during the year under review. Similarly, he said that during the year, SAFE also acquired separate premises on rental basis which resulted in the increase in rental expense. SG further informed the meeting that during the year under review, the balance sheet footing of SAFE increased to US\$ 150,649 from the 2007 figure of US\$ 131,122 which showed an overall rise of 14.9%.

3. The SG also presented the following brief highlights of SAFE's historical financial statements:

3.1 Income and Expenditure Review from 2000 to 2008:

DETAILS	2008	2007	2006	2005	2004	2003
	Amount in US \$	Amount in US \$	Amount in US \$	Amount in US \$	Amount in US \$	Amount in US \$
INCOME	114,072	88,474	74,089	89,006	35,683	38,232
EXPENDITURE	(98,661)	(61,365)	(59,649)	(59,965)	(42,100)	(30,820)
Surplus/(Deficit) for the YEAR	15,411	27,109	14,440	28,425	(6,417)	7,412

3.2 Balance Sheet Review from 2000-2008:

PARTICULARS	2008	2007	2006	2005	2004	2003	2002	2001
	Amount US \$	Amount US \$	Amount US \$	Amount US \$	Amount US \$	Amount US \$	Amount US \$	Amount US \$
ASSETS								
Non Current Assets	91,948	77,192	5,234	6,029	2	230	921	1,600
Current Assets	58,701	53,930	105,105	80,234	46,391	52,927	47,867	51,500
Total Assets	150,649	131,122	110,339	86,263	46,393	53,157	48,788	53,100
LIABILITIES								
Current Liabilities	53,004	22,039	27,823	17,932	5,848	6,195	9,238	10,300



Non - Current Liabilities	871	1,550	---	---	---	---	---	---
Surplus Of Revenue On Expenditure	96,774	107,533	82,516	68,331	40,545	46,962	39,550	42,774
Total Liabilities	150,649	131,122	110,339	86,263	46,393	53,157	48,788	53,122

4. After the presentation by the SG, the EC further discussed discussed the draft annual accounts, and resolved as under:

“Resolved that draft audited accounts for the year ended 2008 together with the Auditor’s Report and the specific approvals be and are hereby approved.”

“Resolved further that the Chairman and the Secretary General SAFE be and are hereby authorized to sign the approved annual accounts of the Federation for the year ended December 31, 2008, for and on behalf of the Executive Committee.”

“Further resolved that the Secretary General SAFE be and is hereby authorized to sign the Representation Letter for the auditors for and on behalf of SAFE.”

Agenda Item # 3: Draft Chairman’s Review

1. The SG informed the meeting that under Article 9.4.3, the activities of the Executive Committee are required to be reported to the General Assembly by the Chairman at any regular or special meeting of the general body. As such, he presented a draft Chairman’s Review for the information of the EC. The Chairman read over the contents of the draft review for the year 2008 as well as the future agenda of SAFE. All EC members appreciated the Chairman’s announced goals for the Federation for the future years.
2. After discussion, the EC approved the draft Chairman’s Review for the year 2008, which is attached with these minutes as Exhibit-A and passed the following resolutions:



“Resolved that the Chairman’s Review on the financial statements and other activities of SAFE for the year 2008, be and is hereby adopted for presentation to the General Assembly.”

“Resolved that the activities of the SAFE Secretariat and the efforts of the Secretary General are hereby lauded for their role in the excellent performance of SAFE during the year 2008.”

Agenda Item # 4: Any other Matter

There being no other item, the meeting ended with a vote of thanks to the Chair.

Adnan Afridi
Chairman SAFE