



**INVESTMENT ANALYSTS SOCIETY OF CHICAGO
ANNUAL BUSINESS MEETING MINUTES
JUNE 29, 2005**

I. WELCOME

President Nicholas Ronalds called the meeting to order at 7:35am.

II. REMARKS

CFA Institute CEO (and IASC member) Jeff Diermeier, CFA, remarked on the two proposed bylaw amendments.

Mr. Diermeier noted that the IASC initiative on student memberships dovetails with a top initiative at CFA Institute. CFA Institute conducts outreach to universities to encourage faculty to incorporate some part of the CFA curriculum into their course instruction. Mr. Diermeier noted that IASC outreach to students will enhance these efforts.

Mr. Diermeier reported that CFA Institute has been surprised and pleased that 87 societies have already adopted CFA Society into their name. It is expected that 100 societies will change their names by August 1, 2005. Mr. Diermeier believes that having local societies connected to the CFA brand helps everyone work in an integrated fashion.

III. FINANCIAL UPDATE

Secretary/Treasurer Michael Lindh reported that IASC is in an extremely healthy financial situation. IASC began the fiscal year with approximately \$500,000 in assets and will end the year with approximately \$700,000 in assets. Assets are conservatively invested in certificates of deposit, money market accounts, and in Vanguard Index Funds. The Board of Directors will review more aggressive investment options for excess reserves. (Mr. Lindh noted that the existing reserves policy calls for one year's worth of non-operating expenses to be kept liquid.)

IV. BYLAW AMENDMENTS

Secretary/Treasurer Michael Lindh reported that there are 2 bylaw amendments for consideration.

The first bylaw amendment involved a name change to CFA Society of Chicago. In January, 2005, IASC surveyed its members and 582 members responded. 84%

supported a name change and the name preferred by 72% of those members was CFA Society of Chicago.

There was some discussion about the response rate to the survey, but virtually all members in attendance agreed that if members were opposed to the name change, they would have spoken out. Jill Poznick, IASC CEO noted that the Board was conscientious and transparent throughout this process.

A motion to approve this bylaw amendment for a name change was approved. (Note: 42 proxies were voted in support of this motion.)

The second bylaw amendment pertained to creating a new class of membership for Students. Full-time undergraduate and full or part-time graduate students would be eligible to apply. Student would need a professor of business, economics, or finance to sign the application and would need to fulfill an ethics requirement. Students would pay discounted dues, but would not receive any complimentary function tickets and would not be eligible to vote. CFA Candidates are not eligible for this class of membership.

A motion to adopt Student Membership changes to the bylaws was approved. (Note: 42 proxies were voted in support of this motion.)

IV. SLATE OF 2005-2006 OFFICERS AND DIRECTORS

Mr. Lindh noted that all the Officers on the Board are elected by the membership, not the Board. The 2005-2006 slate is presented to the membership by the Nominating Committee. No opposing slate was presented by 25 or more members.

A motion to approve the slate as submitted was approved.

Mr. Ronalds congratulated the new Officers and Directors and thanked the Nominating Committee: Kevin Vandolder, CFA, Keith Cardoza, CFA, Susan McDermott, CFA, Jim Whitney, CFA, and Arch King, CFA.

IV. OVERVIEW OF 2005-2006 STRATEGIC PLAN

President-Elect Mark Hutchinson observed that, previously, the Society wanted progress without change. Mr. Hutchinson aims to move towards change by promoting the city, the membership and the profession – with an emphasis on helping Chicago expand deeper into the hedge fund arena. Mr. Hutchinson believes that CFA Society of Chicago needs to invest in the next generation of leadership and members, provide services of value, and send the message that ethics is the cornerstone of the profession.

V. ADJOURN

The meeting was adjourned at 8:00am.