


**INTERNATIONAL FEDERATION
OF ACCOUNTANTS**

545 Fifth Avenue, 14th Floor
New York, New York 10017
Internet: <http://www.ifac.org>

Tel: +1 (212) 286-9344
Fax: +1 (212) 856-9420

Agenda Item 5

Committee: IAASB

Meeting Location: Berlin

Meeting Date: December 8 – 12, 2003

Quality Control

Objectives of Agenda Item

1. To review and discuss the significant issues raised by respondents on the May exposure drafts of:
 - a) International Standard on Quality Control 1; and
 - b) International Standard on Auditing 220.
2. First read of the Task Force's proposed changes to the QC exposure drafts.

Background

The IAASB issued the QC exposure drafts for public comment in May 2003. The exposure drafts were accompanied by an explanatory memorandum that discussed the background to the QC project.

Activities Since Last IAASB Discussions

The comment period ended on August 31, 2003 and 39 comment letters were received. IAASB Staff prepared compilations for analysis by the Task Force based on the actual wording of the comments expressed by respondents. The Task Force held two physical two-day meetings and a conference call to discuss the comments and to agree the approach to the significant issues raised.

Material Presented

Agenda Paper 5–A Issues paper
(Pages 2045 – 2058)

Agenda Paper 5–B Revised draft of proposed new ISQC 1 (mark-up)
(Pages 2059 – 2086)

Agenda Paper 5–C Revised draft of proposed revised ISA 220 (mark-up)
(Pages 2087 – 2100)

Action Requested

1. IAASB is asked to review and discuss the significant issues and Task Force's reaction to these issues.
2. IAASB is asked to review the revised mark-up drafts of ISQC 1 and ISA 220 and provide comments to the Task Force.

[Blank Page]