



International Federation of Accountants

545 Fifth Avenue, 14th Floor, New York, NY 10017 USA

Tel +1 (212) 286-9344 Fax +1 (212) 286-9570 www.ifac.org

Agenda Item

8

Committee: IAASB

Meeting Location: New York

Meeting Date: March 22-26, 2006

Communication with Those Charged with Governance

Objectives of Agenda Item

1. To review changes made to the “old” format draft of revised ISA 260, “Communication with Those Charged with Governance” (including conforming amendments to ISAs 570, “Going Concern” and 300, “Planning an Audit of Financial Statements”), and approve it as the base document for conversion to the “clarified” format; and
2. To review and approve the “clarified” format for issue as an exposure draft.

Task Force

- Ian McPhee (Chair), Member of IAASB and the Australian Auditing and Assurance Standards Board (AUASB), supported by Richard Mifsud (IAASB Technical Advisor) and Margaret Salter (AUASB staff)
- Wolf Böhm, IAASB Technical Advisor, IdW
- Kevin Neville, Member AUASB
- Scott Reed, Transnational Auditors’ Committee Nominee
- Tove Myklebust, INTOSAI Nominee
- Philomena Leung, Institute of Internal Auditors’ Nominee (correspondence member)

Background

The IAASB issued an Exposure Draft of revised ISA 260 in March 2005. Significant issues raised by respondents were discussed at the IAASB’s December 2005 (Cape Town) meeting.

“Old” and “clarified” drafts were reviewed early in the week at the IAASB’s March 2006 (Hong Kong) meeting, and revised drafts were tabled and discussed on the Friday of the March meeting.

Issues outstanding at the end of the March meeting are discussed at Agenda Item 8-A.

Material Presented

Agenda Item 8-A Significant Issues
(Pages 969 to 970)

Agenda Item 8-B Revised old format draft – Clean
(Pages 971 to 996)

Agenda Item 8-C (Pages 997 to 1022)	Revised old format draft – Mark-up based on the version discussed by the Board on Friday 10 March (Hong Kong) ¹
Agenda Item 8-D (Pages 1023 to 1046)	Clarity Exposure Draft – Clean
Agenda Item 8-E (Pages 1047 to 1072)	Clarity Exposure Draft – Mark-up based on the version discussed by the Board on Friday 10 March (Hong Kong). ¹
Agenda Item 8-F (Pages 1073 to 1090)	Mapping Document

AGENDA ITEMS 8-A, 2-B, 2-D AND 2-F WILL BE USED FOR PURPOSES OF THE DISCUSSIONS AT THE MEETING.

Action Requested

The IAASB is asked to:

1. Approve the “old” format revised ISA 260 (including conforming amendments to ISAs 570 and 300), amended as necessary, as the base document for conversion to the “clarified” format; and
2. Approve the “clarified” format, amended as necessary, to issue as an exposure draft.

¹ For an electronic copy of the underlying version, with mark-ups from the version distributed in advance of the March meeting, please contact michaelnugent@ifac.org