

Meeting: IAASB
Meeting Location: Mainz
Meeting Date: June 14-18, 2010

Agenda Item

7

Engagements to Compile Historical Financial Information and Engagements to Review Historical Financial Statements

Objectives of Agenda Item

1. To consider significant issues in the development of revised ISRS 4410¹ and ISRS 2400.²
2. To consider drafts of the proposed revised ISRS 4410 and ISRE 2400.

Task Force

3. Full members:

- Phil Cowperthwaite, Chair, IAASB Member
- Dianne Azoor-Hughes, Pitcher Partners, Australia
- Craig Crawford, IAASB Member (assisted by Sylvia Smith)
- Josef Ferlings, IAASB Member (assisted by Wolf Böhm)
- Ashif Kassam, IAASB Member

Correspondent members:

- Michael Gewehr, Institut Der Wirtschaftsprüfer (assisted by Wolf Böhm)
- Jo Iwasaki, Assurance, Audit and Assurance Faculty of the Institute of Chartered Accountants in England and Wales
- Carolyn McNerney, Chair of the American Institute of Certified Public Accountants Accounting and Review Services Committee (assisted by Mike Glynn)
- Isabelle Sapet, Member, International Ethics Standards Board for Accountants

¹ International Standard on Related Services (ISRS) 4410, “Engagements to Compile Financial Statements.”

² International Standard on Review Engagements (ISRE) 2400, “Engagements to Review Financial Statements.”

Background

4. The project proposal was approved at the March 2009 IAASB meeting. The IAASB considered an Issues Paper on scope and directional issues for the project at its June 2009 meeting. Issues Papers on technical aspects of revision of ISRE 2400 and ISRS 4410 were considered at the September 2009 (ISRE 2400) and December 2009 (ISRS 4410) IAASB meetings. In March 2010 the IAASB considered further Issues Papers and the preliminary draft requirements for ISRS 4410 and ISRE 2400.
5. The Task Force received comments from Representatives of the IAASB Consultative Advisory Group at their March and September 2009 meetings, and from the IFAC Small and Medium Practices Committee (SMPC) at its October 2009 meeting.

Activities since Last IAASB Discussions

6. The Task Force has received comments from Representatives of the IAASB Consultative Advisory Group at their March 2010 meeting, and also from the IFAC SMPC at its March 2010 meeting.
7. The Task Force will seek views on its proposed approach for the two revised standards at the June 3-4, 2010 IAASB-NSS meeting. In advance of this meeting, a number of the NSS provided preliminary written comments to the Task Force in May. The Task Force has taken account of those comments in developing these agenda papers for the June IAASB meeting. An oral update on the discussion at the June 3-4 IAASB-NSS meeting will be provided to the Board at the June IAASB meeting.
8. The Task Force held five days of physical meetings in March, April and May and conference calls throughout the period to consider issues relating to the revision of these standards.

Material Presented

Agenda Item 7-A	Engagements to Compile Historical Financial Information – Issues and IAASB Task Force Proposals dated June 2010
Agenda Item 7-B	Proposed Revised ISRS 4410—Engagements to Compile Historical Financial Information
Agenda Item 7-C	Engagements to Review Historical Financial Statements – Issues and IAASB Task Force Proposals dated June 2010
Agenda Item 7-D	Proposed Revised ISRE 2400—Engagements to Review Historical Financial Statements

Action Requested

9. The IAASB is asked to consider and comment on the issues presented in **Agenda Item 7-A** (for compilation engagements) **and Agenda Item 7-C** (for review engagements), and to

provide comments on the proposed revised ISRS 4410 in **Agenda Item 7-B** and the proposed revised ISRE 2400 in **Agenda Item 7-D**.

10. The Task Force proposes that the Papers be discussed at the meeting in the order presented (i.e. **Agenda Items 7-A and 7-B** on compilation engagements first, followed by **Agenda Items 7-C and 7-D** on review engagements).