

Supplement to Agenda Item 2

Proposed Changes to Agenda Item 2-B (Updated)

Note to IAASB:

- The ISA 220 Task Force is proposing the changes below, in response to comments received offline.

- A6: Removing the example from the added sentence at the end of the paragraph.

~~“...Under ISQM 1, the firm is responsible for how network requirements or network services are relevant to the firm’s system of quality management, for example, determining whether auditors from a firm in the same network have the appropriate competence and capabilities to perform audit procedures on the engagement.”~~

- A60: To reflect that the firm may have policies or procedures on how ETs should access additional resources, the following is proposed to be added to the end of A60.

“...In addition, the firm may have policies or procedures regarding circumstances when the engagement team directly obtains resources for the audit engagement.”

- A62: Removing the reference to “assigned or made available by the firm”, as the internal auditors providing direct assistance are not assigned or made available by the firm.

~~“Human resources assigned or made available by the firm include members of the engagement team (see also paragraphs A6, A16–A22) and, where applicable, an auditor’s external expert and individuals from within the entity’s internal audit function who provide direct assistance on the audit.”~~

Note to IAASB:

- The ISA 220 Task Force is asking for input on the following simplification of a phrase that is used in ISA 220, paragraph A1, A18 (example in hanging paragraph only), A23 and A24

- Changing “...an individual from a network firm or from a firm that is not a network firm...” to “an individual from another firm”