

## Glossary: Proposed New and Revised Definitions

### GLOSSARY, INCLUDING LISTS OF ABBREVIATIONS

Expert	<p>An individual or organization possessing expertise that is outside the professional accountant's or sustainability assurance practitioner's competence. This excludes internal auditors employed or engaged by an employing organization or client.</p> <p><i>Sections 290 and 390 set out the relevant ethical requirements addressing the use of the work of an expert other than a management's expert. [Placeholder: Add cross-reference to Part 5]</i></p>
Expertise	Knowledge and skills in a particular field.
External Expert	<p style="background-color: yellow;"><b>Note to IESBA: Proposed revised definition below to replace the extant definition</b></p> <p>In the context of Parts 2 and 3, an expert engaged by a professional accountant's employing organization or firm.</p> <p>In the context of audit engagements, an expert (who is not a partner or a member of the professional staff, including temporary staff, of the firm or a network firm) possessing expertise in a field other than accounting, auditing, or assurance, whose work in that field is used to assist the professional accountant in obtaining sufficient appropriate evidence.</p> <p>In the context of assurance engagements, including sustainability assurance engagements, an expert (who is not a partner or a member of the professional staff, including temporary staff, of the firm or a network firm) possessing expertise in a field other than assurance, whose work in that field is used to assist the sustainability assurance practitioner in obtaining sufficient appropriate evidence.</p> <p><i>External experts are not members of the engagement team, audit team, review team, assurance team, or sustainability assurance team.</i></p>
Management's Expert	An individual or organization possessing expertise in a field other than accounting, auditing, or assurance whose work in that field is used by the entity to assist the entity in preparing the financial or non-financial information.

For Reference – Relevant Extant Code Definitions:

- External Expert – An individual (who is not a partner or a member of the professional staff, including temporary staff, of the firm or a network firm) or organization possessing skills, knowledge and experience in a field other than accounting or auditing, whose work in that field is used to assist the professional accountant in obtaining sufficient appropriate evidence.
- Engagement team – All partners and staff performing the engagement, and any other individuals who perform procedures on the engagement, excluding external experts and internal auditors who provide direct assistance on the engagement.
- Audit/ Assurance team – (a) All members of the engagement team for the audit/ assurance engagement; (b) All others within, or engaged by, the firm who can directly influence the outcome of the audit engagement, including: ... (ii) Those who provide consultation regarding technical or industry-specific issues, transactions or events for the engagement; ... and ... (c) Any other individuals within a network firm who can directly influence the outcome of the audit engagement.

For Reference – Relevant Definitions in ISAs/ISSA:

- ISA 620: Auditor's expert – An individual or organization possessing expertise in a field other than accounting or auditing, whose work in that field is used by the auditor to assist the auditor in obtaining sufficient appropriate audit evidence. An auditor's expert may be either an auditor's internal expert (who is a partner or staff, including temporary staff, of the auditor's firm or a network firm), or an auditor's external expert.
- ISA 620: Expertise – Skills, knowledge and experience in a particular field.
- ISA 610: Internal audit function – A function of an entity that performs assurance and consulting activities designed to evaluate and improve the effectiveness of the entity's governance, risk management and internal control processes.
- ISA 500 (Revised) ED: Management's expert – An individual or organization possessing expertise in a field other than accounting or auditing, whose work in that field is used by the entity to assist the entity in preparing the financial statements.
- ISSA 5000 ED: Management's expert – An individual or organization possessing expertise in a field other than assurance, whose work in that field is used by the entity to assist the entity in preparing the sustainability information.
- ISSA 5000 ED: Practitioner's expert – An individual or organization possessing expertise in a field other than assurance, whose work in that field is used by the practitioner in obtaining sufficient appropriate evidence. A practitioner's expert may be either a practitioner's internal expert (who is a partner or staff, including temporary staff, of the practitioner's firm or a network firm), or a practitioner's external expert.
- ISAE 3000: Practitioner's expert – An individual or organization possessing expertise in a field other than assurance, whose work in that field is used by the practitioner to assist the practitioner in obtaining sufficient appropriate evidence. A practitioner's expert may be either a practitioner's internal expert (who is a partner or staff, including temporary staff, of the practitioner's firm or a network firm), or a practitioner's external expert.