

**Meeting:** IESBA  
**Meeting Location:** New York  
**Meeting Date:** March 11-13, 2013

# Agenda Item 2

## Responding to a Suspected Illegal Act

### Objective of Agenda Item

1. To consider the significant comments received on the Exposure Draft (ED), *Responding to a Suspected Illegal Act*.

(The ED and comment letters may be accessed on the IESBA website at: <http://www.ifac.org/publications-resources/responding-suspected-illegal-act.>)

### Task Force

2. Members:
  - Robert Franchini, Chair, IESBA Member
  - Isabelle Sapet, IESBA Deputy Chair
  - Helene Agélii, IESBA Member
  - Caroline Gardner, IESBA Member
  - Peter Hughes, IESBA Member

### Activities Since Last IESBA Discussion

3. Since the issuance of the ED in August 2012, the Task Force has met physically once in January 2013 and twice via teleconference in February 2013 to consider the significant comments received on the ED and to explore a way forward.
4. The IESBA Chair and the Task Force Chair met with IOSCO Committee 1 on February 21, 2013 to present an update on the project and to hear the views of the Committee 1 representatives on the ED. The Task Force Chair will provide a report-back on this meeting at the Board meeting.

### Material Presented

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|-----------------|---|
| Agenda Item 2-A | Responding to a Suspected Illegal Act—Summary of Significant Comments on Exposure and Preliminary Task Force Analysis of Significant Issues |
| Agenda Item 2-B | ED, <i>Responding to a Suspected Illegal Act</i> (for reference only)   |
| Agenda Item 2-C | ISA 250, <i>Consideration of Laws and Regulations in an Audit of Financial Statements</i> (for reference only)                              |

**Action Requested**

5. The IESBA is asked to familiarize itself with the issues raised in comment letters on the ED, to consider the significant issues and preliminary Task Force recommendations presented in Agenda Item 2-A, and to provide input to the Task Force.
6. IESBA members are also asked whether there are any matters raised by respondents, in addition to issues summarized by the Task Force in Agenda Item 2-A, that they consider should be discussed by the Board.