

Meeting: IESBA
Meeting Location: Sydney
Meeting Date: September 16-18, 2013

Agenda Item

2

Responding to a Suspected Illegal Act

Objective of Agenda Item

1. To consider a revised straw man of an alternative to the approach set out in the exposure draft, *Responding to a Suspected Illegal Act*, (the ED) regarding a professional accountant's responsibilities when encountering a 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. The Task Force held a physical meeting in July 2013 to reflect on the discussion at the June 2013 Board meeting and the input received at the April 2013 Consultative Advisory Group and May 2013 national standard setters meetings, and to develop a revised draft of the straw man. The Task Force met twice via teleconference subsequently to further refine the revised straw man for presentation at the September 2013 IESBA meeting.

Material Presented

Agenda Item 2-A	Issues Paper
Agenda Item 2-B	Straw Man (Mark-up from version presented in June 2013)
Agenda Item 2-C	Straw Man (Clean)
Agenda Item 2-D	Changes to Other Sections
Agenda Item 2-E	ISA 250, <i>Consideration of Laws and Regulations in an Audit of Financial Statements</i> (for reference only)

Draft to be Discussed at the Meeting

4. The Task Force proposes that the marked-up version of the straw man (**Agenda Item 2-B**) be discussed at the meeting.

Action Requested

5. IESBA members are asked to consider the revised straw man and provide input and direction to the Task Force in determining the way forward.