

Meeting: IESBA
Meeting Location: Teleconference
Meeting Date: January 31, 2013

Agenda Item

1

Definition of Engagement Team

Objectives of Agenda Item

1. To consider the outcome of the IESBA Consultative Advisory Group's (CAG) teleconference on January 21, 2013 regarding significant comments received on the Exposure Draft (ED), *Proposed Change to the Definition of "Engagement Team,"*¹ and to approve the final revised definition.

Task Force

2. Members:
 - Robert Franchini, Chair, IESBA Member
 - Caroline Gardner, IESBA Member
 - Peter Hughes, IESBA Member
3. Correspondent member:
 - Diana Hillier, ISA 610 Task Force Chair, and former IAASB Deputy Chair

Background

4. Following coordinated discussions with the IAASB, the IESBA tentatively agreed amendments to the definition of engagement team, and the IAASB tentatively agreed to further amendments to the requirements and application material relating in ISA 610 (Revised)² on direct assistance, at their respective December 2012 meetings. The IESBA, however, did not take a final vote on the revised definition pending consultation with the IESBA CAG on the significant comments received on the ED. The IAASB also deferred its final vote pending that consultation.
5. The CAG met on January 21, 2013 via teleconference to consider the significant ED comments and the IESBA's and IAASB's related responses. Agenda Item 1-A summarizes the outcome of the CAG discussion.
6. Subject to the IESBA's vote on the revised definition, the IAASB is expected to approve at its upcoming February 12-14, 2013 meeting the limited amendments to the direct assistance material in ISA 610 (Revised) that it considered in December 2012.

¹ The ED and comment letters may be accessed on the IESBA website at: <http://www.ifac.org/publications-resources/proposed-change-definition-engagement-team>.

² ISA 610 (Revised), *Using the Work of Internal auditors*

Material Presented

Agenda Item 1-A Definition of Engagement Team – Outcome of January 2013 IESBA CAG Discussion

Action Requested

7. The IESBA is asked to approve the revised definition of engagement team presented in Agenda Item 1-A.