IESBA International Ethics Standards Board for Accountants®

Emerging Issues and Outreach Committee (EIOC) Update

Vania Borgerth, EIOC Chair

IESBA Meeting

September 12-16, 2022



Agenda

- To update the Board on EIOC activities since June 2022;

- To discuss the following:

  (a) Draft Ukraine Conflict Staff Alert

- To receive a verbal update on the following:

  a) UK Audit Reforms

  b) EU Audit Reforms



Ukraine Conflict – Draft Staff Alert

RECAP: June 2022 Board Meeting

Independence and other ethics implications:

- Queries from stakeholders on ethical matters other than audit/accounting issues
- With several economies placing sanctions on Russia, topics that are of concern to stakeholders:
    - Financial interests in Russia
    - Audits of Russian subsidiaries/affiliates in group audit situations
    - Independence of service providers based in Russia

Ukraine Conflict – Draft Staff Alert (Agenda Item 7B)



ALL

- Ethical Implications of Sanctions
- NOCLAR (Paragraphs 13 – 15)
- Inducements (Paragraph 18)

PAIB

- Preparation / Presentation of info, incl. disclosures (Paragraphs 19 – 21)
- Pressure (Paragraphs 22 – 23)

PAPP

- Client / engagement acceptance (Paragraph 24)
- Overdue fees (Paragraphs 25-26)
- NAS / Assuming management responsibility (Paragraphs 27-28)

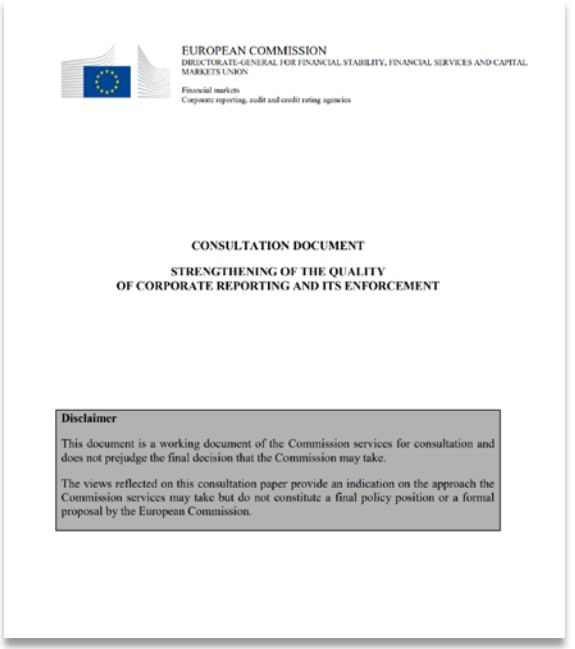
Do IESBA members have feedback on the draft staff alert as presented in **agenda item 7B**?



Emerging Issues - UPDATES

EU Consultation on Corporate Reporting reform

(verbal update)



EUROPEAN COMMISSION
DIRECTORATE-GENERAL FOR FINANCIAL STABILITY, FINANCIAL SERVICES AND CAPITAL MARKETS UNION

Financial markets
Corporate reporting, audit and credit rating agencies

CONSULTATION DOCUMENT

STRENGTHENING OF THE QUALITY OF CORPORATE REPORTING AND ITS ENFORCEMENT

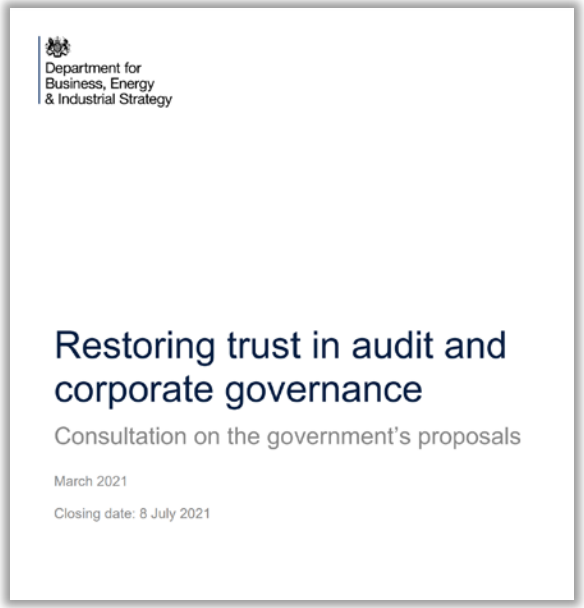
Disclaimer

This document is a working document of the Commission services for consultation and does not prejudge the final decision that the Commission may take.

The views reflected on this consultation paper provide an indication on the approach the Commission services may take but do not constitute a final policy position or a formal proposal by the European Commission.

UK BEIS Consultation on audit market reforms

(verbal update)



Department for Business, Energy & Industrial Strategy

Restoring trust in audit and corporate governance

Consultation on the government's proposals

March 2021

Closing date: 8 July 2021

Do IESBA Members have any questions

or feedback on the EU and UK updates?



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