

**Meeting:** IESBA Meeting  
**Meeting Location:** New York  
**Meeting Date:** March 10-12, 2025

## Agenda Item

# 8

### IAASB-IESBA Coordination

#### Objectives of the Session

1. To consider:
  - (a) A status update on IAASB-IESBA coordination activities; and
  - (b) An update on the International Auditing and Assurance Standards Board's (IAASB) project to revise its fraud auditing standard, proposed ISA 240 (Revised),<sup>1</sup> which is expected to be approved at the March 2025 IAASB meeting.

#### Activities since June 2023 Meeting

2. Since the June 2023 IESBA meeting, IESBA representatives and staff have liaised with the IAASB's various Task Forces and Staff to provide input on the IAASB Task Forces' projects via email and, as appropriate, videoconferencing.
3. IESBA and IAASB Board Coordination liaisons and staff also met every quarter throughout 2023 and 2024 to update each other on workstreams involving coordination, or that might require coordination, between the two Boards that are not otherwise covered in the project-specific workstreams.
4. In December 2024, IESBA member Sung-Nam Kim was appointed as the new IESBA Board Liaison to the IAASB-IESBA Coordination workstream, replacing IESBA member Saadiya Adam.
5. In Q1 2025, the IESBA and IAASB Board liaisons and staff held a virtual meeting to update each other on workstreams involving coordination, or that might require coordination, between the two Boards.
6. The IESBA Board Liaison and staff provided feedback on the revisions in proposed ISA 240 (Revised) regarding ethics-related provisions.
7. IESBA staff also provided feedback on the following in light of the IESBA's new pronouncement on using the work of an external expert:
  - The IAASB's project proposal on narrow scope amendments to IAASB standards to ensure continued interoperability with the revisions to the Code addressing the use of the work of an external expert; and
  - Proposed ISA 500 (Revised)<sup>2</sup> with respect to the definition of "management expert," taking into account those revisions to the Code.

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<sup>1</sup> Proposed ISA 240 (Revised), *The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements*

<sup>2</sup> Proposed ISA 500 (Revised), *Audit Evidence*

**Format of the Session**

8. Ms. Vijian, IESBA Principal, will briefly update the Board on the coordination activities not otherwise covered in the project-specific sessions on the agenda.
9. IAASB staff will then give a presentation on the key changes in proposed ISA 240 (Revised), taking into account the project objectives and stakeholder feedback on the exposure draft.

**Materials Presented**

*For reference*

Agenda Item 8-A            IAASB-IESBA Coordination Presentation

ISA 240 (Revised) [\*The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements\*](#)

**Action Requested**

10. IESBA members are asked to consider the updates and share any comments or questions on the matters highlighted in the updates.