BACKGROUND NOTE ON ACTION PLANS

Action Plans are developed by IFAC members and associates to address policy matters identified through their responses to the IFAC Compliance Self-Assessment Questionnaires. They form part of a continuous process within the IFAC Member Body Compliance Program to support the ongoing development and improvement of the accountancy profession around the world.

Action Plans are prepared by members and associates for their own use based on the national frameworks, priorities, processes and challenges specific to each jurisdiction. As such, they will vary in their objectives, content and level of detail, consistent with their differing national environments and stages of development, and will be subject to periodic review and update.

Refer to responses to the Part 1 Assessment of the Regulatory and Standard-Setting Framework Questionnaire and Part 2 SMO Self-Assessment Questionnaire for background information on each member and associate their environment and existing processes. These responses may be viewed at: http://www.ifac.org/ComplianceAssessment/published_surveys.php

Use of Information
Please refer to the Disclaimer published on the Compliance Program website.

ACTION PLAN

IFAC Member: The Chinese Institute of Certified Public Accountants (CICPA)
Original Publish Date: July 2008
Last Updated: December 2013
Next Update: December 2014
<table>
<thead>
<tr>
<th>Abbreviation</th>
<th>Full Form</th>
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<tbody>
<tr>
<td>CASB</td>
<td>Chinese Auditing Standards Board</td>
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<tr>
<td>CASC</td>
<td>China Accounting Standards Committee</td>
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<tr>
<td>CASs</td>
<td>Chinese Accounting Standards</td>
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<td>CESC</td>
<td>China Ethics Standards Board</td>
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<tr>
<td>CICPA</td>
<td>Chinese Institute of Certified Public Accountants</td>
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<tr>
<td>CPA</td>
<td>Certified Professional Accountant</td>
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<tr>
<td>CPD</td>
<td>Continuing Professional Development</td>
</tr>
<tr>
<td>CPDD</td>
<td>Continuing Professional Development Department</td>
</tr>
<tr>
<td>ED</td>
<td>Examination Department</td>
</tr>
<tr>
<td>IAASB</td>
<td>International Auditing and Assurance Standards Board</td>
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<tr>
<td>IAESB</td>
<td>International Accounting Education Standards Board</td>
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<tr>
<td>IASB</td>
<td>International Accounting Standards Board</td>
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<td>IES</td>
<td>International Education Standard</td>
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<td>IESBA</td>
<td>International Ethics Standards Board for Accountants</td>
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<td>IFAC</td>
<td>International Federation of Accountants</td>
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<td>IFRS</td>
<td>International Financial Reporting Standards</td>
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<td>IPSAS</td>
<td>International Public Sector Accounting Standards</td>
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<td>IPSASB</td>
<td>International Public Sector Accounting Standards Board</td>
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<tr>
<td>ISA</td>
<td>International Standard on Auditing</td>
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<tr>
<td>ISQC1</td>
<td>International Standard on Quality Control 1</td>
</tr>
<tr>
<td>SG</td>
<td>Secretary General</td>
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Action Plan Subject: SMO 1 - Quality Assurance
Action Plan Objective: Further Develop CICPA's Quality Assurance Review System in line with SMO 1 Requirements

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**Background:**

In January 2011, CICPA started to reform the Quality Assurance Review system which had been put in place since Aug 1, 2009, in order to improve the efficiency and effectiveness of Quality Assurance review. Key activities for the reforms are:

i. Improve quality assurance system; focus on assessing the internal quality control system of the accounting firm.
ii. Establish a qualified inspector team.
iii. Make full use of experts throughout the inspection.
iv. Strengthen IT application on inspection, improve inspection results announcement system.

On July 16, 2011, the revised Quality Assurance system began to take effect. The new system still complies with SMO 1 requirements. The CICPA directly organizes the quality assurance review of the accounting firms that have the qualification to conduct audits of listed companies once every three years. For those Accounting Firms not conducting audits of listed entities, the local CPA institutes are responsible for the quality assurance review within their respective jurisdiction – the review cycle being every five years.

CICPA developed China Standard on Quality Control for firms No. 5101 in accordance with ISQC 1 and its practice guidelines, and released it in November 2010. In November 2010, the CASB Chair signed a joint statement with the IAASB chair, confirming that China Standards on Auditing have achieved continuing and full convergence with ISAs.

In 2013, CICPA will further enhance implementation of the new QA system, evaluate its effectiveness, and improve it if necessary.

**The Change to a 3-Year Quality Assurance Review Cycle**

1. **June 2013**
   - Nearly one-third of firms auditing listed companies are planned to be reviewed by CICPA, about 15 firms and their branches. Nearly one-fifth of firms auditing non-listed companies are planned to be reviewed by local institutes, over 1400 firms.

   **December 2013**
   - CICPA Deputy Secretary General and Director of Quality Assurance Department
   - Inspectors and experts from firms, staff in charge of Quality Assurance in CICPA and local CPA institutes
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<tbody>
<tr>
<td></td>
<td>Ongoing</td>
<td>2. Ongoing Carry out the newly-revised Quality Assurance system (2011 version), evaluate its effectiveness and try to improve the system.</td>
<td>Ongoing</td>
<td>CICPA Deputy Secretary General and Director of Quality Assurance Department</td>
<td>Experts of firms, staff in charge of QA in CICPA and local institutes</td>
</tr>
<tr>
<td></td>
<td>Ongoing</td>
<td>3. Ongoing Continue to ensure that CICPA’s QA review is operating effectively and continues to be in line with SMO 1 requirements. This includes periodic review of the operation of the QA system and updating the Action Plan for future activities where necessary.</td>
<td>Ongoing</td>
<td>CICPA Deputy Secretary General and Director of Quality Assurance Department</td>
<td>Experts of firms, staff in charge of QA in CICPA and local institutes</td>
</tr>
<tr>
<td></td>
<td>Ongoing</td>
<td>4. Ongoing Perform periodic review of CICPA’s response to the IFAC Compliance Self-Assessment questionnaires and update sections relevant to SMO 1 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.</td>
<td>Ongoing</td>
<td>CICPA Deputy Secretary General and Director of Quality Assurance Department</td>
<td>Staff in charge of Quality Assurance in CICPA</td>
</tr>
</tbody>
</table>
Action Plan Developed by
The Chinese Institute of Certified Public Accountants (CICPA)

Action Plan Subject: SMO 2–International Education Standards for Professional Accountants and Other Pronouncements issued by the IAESB
Action Plan Objective: Continue to Use Best Endeavors to Ensure that all IES Requirements are Incorporated into CICPA’s Education Requirements

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Background:

Persons who have passed the Chinese National Uniform CPA Examination and whose membership application has been approved, or those who have been qualified through the former evaluation procedures, shall become individual members of CICPA. Individual members are classified into practicing members and non-practicing members. Practicing members are those who have obtained the CPA practicing certificate in accordance with the laws.

The Chinese CPAs CPD System (The System) prescribes the rights and obligations of Chinese CPAs in term of CPD, the organizing, form, credit hours requirements, confirmation and evaluation of CPD, and other detailed contents. The System was formulated by CICPA, and issued after the approval of the Executive Committee of CICPA. The System, which is fundamentally consistent with IESs and SMO 2, aims to maintain and improve the profession quality, the practice ability and the ethics of CPAs, and enhance the competence of the accountancy professionals.

The CPD Department will follow developments of SMO 2 and international education standards, while continuing to update the CPD system of the Chinese CPAs and its supplementary provisions as well as the Strategic Plan on Reinforcing Development of Professional Talents. CICPA has developed Guide to Competence of Chinese CPAs according to the actual condition of Chinese accountancy profession and provisions of IESs. CICPA has issued the Five-year Plan on Talent Cultivation of the Chinese Accountancy Profession (2011-2015) at the end of 2011, which clearly stated the objective of the talent cultivation of the Chinese accountancy profession till 2015.

Maintaining Ongoing Processes

5. Ongoing CPDD and ED of CICPA maintain an ongoing process to monitor new and revised standards and incorporate them into education and examination requirements. Ongoing CICPA Secretary General, Directors of CPDD and ED Staff of CPDD, members of CICPA Education and Training Committee

6. Ongoing Continue to use best endeavors to ensure CICPA education requirements continue to incorporate all IES requirements. This includes review of the existing requirements and preparation of the Action Plan for the future activities where necessary. Ongoing CICPA Secretary General, Directors of CPDD and ED Staff of the CPDD, members of CICPA Education and Training Committee
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<tbody>
<tr>
<td>7</td>
<td>2011</td>
<td>Actively carry out the talent cultivation of the Chinese accountancy profession in accordance with the <em>Five-year Plan on Talent Cultivation of the Chinese Accountancy Profession (2011-2015).</em></td>
<td>2015</td>
<td>CICPA SG, Director of CPDD</td>
<td>Staff of the CPDD, members of CICPA Education and Training Committee</td>
</tr>
<tr>
<td>8</td>
<td>2013</td>
<td>Add courses related to professional judgment of CPAs into CPA’s training classes.</td>
<td>Ongoing</td>
<td>CICPA SG, Director of CPDD</td>
<td>Staff of the CPDD, members of CICPA Education and Training Committee</td>
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**Review of CICPA’s Compliance Information**

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<tbody>
<tr>
<td>9</td>
<td>Ongoing</td>
<td>Perform periodic review of CICPA’s response to the IFAC Compliance Self-Assessment questionnaires and update sections relevant to SMO 2 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.</td>
<td>Ongoing</td>
<td>CICPA Secretary General Directors of CPDD and ED</td>
<td>Staff of the CPDD, members of CICPA Education and Training Committee</td>
</tr>
</tbody>
</table>
**Action Plan Subject:** SMO 3—International Standards and Other Pronouncements Issued by the IAASB

**Action Plan Objective:** Further Improve and Maintain Processes for Ongoing Convergence with IAASB Pronouncements

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<th>Completion Date</th>
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<tbody>
<tr>
<td>10</td>
<td>1 July 2010</td>
<td>Establish a task force; translate the Chinese Auditing Standards from Chinese into English. Then review and revise the draft translation, and publish the final version.</td>
<td>Completed</td>
<td>Deputy Secretary General of CICPA in charge of standards setting</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting</td>
</tr>
<tr>
<td>11</td>
<td>1 April 2011</td>
<td>Update the Guide to Prepare Working Papers for Audits of Financial Statements according to the revised China Standards on Auditing.</td>
<td>Completed</td>
<td>Deputy Secretary General of CICPA in charge of standards setting</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting</td>
</tr>
<tr>
<td>12</td>
<td>1 January 2012</td>
<td>Establish a task force; translate the International Standards on Auditing from English into Chinese. Then review and revise the draft translation, and publish the final version.</td>
<td>30 September, 2013</td>
<td>Deputy Secretary General of CICPA in charge of standards setting</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting</td>
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**Background:**

By law, in China, the auditing standards to be complied with are ‘Chinese Auditing Standards’ for which the CICPA has the legal mandate for developing. CICPA uses the ISAs as the basis for the Chinese Auditing Standards. At the end of 2005, China signed a joint statement with the IAASB to incorporate ISAs in Chinese Auditing Standards and has an ongoing commitment to convergence with ISAs. At the beginning of 2006, China released a new set of auditing standards which are fully converged with ISAs. After that, China has been paying attention to the progress of the revision of IAASB Pronouncements, especially the Clarity Project. At the beginning of 2009, China began to update Chinese Auditing Standards to achieve convergence with the whole set of clarified ISAs and this process was completed in October, 2010. The final new set of Chinese Auditing Standards (incorporating the clarified ISAs) was released on November 1, 2010.

**Ongoing Adoption of IAASB Pronouncements**

1. **10.** Establish a task force; translate the Chinese Auditing Standards from Chinese into English. Then review and revise the draft translation, and publish the final version.
   - Completed
   - Deputy Secretary General of CICPA in charge of standards setting
   - Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting

2. **11.** Update the Guide to Prepare Working Papers for Audits of Financial Statements according to the revised China Standards on Auditing.
   - Completed
   - Deputy Secretary General of CICPA in charge of standards setting
   - Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting

3. **12.** Establish a task force; translate the International Standards on Auditing from English into Chinese. Then review and revise the draft translation, and publish the final version.
   - 30 September, 2013
   - Deputy Secretary General of CICPA in charge of standards setting
   - Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting
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<tbody>
<tr>
<td>13.</td>
<td>1 March 2012</td>
<td>Update the Guide to Prepare Working Papers for SME Audits according to the revised China Standards on Auditing.</td>
<td>Completed</td>
<td>Deputy Secretary General of CICPA in charge of standards setting</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting, and experts from the leading accounting firms in China</td>
</tr>
<tr>
<td>14.</td>
<td>1 November 2012</td>
<td>Conduct a study on the progress of international standards setting, and develop or revise Chinese standards accordingly.</td>
<td>Ongoing</td>
<td>Deputy Secretary General of CICPA in charge of standards setting</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting</td>
</tr>
<tr>
<td>15.</td>
<td>1 January 2013</td>
<td>Establish a task force; draft a set of Q&amp;A materials to help auditors perform audits. These materials cover topics such as professional skepticism, related party, revenue recognition, etc.</td>
<td>31 December, 2013</td>
<td>Deputy Secretary General of CICPA in charge of standards setting</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting, and experts from leading accounting firms in China</td>
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**Education and Promotion Activities**

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<th>Responsibility</th>
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<tbody>
<tr>
<td>16</td>
<td>January 2011</td>
<td>To include the new auditing standards (effected in January 2012) into the curricula of the yearly training program, carry out universal training in 2011, and continuously conduct training in 2012 combining preparation of financial statement audit documentation and issues in implementation of the new auditing standards.</td>
<td>In process</td>
<td>CICPA Secretary General, Director of CPDD</td>
<td>Staff of the CPDD, members of CICPA Education and Training Committee, the relevant experts from the Audit Standards Team</td>
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<tr>
<td>17.</td>
<td>1 January 2012</td>
<td>ED of CICPA review changes in CASB Pronouncements and update the curricula for examination programs. The date of application for the CPA exam was later than before, therefore this work was postponed.</td>
<td>5 June 2012 Completed</td>
<td>CICPA Secretary General, Director of ED</td>
<td>5 relevant experts to give a comprehensive amendments to Curricula of Auditing in accordance with China Standards on Auditing; 10 relevant experts to complete examination contents</td>
</tr>
<tr>
<td>18.</td>
<td>Early 2012</td>
<td>Updates to the curricula are proposed to CICPA Education and Training Committee for approval.</td>
<td>30 April 2012 Completed</td>
<td>CICPA Secretary General, Director of CPDD</td>
<td>Staff of the CPDD, members of CICPA Education and Training Committee</td>
</tr>
<tr>
<td>19.</td>
<td>1 October 2010</td>
<td>Prepare and publish articles and other promotional materials in the CICPA Journal and on the CICPA website <a href="http://www.CICPA.org.cn">www.CICPA.org.cn</a> in order to enhance the awareness of the financial auditors, trainees in the financial audit and the public in general about the standards.</td>
<td>31 December 2010 Completed</td>
<td>Deputy Secretary General of CICPA in charge of standards setting, Directors of Professional Standards and Technical Guidance Department</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting, experts from accounting firms and academia</td>
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**Monitoring Activities**

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<tr>
<td>20.</td>
<td>June 2012</td>
<td>Carry out the quality assurance review to ensure Compliance with new and revised standards.</td>
<td>Ongoing</td>
<td>CICPA Deputy Secretary General, Director of Quality Assurance Department</td>
<td>Inspectors and experts from firms, staff in charge of quality assurance in CICPA and local CPA institutes</td>
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<td>Maintain Ongoing Processes</td>
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<td>21</td>
<td>Ongoing</td>
<td>Continue to support ongoing convergence with IAASB pronouncements. This includes review of the implementation of the Action Plan to date and updating the Action Plan for future activities as necessary.</td>
<td>Ongoing</td>
<td>CICPA Secretary General, Directors of Departments concerned, Chairs of boards and committees concerned</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting, experts from accounting firms and academia</td>
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<td>Review of CICPA's Compliance Information</td>
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<tr>
<td>22</td>
<td>Ongoing</td>
<td>Perform periodic review of CICPA’s response to the IFAC Compliance Self-Assessment questionnaires and update sections relevant to SMO 3 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.</td>
<td>Ongoing</td>
<td>CICPA Deputy Secretary General, Director of Professional Standards and Technical Guidance Department</td>
<td>Staff of Professional Standards and Technical Guidance Department under the direction of the Deputy SG of CICPA in charge of standards setting, experts from accounting firms and academia</td>
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</table>
Action Plan Subject: SMO 4–IESBA Code of Ethics for Professional Accountants
Action Plan Objective: Ongoing Convergence with the IESBA Code of Ethics

### Background:

In September, 2009, the CICPA established the China Ethics Standards Board for CPAs (CESB), which is responsible for the approval of the CICPA Code of Ethics. In October, 2009, the final updated version of CICPA Code of Ethics, which has achieved convergence with the IESBA Code of Ethics, was approved by CESB. It was put into practice as of July 1st, 2010.

To promote the implementation of the revised Code of Ethics, the Professional Standards Department will provide some practicing guidelines and explanatory materials.

### Updating the Code of Ethics

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<tbody>
<tr>
<td>23</td>
<td>1 March 2011</td>
<td>Establish a task force; translate the IESBA Code of Ethics (2010) into Chinese. Then review and revise the drafted translation, publish the final version. Now the translation is in the final review process.</td>
<td>30 September, 2013 Completed</td>
<td>CICPA Secretary General and Directors of Professional Standards and Technical Guidance Department</td>
<td>Professional Standards and Technical Guidance staff under direction of Deputy SG of CICPA in charge of standards setting, experts from accounting firms, and academics from universities and colleges</td>
</tr>
<tr>
<td>24</td>
<td>1 November 2009</td>
<td>Establish a task force; translate the CICPA Code of Ethics into English. Then review and revise the drafted translation, publish the final version.</td>
<td>Completed</td>
<td>CICPA Deputy Secretary General and Directors of Professional Standards and Technical Guidance Department</td>
<td>Professional Standards and Technical Guidance staff under direction of Deputy SG of CICPA in charge of standards setting, experts from accounting firms, and academics from universities and colleges</td>
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<td>25.</td>
<td>1 March 2010</td>
<td>To promote the implementation of the CICPA Code of Ethics, establish a task force, and draft the practicing guidelines. Then discuss and revise the drafted version of the practicing guidelines, issue the final version.</td>
<td>Completed</td>
<td>CICPA Deputy Secretary General and Directors of Professional Standards and Technical Guidance Department</td>
<td>Professional Standards and Technical Guidance staff under direction of Deputy SG of CICPA in charge of standards setting, experts from accounting firms and colleges</td>
</tr>
<tr>
<td>26.</td>
<td>29 May, 2013</td>
<td>Establish a task force; draft Q&amp;A materials giving CPAs specific guidance to understand and implement CICPA Code, effectively improve the CPAs’ professional ethics.</td>
<td>31 December 2013 Completed</td>
<td>CICPA Deputy Secretary General and Directors of Professional Standards and Technical Guidance Department</td>
<td>Professional Standards and Technical Guidance staff under direction of Deputy SG of CICPA in charge of standards setting, experts from accounting firms</td>
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**Monitoring Activities**

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<tbody>
<tr>
<td>27.</td>
<td>June 2011</td>
<td>Carry out quality assurance review to ensure compliance with new and revised the CICPA Code of Ethics.</td>
<td>Ongoing</td>
<td>CICPA Secretary General Director of Quality Assurance Department</td>
<td>Inspectors and experts from firms, staff in charge of Quality Assurance in CICPA and local CPA institutes</td>
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**Maintaining Ongoing Processes**

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<tr>
<td>28.</td>
<td>Ongoing</td>
<td>Continue to support ongoing convergence with the IFAC Code of Ethics. This includes review of the implementation of the Action Plan to date and updating the Action Plan for future activities.</td>
<td>Ongoing</td>
<td>CICPA Secretary General Directors of Departments concerned, Chairs of boards and committees concerned</td>
<td>Respective board members, technical staff responsible for respective boards</td>
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<tr>
<td>#</td>
<td>Start Date</td>
<td>Actions</td>
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<td>Responsibility</td>
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<td></td>
<td>Ongoing</td>
<td>Perform periodic review of CICPA’s response to the IFAC Compliance Self-Assessment questionnaires and update sections relevant to SMO 4 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.</td>
<td>Ongoing</td>
<td>CICPA Secretary General and Directors of Professional Standards and Technical Guidance Department</td>
<td>CICPA Staff</td>
</tr>
</tbody>
</table>
**Action Plan Subject:** SMO 5—International Public Sector Accounting Standards and Other Pronouncements Issued by the IPSASB  
**Action Plan Objective:** Continue to Use Best Endeavors to Promote the Use of IPSASs in China

<table>
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<tr>
<th>#</th>
<th>Start Date</th>
<th>Actions</th>
<th>Completion Date</th>
<th>Responsibility</th>
<th>Resource</th>
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<tbody>
<tr>
<td>30</td>
<td>Ongoing</td>
<td>Continue to support the research on and reference to IPSASs through the Ministry of Finance’s (MOF) participation in the IPSASB work program.</td>
<td>Ongoing</td>
<td>CICPA Secretary General</td>
<td>CICPA Staff</td>
</tr>
<tr>
<td>31</td>
<td>Ongoing</td>
<td>Continue to use best endeavors by identifying opportunities to further assist in convergence with IPSASs. This includes review of the existing activities and preparation of the Action Plan for future activities where necessary.</td>
<td>Ongoing</td>
<td>CICPA Secretary General</td>
<td>CICPA Staff</td>
</tr>
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</table>

**Background:**

Adoption of accounting standards for Government is beyond the CICPA's mandate. As such activities revolve around promotion and encouragement for IPSAS adoption. (For further actions, please see below.)

**Promote the Use of IPSASs**

**Review of CICPA’s Compliance Information**

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<tr>
<th>#</th>
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<th>Completion Date</th>
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<tbody>
<tr>
<td>32</td>
<td>Ongoing</td>
<td>Perform periodic review of CICPA’s response to the IFAC Compliance Self-Assessment questionnaires and update sections relevant to SMO 5 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.</td>
<td>Ongoing</td>
<td>CICPA Secretary General</td>
<td>CICPA Staff</td>
</tr>
</tbody>
</table>
**Action Plan Subject:** SMO 6–Investigation and Discipline  
**Action Plan Objective:** Continue to Use Best Endeavors to Maintain an Investigation and Disciplinary Mechanism that Addresses all SMO 6 Requirements

<table>
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<tr>
<th>#</th>
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**Background:**

In January 2011, CICPA started to reform the disciplinary mechanism, in order to improve the disciplinary mechanism. The revised Disciplinary Measures for Non-Compliant Conduct by CICPA Members formulated by the CICPA became effective as of July 16, 2011. Accordingly the Disciplinary Committee of the CICPA is responsible for taking disciplinary action with the further option for appeal to an Appeal Committee. Local institutes can either follow the above Disciplinary Measures or formulate detailed implementation measures which are materially consistent.

The provisions of SMO 6 have been incorporated in the design of the Disciplinary Measures and CICPA is committed to ongoing compliance with the requirements of SMO 6.

**Maintaining Ongoing Processes**

33. Ongoing | Continue to ensure CICPA’s investigation and disciplinary mechanism continues to comply with all SMO 6 requirements. This includes review of the existing mechanism and updating the Action Plan for future activities where necessary. | Ongoing | CICPA Deputy Secretary General and Director of Quality Assurance Department | Experts from firms, staff in charge of Quality Assurance in CICPA and local CPA institutes |

**Review of CICPA’s Compliance Information**

34. Ongoing | Perform periodic review of CICPA’s response to the IFAC Compliance Self-Assessment questionnaires and update sections relevant to SMO 6 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information. | Ongoing | CICPA Deputy Secretary General and Director of Quality Assurance Department | Staff in charge of Quality Assurance in CICPA |
**Action Plan Subject:** SMO 7–International Financial Reporting Standards and Other Pronouncements issued by the IASB  
**Action Plan Objective:** Continue to Use Best Endeavors to Support the Ministry of Finance Ongoing Program for Adoption and Implementation of IFRS

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<th>Completion Date</th>
<th>Responsibility</th>
<th>Resource</th>
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<td><strong>Background:</strong> according to Accounting Law of the People's Republic of China, the Ministry of Finance is responsible for developing accounting norms, including accounting standards. In 2006, the Ministry of Finance released Chinese Accounting Standards which converged with IFRS. In April 2010, the Ministry of Finance released the Roadmap for Continuing Convergence of Chinese Accounting Standards for Business Enterprises with International Financial Reporting Standards, promising to revise and improve Chinese Accounting Standards persistently in accordance with the revision and improvement of IFRSs. CICPA supports the implementation and improvement of Chinese Accounting Standards. The Chinese Accounting Standards for Small Enterprises were issued by the Ministry of Finance on October 18, 2011, which took effect on January 1, 2013. The Ministry of Finance has taken measures to ensure the smooth transition and effective implementation of the Chinese Accounting Standards for Small Enterprises, including organizing education sessions, reinforcing regulation and so on. CICPA will support the implementation of CAS for SEs.</td>
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**Ongoing Program for Adoption and Implementation of IFRS**

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<tr>
<th></th>
<th>Ongoing</th>
<th>Continue to support the implementation of Chinese Accounting Standards in China (CASs) which substantially converged with IFRS through providing training and education in IFRS, and actively providing feedback on the revision of accounting standards.</th>
<th>Ongoing</th>
<th>CICPA Secretary General</th>
<th>CICPA Staff</th>
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<tr>
<td>35.</td>
<td>Ongoing</td>
<td>Continue to use best endeavors by identifying opportunities to further assist in implementation of IFRS. This includes review of the existing activities and updating the Action Plan for the future activities where necessary.</td>
<td>Ongoing</td>
<td>CICPA Secretary General</td>
<td>CICPA Staff</td>
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<td></td>
<td>Ongoing</td>
<td>Perform periodic review of CICPA’s response to the IFAC Compliance Self-Assessment questionnaires and update sections relevant to SMO 7 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.</td>
<td>Ongoing</td>
<td>CICPA Secretary General</td>
<td>CICPA Staff</td>
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