Agenda Item

5

Committee: IAASB
Meeting Location: New York
Meeting Date: October 19–21, 2005

Materiality

Objectives of Agenda Item
To consider significant issues raised by respondents to the Exposure Draft (ED), Proposed ISA 320 (Revised), “Materiality in the Identification and Evaluation of Misstatements,” issued in September 2004, and the Task Force’s recommendations.

Task Force Members
The members of the Task Force are:

Denise Esdon (Chair) IAASB member
Lyn Graham US ASB member
Jon Grant UK APB member and IAASB technical advisor
Diana Hillier IAASB technical advisor
David Lindsell UK APB member
Graham Pimlot UK APB member
Robert Tizzano IAASB member

Activities Since Last IAASB Discussions
The Task Force met twice and held one telephone conference to consider the comments received in response to the ED.
Material Presented

Agenda Paper 5-A
(Pages 2219-2248)
Summary of Significant Comments and Task Force’s Recommendations

Agenda Paper 5-B
(Pages 2249-2246)
Proposed ISA 320, “Materiality in Planning and Performing an Audit”
[PREPARED FOR ILLUSTRATIVE PURPOSES ONLY. TEXT IS THE ED-ISA 320 TEXT. NO CHANGES HAVE BEEN PROCESSED TO THIS DRAFT IN RESPONSE TO COMMENTS RECEIVED ON EXPOSURE.]

Agenda Paper 5-C
(Pages 2257-2264)
Proposed ISA XXX, “The Identification and Evaluation of Misstatements”
[PREPARED FOR ILLUSTRATIVE PURPOSES ONLY. TEXT IS THE ED-ISA 320 TEXT. NO CHANGES HAVE BEEN PROCESSED TO THIS DRAFT IN RESPONSE TO COMMENTS RECEIVED ON EXPOSURE.]

A copy of the original ED is included in the meeting material for reference purposes.

Action Requested

The IAASB is asked to review the Summary of Significant Comments and Task Force’s Recommendations.

The comment letters are available from:
http://www.ifac.org/Guidance/EXD-Comments.php?EDID=0038&Group=All+Responses