Agenda Item 8

Committee: IAASB
Meeting Location: Athens
Meeting Date: June 16-20, 2008

Proposed Revised ISA 505 (Revised and Redrafted)

Objective of Agenda Item
1. To review significant comments received on the Exposure Draft (ED), Proposed ISA 505 (Revised and Redrafted), “External Confirmations,” and to discuss a revised draft of the ISA.

Task Force Composition
2. The members of the Task Force are:
   - Craig Crawford (Chair) IAASB member
   - Josef Ferlings IAASB member
   - David Swanney IAASB member
   - Simon Hancox External member
   - John O’Brien External member

Activities since Last IAASB Discussions
3. The IAASB issued the ED in October 2007. The comment period closed February 15, 2008. A total of 46 comment letters were received. A list of the respondents is included in the Appendix to the Issues Paper in Agenda Item 8-A. Respondents’ comment letters can be accessed on the IAASB website at http://www.ifac.org/Guidance/EXD-Outstanding.php

4. The Task Force met twice in April 2008 to discuss the comments received from respondents and to finalize its recommendations for consideration by the IAASB. The Task Force has not discussed the response from IOSCO that was received on May 13, 2008. However, where issues discussed in the Issues Paper in Agenda Item 8-A were also raised in the IOSCO letter, this has been so noted.

5. IAASB review and approval of the proposed final version of ISA 505 (Revised and Redrafted) is scheduled for the September 2008 IAASB meeting.
Material Presented

Agenda Item 8-A  Issues Paper
(Pages 1027 - 1036)

Agenda Item 8-B  Revised Draft of Proposed ISA 505 (Revised and Redrafted) (Clean)
(Pages 1037 - 1050)

Agenda Item 8-C  Revised Draft of Proposed ISA 505 (Revised and Redrafted) (Mark Up from ED)
(Pages 1051 - 1064)

Draft to be Discussed at the Meeting

6. The Task Force proposes that the clean version of the revised draft (Agenda Item 8-B) be discussed at the meeting.

Action Requested

7. The IAASB is asked to consider the significant issues raised by the respondents and the Task Force’s recommendations in the accompanying Issues Paper (Agenda Item 8-A) and the proposed revised draft of ISA 505 (Revised and Redrafted) (Agenda Item 8-B).