

Response to the IFAC Part 2, SMO Self-Assessment Questionnaire

Member Name: Korean Institute of Certified Public Accountants

Country: Korea

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Number	Question Title/Text/Help text	Answer	Comments
IFAC Part 2 SMO Self-Assessment			
1.	SMO 1		
1.1.	Quality Assurance Program		
1.1.1.	<i>Quality Assurance Review Program</i> In your jurisdiction is there a mandatory quality assurance review program in place for members of your organization performing audits of financial statements of listed companies?	1 ☉ Yes	<ul style="list-style-type: none"> - The QA reviews by the FSS are reviews of the audit firm. - Reviews are on a cycle basis. The cycle under discussing is 2 years for Big 4s and 3 to 5 years for other firms. - Reviewers are the staff of the FSS. - The KICPA published KSQC based on ISQC1 in 2005. The KSQC has been followed as guidance by the members of the KICPA. - The FSS held presentation explaining the QA review

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		2○ No	program and the checklist for the reviewers in 2006.
1.2.	Responsibility for Quality Assurance - Overview		
1.2.1.	<p><i>Responsibility for Quality Assurance</i> Within your jurisdiction, is your organization responsible for monitoring the quality of the work of your members performing audits of financial statements? Select the answer option that is most appropriate.</p>	<p>1○ Yes - for all audits of financial statements</p> <p>2⊙ Yes - for all audits except those of listed entities</p> <p>3○ Our organization shares responsibility for the quality assurance program with another body</p> <p>4○ No, responsibility for quality assurance for all audits rests with another body</p> <p>5○ Other (please describe)</p> <p>6○ Not applicable - no members of our organization perform audits of listed entities</p>	<p>The name of the KICPA committee responsible for QA is "Audit Quality Control Supervisory Committee".</p>
1.2.3.	<p><i>Name of Other Body Responsible for QA - Listed Entities</i> State the name of the body external to the profession that is responsible for quality</p>	Financial Supervisory Service(FSS)	There is Audit Review Committee under the FSS,

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	assurance review for audits of listed entities.		<p>which deals with QA. The committee deliberates the results of QA reviews and the recommendations presented by Auditing Oversight Teams. The committee submits its opinion and the recommendations to the Securities and Future Commission.</p> <p>The SFC makes a final decision upon the recommendations based on the opinion of Audit Review Committee.</p>
1.2.4.	<p><i>Quality Assurance (Other Body) - Scope</i> Is the scope of the of the quality assurance review program implemented by another body materially narrower than the scope of the requirements of SMO1?</p>	<p>1 <input type="radio"/> Yes</p> <p>2 <input checked="" type="radio"/> No</p>	
1.2.7.	<p><i>Quality Assurance (Member Body) - Scope</i> What types of engagements are included in the scope of the quality assurance review program performed by your organization? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Financial statement audit - audit of other than listed entities</p>	

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		<input type="checkbox"/> Other Assurance Services (e.g., Review, Compilation) <input type="checkbox"/> Insolvency <input type="checkbox"/> Other (please specify)	
1.3.	<i>Activities to promote SMO 1</i> Please describe what activities your organization undertakes to promote obligations set in SMO 1 Quality Assurance.	We established TF to improve our Quality Assurance review program and published Korean Standard on Quality Control fully adopting International Standard on Quality Control in December 2005.	
1.4.	Member - Benchmarking		
1.4.1.	Quality Control Standards and Guidance		
1.4.1.1.	<i>Quality Control Standards</i> Has your organization established and published quality control standards requiring firms to implement a system of quality control in accordance with International Standard on Quality Control 1?	<input checked="" type="radio"/> Yes <input type="radio"/> No	
1.4.1.3.	<i>Quality Control Standards - Name</i> State the name of the relevant quality control standards.	Korean Standard on Quality Control	
1.4.1.4.	<i>Other Quality Control Guidance</i> Has your organization established and published other quality control guidance to assist your members to understand the objectives of quality control and to	<input type="radio"/> Yes	

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	implement and maintain appropriate systems of quality control?	2⊙ No	
1.4.1.6.	<i>Other Quality Control Guidance Follow Up</i> What plans does your organization have for developing and issuing other quality control guidance for your members? If you do not have such plans, what special reasons or conditions for that fact exist?	In 2006 we plan to publish a guidance to assist our members to understand our quality control standard and to implement and maintain appropriate systems of quality control.	
1.4.2.	Design of the Quality Assurance Review Program		
1.4.2.1.	<i>Subject of the QA Review Program</i> Who is the subject of the quality assurance review program?	1 <input checked="" type="checkbox"/> Audit firm 2 <input type="checkbox"/> Partner	
1.4.2.2.	<i>Audit Firm</i> As the audit firm is the subject of the quality assurance review program, the quality assurance program should be designed, as required by SMO 1, to obtain reasonable assurance that: - The firm has an adequate system of quality control relating to audits of financial statements of listed entities (and of other entities or engagements that are also included in the scope of the review). - The firm complies with that system.	1⊙ Yes	

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	<p>- The firm and engagement teams have adhered to professional standards and regulatory and legal requirements in performing audits of financial statements selected for review.</p> <p>Does the quality assurance program contain all three of these elements?</p>	<p style="text-align: center;">2○ No</p>	
1.4.2.5.	<p><i>Publication of Scope</i> Does your organization publish a description of the scope and design of its quality assurance review program?</p>	<p style="text-align: center;">1⊙ Yes</p> <p style="text-align: center;">2○ No</p>	
1.4.2.7.	<p><i>Name of Documents</i> Please name the published document(s) that describe the scope and design of the quality assurance review program.</p>	<p>Standard on Quality assurance review, Guidance for Quality assurance review, Quality assurance review manual</p>	
1.4.2.8.	<p><i>Location of Documents</i> Please indicate where the document(s) that include details on the scope and design of the quality assurance program can be located (e.g., provide internet address or indicate that documents are available from your organization).</p>	<p>The documents are available from our organization. But English version is not available.</p>	

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1.4.3.	Review Cycle		
1.4.3.1.	<p><i>Selection Approach</i> Please select the approach used to select subjects for quality assurance review. Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Cycle approach</p> <p>2 <input type="checkbox"/> Risk-based approach</p>	
1.4.3.2.	<p><i>Cycle Approach - Firm</i> As the audit firm is the subject of the review, please indicate the maximum number of years in the review cycle:</p>	<p>1 <input type="radio"/> 1 year</p> <p>2 <input type="radio"/> 2 years</p> <p>3 <input type="radio"/> 3 years</p> <p>4 <input type="radio"/> 4 years</p> <p>5 <input checked="" type="radio"/> 5 years</p> <p>6 <input type="radio"/> 6 or more years</p>	
1.4.3.4.	<p><i>Cycle Greater Than Three Years</i> As the review cycle is more than the three year cycle recommended by SMO1, please provide an explanation for adopting a longer cycle.</p>	<p>The review cycle was determined before SMO1 was announced. New review cycle is under discussion.</p> <p>According to the plan of the FSS, the review cycle for Big firms would be 2 years and the review cycle for other firms would be from 3 to 5 years depending on the number of the listed companies audited by the firms. New review</p>	

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			cycle is expected to be implemented in 2007.
1.4.4.	Implementation of the Quality Assurance Program		
1.4.4.1.	<i>Date of Implementation</i> On what date did the quality assurance review program commence? (provide month/year)	10/1/2003	
1.4.4.2.	<i>Number of Reviews - 2005</i> How many quality assurance reviews were completed during the year ended December 31, 2005 (or other 12 month period ending in 2005)?	15	15 firms 267 engagements
1.4.4.3.	<i>Number of Reviews - 2004</i> How many quality assurance reviews were completed during the year ended December 31, 2004 (or other 12 month period ending in 2004)?	9	9 firms 235 engagements
1.4.4.4.	<i>Number of Reviews - 2003</i> How many quality assurance reviews were completed during the year ended December 31, 2003 (or other 12 month period ending in 2003)?	5	5 firms 223 engagements
1.4.5.	Quality Assurance Review Team Procedures		

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1.4.5.1.	<p><i>Publication of Review Guidelines</i> Does your organization publish guidelines for procedures to be followed by quality assurance review teams?</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	
1.4.5.2.	<p><i>Name of Guidelines</i> State the name of the published document(s) that include the procedures required to be followed by quality assurance review teams.</p>	<p>Standard on Quality Assurance review, Guidance for Quality Assurance review, Quality Assurance review manual</p>	
1.4.5.4.	<p><i>Location of Guidelines</i> How can the document(s) that include the procedures required to be followed by quality assurance review teams be located (e.g., provide internet address or indicate that documents are available from your organization)?</p>	<p>The documents are available from our organization. But English version is not available.</p>	
1.4.5.5.	<p><i>Content of Guidelines</i> SMO 1 requires that the procedures to be performed during the quality assurance review include:</p> <p>a. An assessment of the system of quality control relating to audits of financial statements of listed entities (minimum requirement)</p>	<p>1 <input checked="" type="radio"/> Yes</p>	

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	<p>b. Sufficient review of the quality control policies and procedures and reviews of engagement working papers to evaluate:</p> <ul style="list-style-type: none"> - The functioning of that system of quality control, and compliance with it; and - The compliance with professional standards and regulatory and legal requirements in respect of audits of financial statements <p>c. Review of engagement working papers</p> <p>d. Specific requirements regarding documentation of the review</p> <p>Does your quality assurance review program include requirements for all of these procedures?</p>	2 <input type="radio"/> No	
1.4.5.7.	<p><i>Review of Engagement Working Papers</i></p> <p>SMO 1 requires procedures to be performed for the review of engagement working papers, including the evaluation of:</p> <ul style="list-style-type: none"> - The existence and effectiveness of the system of quality control implemented by the subject of the review; - Compliance with professional standards and regulatory and legal requirements in performing the engagement; - The sufficiency and appropriateness of evidence documented in the working papers; 	1 <input checked="" type="radio"/> Yes	

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	<p>and - Whether the auditor's reports are appropriate in the circumstances.</p> <p>Does your quality assurance review program include requirements for all of these procedures?</p>	2○ No	
1.4.5.9.	<p><i>Documentation</i> Do the procedures to be performed by the quality assurance review team require documentation:</p> <p>- of evidence supporting the quality assurance review report; and - that establishes that the quality assurance review was carried out in accordance with the established guidelines.</p> <p>Are both of these requirements included in the quality assurance review program?</p>	1⊙ Yes	
		2○ No	
1.4.6.	The Quality Assurance Review Team		
1.4.6.1.	<p><i>Skills and Competence</i> Members of the quality assurance review team should have the necessary competencies to perform expected work. As required by SMO 1, these competencies should include:</p>	1⊙ Yes	

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	<ul style="list-style-type: none"> - Appropriate professional education - Relevant professional experience - Specific training on performing quality assurance reviews <p>Does the quality assurance review program require members of the quality assurance review team to have all three of these competencies?</p>	2○ No	
1.4.6.3.	<p><i>Certification/Credentials</i></p> <p>Are members of the quality assurance review team required to possess certification or credentials issued by your organization to be eligible to serve as team members?</p>	1⊙ Yes	
		2○ No	
1.4.6.5.	<p><i>Quality Assurance Review Team Leader</i></p> <p>Where more than one reviewer is used to conduct a review, is a quality assurance review team leader assigned for each quality assurance review assignment?</p>	1⊙ Yes	
		2○ No	
1.4.6.7.	<p><i>QA Review Team Leader - Responsibilities</i></p> <p>As required by SMO 1, the responsibilities of the quality assurance review team leader should include:</p> <ul style="list-style-type: none"> - Supervision of the quality assurance review. 	1⊙ Yes	

Number	Question Title/Text/Help text	Answer	Comments
	<ul style="list-style-type: none"> - Communication of the quality assurance review team's conclusions to the subject of the review. - Preparation of the quality assurance review report. <p>Does the quality assurance program place all these responsibilities on the review team leader?</p>	2○ No	
1.4.6.9.	<p><i>Size of Quality Assurance Review Team</i> Please estimate the average number of reviewers included on a review team.</p>	3	
1.4.7.	Quality Assurance Confidentiality - QA Review Team		
1.4.7.1.	<p><i>Exemption for QA Reviewers</i> Does your organization exempt members from professional client confidentiality requirements concerning audit engagement working papers for the purpose of quality assurance reviews?</p>	1⊙ Yes 2○ No	
1.4.7.3.	<p><i>Confidentiality Requirements</i> Is the quality assurance review team required to follow professional confidentiality requirements similar to those established for professional accountants performing audits of financial statements?</p>	1⊙ Yes	

Number	Question Title/Text/Help text	Answer	Comments
		2○ No	
1.4.8.	Ethical Requirements and QA Review Team		
1.4.8.1.	<i>Fundamental Principles</i> Are the fundamental principles set out in the IFAC Code of Ethics (relevant national ethical requirements) considered in relation to the quality assurance review team's conduct of a review?	1⓪ Yes	
		2○ No	
1.4.8.3.	<i>Consideration of Independence</i> Quality assurance review team members are expected to be independent of the member (i.e., the accountant or firm being reviewed) and the member's clients selected for review. Do those who select and approve a review team determine whether the independence of the quality assurance review team leader and each member of the quality assurance review team has been reasonably assured?	1⓪ Yes	
		2○ No	
1.4.8.5.	<i>Reciprocal Reviews</i> Where the review is performed by team members from a single firm (e.g., a "peer review"), please indicate whether firms are permitted to perform reciprocal quality assurance reviews.	1○ Yes, reciprocal reviews are permitted	
		2○ No, reciprocal reviews are not permitted	

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		3 <input checked="" type="radio"/>	Not applicable - peer review is not used
1.4.9.	Reporting		
1.4.9.1.	<i>Quality Assurance Review Report</i> Is the quality assurance review team leader required to issue a written quality assurance review report to the reviewed firm or partner upon completion of each quality assurance review assignment?	1 <input checked="" type="radio"/>	Yes
		2 <input type="radio"/>	No
1.4.9.3.	<i>Contents of Report</i> As required by SMO 1, the quality assurance review report should include the following elements: - The review guidelines (referred to in Question 1.4.5.1) utilized by the quality assurance review team. - Recommendations for areas of improvement at both firm wide and engagement level. Does the quality assurance program require both of these elements to be included in the report?	1 <input checked="" type="radio"/>	Yes
		2 <input type="radio"/>	No
1.4.9.5.	<i>Contents of Report - Firm</i> As required by SMO 1, the quality assurance review report should include the following	1 <input checked="" type="radio"/>	Yes

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	<p>conclusions:</p> <ul style="list-style-type: none"> - Whether the firm's system of quality control has been designed to meet the requirements of the applicable quality control standards; - Whether the firm has complied with its system of quality control during the period under review; and - Reasons for reaching negative conclusions on either or both of the above. <p>Does the quality assurance program require all of these elements to be included in the report?</p>	2○ No	
1.4.9.8.	<p><i>Response to Reporting</i></p> <p>Is the subject of the review required to provide a timely written response to the recommendations and conclusions of the quality assurance review report, including planned actions and expected time of completion or implementation?</p>	1⊙ Yes	
		2○ No	
1.4.9.10.	<p><i>Reporting to the Public</i></p> <p>Does your organization prepare and make available to the public (and upon request from regulatory authorities) an annual report summarizing the results of the quality assurance review program?</p>	1○ Yes	

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		2⊙ No	
1.4.9.11.	<p><i>Reporting to the Public Follow Up</i> Please explain why your organization does not prepare an annual report summarizing the results of the quality assurance review program available to the public?</p>	<p>The KICPA plans to prepare review reports available to the public.</p> <p>Currently the FSS is establishing QA review system. The FSS plans to prepare a report summarizing its findings and recommendations for areas of improvement for the individual firm. The report will not be open to the public until 1 year after the firm receives the review report.</p> <p>The FSS plans to prepare a comprehensive report annually and make the report open to the public. This plan is expected to be implemented in 2007.</p> <p>The KICPA will prepare review reports available to the public following the plan of the FSS.</p>	
1.4.10.	Corrective and Disciplinary Actions		
1.4.10.1.	<p><i>Corrective Actions Required</i> Does your organization require each of its members to make appropriate corrections to its system of quality control, or in its</p>	1⊙ Yes	

Number	Question Title/Text/Help text	Answer	Comments
	compliance with policies and procedures?	2○ No	
1.4.10.3.	<p><i>Disciplinary Actions</i> If one of your members subsequently fails to demonstrate compliance with professional standards and regulatory and legal requirements, do you take appropriate disciplinary action?</p>	<p>1○ Yes</p> <p>2⊙ No</p>	
1.4.10.4.	<p><i>Disciplinary Actions Follow Up</i> Please explain why your organization does not take appropriate disciplinary action if one of your members subsequently fails to demonstrate compliance with professional standards and regulatory and legal requirements.</p>	<p>From 2006, the firms that audit listed companies will be reviewed by FSS. Therefore FSS and the KICPA are considering appropriate disciplinary actions.</p> <p>When the KICPA QA review system commenced in 2003 before the announcement of SMO1, the objective of the QA review was to guide and assist the members of the KICPA in designing and implementing their QA control system.</p>	<p>There were 4 types of conclusions of the review reports of the KICPA, such as unqualified, qualified, adverse, and disclaimer. If a firm receives opinion other than unqualified, the firm may lose its good reputation. Therefore the opinion itself has been considered to be disciplinary action to the firm.</p> <p>However, the KICPA has never issued opinions other than unqualified and the conclusions have not been made to the public. Instead, the KICPA has prepared</p>

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			<p>review reports recommending areas of improvement of the QA system of the firms in order to provide the firms with guidance of designing and implementing QA control systems.</p> <p>In 2005, the QA reviews for the major firms that audit listed companies were determined to be performed directly by the FSS. Therefore, currently the FSS is developing a new QA review system including discipline system. The KICPA will apply the new QA discipline system developed by the FSS in 2007.</p>
1.4.10.5.	<p><i>Linkage with Disciplinary Actions</i> Does your organization clearly establish a link between less than satisfactory results of quality assurance reviews and the initiation of corrective and disciplinary actions under its disciplinary system?</p>	<p>1 <input type="radio"/> Yes</p> <p>2 <input checked="" type="radio"/> No</p>	

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1.4.10.6.	<p><i>Disciplinary Actions Link Follow Up</i> Please explain the reason why your organization has not clearly established a link between less than satisfactory results of quality assurance reviews and the initiation of corrective and disciplinary actions under its disciplinary system.</p>	<p>Please see answer and comments to 1.4.10.4.</p> <p>The KICPA QA review process didn't issue discipline and corrective actions against the members but the KICPA has required the firms to improve their quality control systems. The KICPA has prepared review reports recommending areas of the improvement of their QA control systems.</p>	
2.	<p>SMO 2</p>		
2.1.	<p><i>MB Membership Requirements</i> Which of the following are required for individuals to be admitted as members in your organization? Select all the options that are appropriate.</p>	<p>1<input checked="" type="checkbox"/> Complete a program of professional accountancy education</p> <p>2<input checked="" type="checkbox"/> Complete a practical experience requirement</p> <p>3<input checked="" type="checkbox"/> Complete a final assessment of the individual's professional capabilities and competencies</p> <p>4<input type="checkbox"/> None of the above</p>	

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2.2.	<p><i>Continuous Professional Development</i> Is there a requirement for your members to develop and maintain competence through continuous professional development (CPD)?</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	
2.3.	Professional Accountancy Education		
2.3.1.	<p><i>Professional Accountancy Education Program</i> Who delivers the professional accountancy education program for your members? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Our organization</p> <p>2 <input type="checkbox"/> Another IFAC member body</p> <p>3 <input type="checkbox"/> Universities</p> <p>4 <input type="checkbox"/> Approved training institutions</p> <p>5 <input type="checkbox"/> Government bodies</p> <p>6 <input type="checkbox"/> Other organizations</p>	
2.7.	IES 1 Entry Requirements		
2.7.1.	<p><i>Entry Requirements and Equivalency</i> Section 2.7 deals with the entry requirements to the professional accountancy education program delivered by your organization.</p> <p>Are the entry requirements to the program equivalent to admissions requirements for a recognized university degree program (or its equivalent)?</p>	<p>1 <input checked="" type="radio"/> Entry requirements are at least equivalent to that for admission into a recognized university degree program (or its equivalent)</p> <p>2 <input type="radio"/> Entry requirements are not</p>	

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			equivalent to that for admissions into a recognized university degree program (or its equivalent)
2.7.3.	<p><i>Process for Checking Equivalency</i> Is there a formal process for assessing whether an individual's experience and knowledge is equivalent to that for admissions into a recognized university?</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	
2.8.	IES 2 Content of Professional Accounting Education Program		
2.8.1.	<p><i>Gaining Accountancy Knowledge</i> Section 2.8 deals with the general content of the professional accountancy education program delivered by your organization.</p> <p>What forms of pre-qualification, professional accountancy knowledge are recognized by your organization? Select all the answer options that are appropriate.</p>	<p>1 <input type="checkbox"/> Post-secondary accounting degree</p> <p>2 <input type="checkbox"/> Post-secondary business or finance degree</p> <p>3 <input type="checkbox"/> Post-secondary degree in another subject matter</p> <p>4 <input type="checkbox"/> Qualification offered by another IFAC member body</p> <p>5 <input type="checkbox"/> Relevant work experience</p> <p>6 <input checked="" type="checkbox"/> Other</p>	

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2.8.5.	<p><i>Describe Other</i> Describe the other ways professional accountancy knowledge may be gained that are recognized by your organization.</p>	<p>From 2007, any person who has earned not less than regular credits in regular subjects at any university, college or credit-recognition institution shall not apply to CPA examination.</p> <p>The kinds of regular subjects and the number of credits shall be as follows: 1.Accounting and tax-related subjects: 12 credits; 2.Business administration: 9 credits; and 3.Economics: 3 credits.</p> <p>In addition, Korean CPA examination is very difficult. Therefore, the CPA examination requires candidates to gain enough professional accountancy knowledge.</p>	
2.8.6.	<p><i>Pre-Qualification for Professional Knowledge</i> What is the length of the professional accountancy knowledge component of pre-qualification education? Select the answer</p>	<p>1○ Two years of full-time study or part-time equivalent</p>	

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	option that is the most appropriate.	2○ Less than two years of full-time study or part-time equivalent 3⊙ More than two years of full-time study or part-time equivalent study	
2.8.7.	<i>Length Follow Up</i> Please describe the extent of professional accountancy knowledge that is required as part of the pre-qualification education component. Include in your description factors that were relevant in selecting the extent of knowledge required.	Accounting and Tax related(12 credits), Business Administration(9 credits), Economics(3 credits)	
2.8.8.	Pre-Qualification Content		
2.8.8.1.	<i>Accounting and Finance</i> Section 2.8.8.1 deals with the specific content of the professional accountancy education program delivered by your organization. Which of the following accounting, finance, and related knowledge subject areas are required prior to qualification? Select all the answer options that are appropriate.	1☑ Financial accounting and reporting 2☑ Management accounting and control 3☑ Control 4☑ Taxation	

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		5 <input checked="" type="checkbox"/> Business and commercial law 6 <input checked="" type="checkbox"/> Audit and assurance 7 <input checked="" type="checkbox"/> Finance and financial management 8 <input checked="" type="checkbox"/> Professional values and ethics 9 <input type="checkbox"/> None of the above	
2.8.8.3.	<i>Organizational and Business Knowledge</i> Which of the following organizational and business knowledge subject areas are required prior to qualification? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Economics 2 <input checked="" type="checkbox"/> Business environment 3 <input checked="" type="checkbox"/> Corporate governance 4 <input checked="" type="checkbox"/> Business ethics 5 <input checked="" type="checkbox"/> Financial markets 6 <input checked="" type="checkbox"/> Quantitative methods 7 <input checked="" type="checkbox"/> Organizational behavior 8 <input checked="" type="checkbox"/> Management and strategic decision making 9 <input checked="" type="checkbox"/> Marketing 10 International business and <input checked="" type="checkbox"/> globalization 11 None of the above <input type="checkbox"/>	
2.8.8.5.	<i>Information Technology</i> Which of the following information technology (IT) subject areas and competences are required prior to qualification? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> General knowledge of IT	

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		2 <input checked="" type="checkbox"/> IT control knowledge 3 <input checked="" type="checkbox"/> IT control competences 4 <input checked="" type="checkbox"/> IT user competences 5 <input checked="" type="checkbox"/> One of, or a mixture of, the competences of, the roles of manager, evaluator or designer of information systems 6 <input type="checkbox"/> None of the above	
2.8.8.7.	<i>Additional Content by Requirement</i> Are there additional content requirements specified by law or regulation, or your organization?	1 <input type="checkbox"/> Yes, as required by law or regulation 2 <input checked="" type="checkbox"/> Yes, as determined to be necessary by our organization 3 <input type="checkbox"/> No	
2.8.8.8.	<i>Additional Content - Describe</i> Describe the additional content required by law / regulation or determined to be necessary by your organization including whether this requirement applies to all professional accountants or those operating in public practice or employed in business.	professional ethics	
2.9.	IES 3 Professional Skills		
2.9.1.	<i>Development of Intellectual Skills</i> Section 2.9 deals with the professional skills required by the professional accountancy education program delivered by your organization.	1 <input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry	

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	<p>At what points in the professional accountancy education program are intellectual skills developed? Select all the answer options that are appropriate. In responding to this question refer to IES 3 paragraphs 13 and 14.</p>	<p>requirements</p> <p>2 <input type="checkbox"/> Through specific professional accountancy education course content</p> <p>3 <input checked="" type="checkbox"/> Through practical experience requirement</p> <p>4 <input type="checkbox"/> Other (please describe)</p>	
2.9.2.	<p><i>Intellectual Skills</i> Describe the specific intellectual skills candidates are required to have at the point of qualification and how these skills are assessed.</p>	<p>Our CPA exam is very difficult to pass and it is based on specific cases. Therefore the candidates who pass the exam are considered to have the appropriate intellectual skills. The candidates also obtain these skills through practical experience and are assessed by their mentors or employers.</p>	
2.9.3.	<p><i>Development of Technical and Functional Skills</i> At what points in the professional accountancy education program are technical and functional skills developed?</p>	<p>1 <input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy</p>	

Number	Question Title/Text/Help text	Answer	Comments
	Select all the answer options that are appropriate. In responding to this question refer to IES 3 paragraphs 13 and 15.	education program entry requirements 2 <input checked="" type="checkbox"/> Through specific professional accountancy education course content 3 <input checked="" type="checkbox"/> Through practical experience requirement 4 <input type="checkbox"/> Other (please describe)	
2.9.4.	<i>Technical and Functional Skills</i> Describe the specific technical and functional skills candidates are required to have at the point of qualification and how these skills are assessed.	Candidates are required to have the following technical and functional skills: - numeracy and IT proficiency - decision modeling and risk analysis - reporting - compliance with legislative and regulatory requirements Candidates also obtain these skills through practical experience and are assessed by their mentors or employers.	
2.9.5.	<i>Development of Personal Skills</i> At what points in the professional accountancy education program are personal skills developed? Select all the answer options that are appropriate. In responding to this question IES 3 paragraphs 13 and 16.	1 <input type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry requirements	

Number	Question Title/Text/Help text	Answer	Comments
		2 <input checked="" type="checkbox"/> Through specific professional accountancy education course content 3 <input checked="" type="checkbox"/> Through practical experience requirement 4 <input type="checkbox"/> Other (please describe)	
2.9.6.	<i>Personal Skills</i> Describe the specific personal skills candidates are required to have at the point of qualification and how these skills are assessed.	Candidates are required to have the following personal skills: - the ability to select and assign priorities within restricted resources and to organize work to meet tight deadlines - considering the implications of professional values, ethics and attitudes in decision making - professional skepticism Candidates also obtain these skills through practical experience and are assessed by their mentors or employers.	
2.9.7.	<i>Dev of Interpersonal and Communication Skills</i> At what points in the professional accountancy education program are interpersonal and communication skills developed? Select all the answer options that are appropriate. In responding to this question refer to IES 3 paragraphs 13 and	1 <input type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry requirements	

Number	Question Title/Text/Help text	Answer	Comments
17.		2 <input checked="" type="checkbox"/> Through specific professional accountancy education course content 3 <input checked="" type="checkbox"/> Through practical experience requirement 4 <input type="checkbox"/> Other (please describe)	
2.9.8.	<i>Interpersonal and Communication Skills</i> Describe the specific interpersonal and communication skills candidates are required to have at the point of qualification and how these skills are assessed.	Candidates are required to have the following interpersonal and communication skills: - work in teams - negotiate acceptable solutions and agreements in professional situations - present, discuss, report and defend views effectively through formal, informal, written and spoken communication Candidates also obtain these skills through practical experience and are assessed by their mentors or employers.	
2.9.9.	<i>Dev of Organizational and Business Mngt Skills</i> At what points in the professional accountancy education program are organizational and business management skills developed? Select all the answer	1 <input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry	

Number	Question Title/Text/Help text	Answer	Comments
	options that are appropriate. In responding to this question refer to IES 3 paragraphs 13 and 18.	<p>requirements</p> <p>2☑ Through specific professional accountancy education course content</p> <p>3☑ Through practical experience requirement</p> <p>4☐ Other (please describe)</p>	
2.9.10.	<p><i>Organizational and Business Management Skills</i></p> <p>Describe the specific organizational and business management skills candidates are required to have at the point of qualification and how these skills are assessed.</p>	<p>Candidates are required to have the following organizational and business management skills:</p> <ul style="list-style-type: none"> - strategic planning, project management, management of people and resources, and decision making - leadership - professional judgment and discernment <p>Candidates also obtain these skills through practical experience and are assessed by their mentors or employers.</p>	
2.10.	<p>IES 4 Professional Values, Ethics and Attitudes</p>		
2.10.1.	<p><i>Content for Values, Ethics and Attitudes</i></p> <p>Section 2.10 deals with professional ethics,</p>	<p>1Ⓐ Yes</p>	

Number	Question Title/Text/Help text	Answer	Comments
	<p>values, and attitude content and requirements of the professional accountancy education program delivered by your organization.</p> <p>Does the professional accountancy education program include coverage of values, ethics and attitudes?</p>	2 <input type="radio"/> No	
2.10.2.	Values, Ethics and Attitudes in Content		
2.10.2.1.	<p><i>Program Content for Values, Ethics and Attitudes</i></p> <p>Which of the following are included in the program content? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> The nature of ethics</p> <p>2 <input checked="" type="checkbox"/> Differences of detailed rules-based and framework approaches to ethics, their advantages and drawbacks</p> <p>3 <input checked="" type="checkbox"/> Compliance with the fundamental ethical principles of integrity, objectivity, commitment to professional competence and due care, and confidentiality</p> <p>4 <input checked="" type="checkbox"/> Professional behavior and compliance with technical standards</p> <p>5 <input checked="" type="checkbox"/> Concepts of independence, skepticism, accountability</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>and public expectations</p> <p>6<input checked="" type="checkbox"/> Ethics and the profession: social responsibility</p> <p>7<input checked="" type="checkbox"/> Ethics and law, including the relationship between laws, regulations and the public interest</p> <p>8<input checked="" type="checkbox"/> Consequences of unethical behavior to the individual, to the profession and to society at large</p> <p>9<input checked="" type="checkbox"/> Ethics in relation to business and good governance</p> <p>10 <input checked="" type="checkbox"/> Ethics and the individual professional accountant: whistle blowing, conflicts of interest, ethical dilemmas and their resolution.</p> <p>11 <input type="checkbox"/> None of the above</p>	
2.10.2.3.	<p><i>IFAC Code of Ethics</i> Is the program content based on the relevant sections of the IFAC Code of Ethics?</p>	<p>1<input checked="" type="radio"/> Yes</p> <p>2<input type="radio"/> No</p>	<p>We include education program introducing IFAC Code of Ethics and explaining the differences between our code of ethics and IFAC code of ethics.</p>
2.10.2.4.	<p><i>Workplace Learning Development</i> At what points in the professional</p>	<p>1<input type="checkbox"/> As part of general education</p>	

Number	Question Title/Text/Help text	Answer	Comments
	<p>accountancy education program are values, ethics, attitudes and adherence to them developed? Select all the answer options that are appropriate.</p>	<p>and / or as part of the program entry requirements</p> <p>2 <input checked="" type="checkbox"/> Through specific program course content</p> <p>3 <input type="checkbox"/> Through practical experience requirement</p> <p>4 <input type="checkbox"/> Other (please describe)</p>	
2.11.	IES 5 Practical Experience Requirement		
2.11.1.	<p><i>Approved Provider</i> Section 2.11 deals with the practical experience requirement established by your organization.</p> <p>Does the practical experience requirement have to be obtained with approved providers or employers?</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	
2.11.2.	<p><i>Provider Characteristics</i> Please describe the characteristics set by your organization for recognizing approved providers.</p>	<p>The MOFE (Ministry of Financial Economy) approve the following providers by law.</p> <ul style="list-style-type: none"> - accounting firms - listed companies - the companies required to be audited by the external audit law - KICPA 	

Number	Question Title/Text/Help text	Answer	Comments
			- Financial Supervisory Service.
2.11.4.	<i>Length of Practical Experience</i> What is the required length of pre-qualification practical experience? Select the answer option that is most appropriate.	1 <input type="radio"/> Three years 2 <input checked="" type="radio"/> Less than three years 3 <input type="radio"/> More than three years	
2.11.5.	<i>Length of Practical Experience Follow Up</i> Describe the length of the practical experience requirement and what special conditions or factors were relevant in establishing the length.	1 or 2 year - 1 year : for candidate who will perform professional services except audit services - 2 year : for candidates who will perform all the professional services including audit services	
2.11.6.	Practical Application SMO 2		
2.11.6.1.	<i>Practical Application</i> Where relevant graduate (beyond undergraduate, e.g., masters) professional education has a strong element of practical accounting application, may any portion of the professional education be contributed to the practical experience requirement?	1 <input type="radio"/> Yes 2 <input checked="" type="radio"/> No	
2.11.7.	Timing of Experience		
2.11.7.1.	<i>Pre or Post Qualification Experience</i> The practical experience for accountants may be obtained (select all the answer	1 <input type="checkbox"/> Before the professional accountancy education	

Number	Question Title/Text/Help text	Answer	Comments
	options that are appropriate):	<p>2<input checked="" type="checkbox"/> At the same time as the professional accountancy education program of study</p> <p>3<input type="checkbox"/> After the professional accountancy education program of study</p>	
2.12.	IES 5 Monitoring of Practical Experience Requirement		
2.12.1.	<i>Monitoring of Practical Experience</i> Is the period of practical experience monitored?	<p>1<input checked="" type="radio"/> Yes</p> <p>2<input type="radio"/> No</p>	
2.12.3.	<i>Monitoring Practical Experience</i> How is the practical experience requirement (or practical application) monitored and assessed? Select all the answer options that are appropriate.	<p>1<input type="checkbox"/> Mentoring system</p> <p>2<input checked="" type="checkbox"/> Approved training employers and organizations</p> <p>3<input type="checkbox"/> Self-declaration required from the candidate</p> <p>4<input checked="" type="checkbox"/> Record of the practical experience is kept and submitted to the member body when applying for membership</p> <p>5<input type="checkbox"/> An assessment is made by the mentor or employer</p> <p>6<input type="checkbox"/> Other (please describe)</p>	

Number	Question Title/Text/Help text	Answer	Comments
2.13.	IES 6 Assessment of Prof Capabilities and Competence		
2.13.1.	<p><i>Assessment by IFAC Body or Other</i> Section 2.13 deals with the final assessment requirements established by your organization.</p> <p>Select all the organizations involved in conducting the final assessment.</p> <p>If the final assessment is conducted jointly between various organizations, select all those that have some responsibility for conducting the final assessment and in the Comment Box, describe the nature of their respective roles and responsibilities.</p>	<p>1 <input checked="" type="checkbox"/> Our organization (including training entities that are affiliated with our organization or a subsidiary of our organization).</p> <p>2 <input type="checkbox"/> Another IFAC member body</p> <p>3 <input type="checkbox"/> Government or regulatory body</p> <p>4 <input type="checkbox"/> Other</p>	
2.13.4.	<p><i>Characteristics of Assessment</i> Which of the following characteristics are applicable to the final assessment process? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Uniform for all students</p> <p>2 <input checked="" type="checkbox"/> Given simultaneously where it is being held in more than once location in the country</p> <p>3 <input checked="" type="checkbox"/> Assessment is set and assessed only by qualified or</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>approved individuals</p> <p>4 <input type="checkbox"/> None of the above</p>	
2.13.5.	<p><i>Qualifying for Final Assessment</i></p> <p>What requirements must the candidate satisfy to take the final assessment? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Specified pre-qualification requirements relating to professional knowledge, professional skills, and professional values, ethics, and attitudes</p> <p>2 <input checked="" type="checkbox"/> Specified practical experience requirements</p> <p>3 <input type="checkbox"/> Other (please describe)</p> <p>4 <input type="checkbox"/> None of the above</p>	
2.13.6.	<p><i>Timing Considerations for Final Assessment</i></p> <p>Is there a requirement or restriction for completing the final assessment? For example, some organization may require the candidate to take the final examination within a specified number of years of meeting the pre-assessment requirements.</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	
2.13.7.	<p><i>Requirement or Restrictions</i></p> <p>Describe the requirements or restrictions relating to when the final assessment must be undertaken.</p>	<p>Our organization requires the candidate to pass the final examination within 5 years from the commencement of practical experience.</p>	
2.13.8.	<p><i>Assess Professional Knowledge</i></p> <p>Describe in general terms how required</p>	<p>The professional knowledge is</p>	

Number	Question Title/Text/Help text	Answer	Comments
	<p>professional knowledge (e.g. technical knowledge about accounting, finance, audit, financial reporting, legislative requirements, information technology etc) is assessed during the final assessment.</p>	<p>assessed by the final written test after taking lessons relating to the technical knowledge on accounting, finance, audit and others after accomplishment the required practical experiences.</p>	
<p>2.13.9.</p>	<p><i>Assess Professional Skills</i> Describe in general terms how required professional skills (e.g. ability to solve problems, make decisions, exercise judgment, personal skills, interpersonal and communication skills, organizational and business management skills etc) are assessed during the final assessment.</p>	<p>The professional skills are assessed by the written final test after taking lessons relating to ability to solve problems, making decisions, exercising judgment, personal skills and others after accomplishment the required practical experiences.</p>	
<p>2.13.10.</p>	<p><i>Assess Professional Values, Ethics, Attitudes</i> Describe in general terms how required professional values, ethics, and attitudes are assessed during the final assessment.</p>	<p>The professional values, ethics and attitudes are assessed by the final test after taking lessons relating to ethics after accomplishment the required practical experiences.</p>	
<p>2.13.11.</p>	<p><i>Recorded or Oral Format</i> Is the final assessment conducted through:</p>	<p>1 <input checked="" type="radio"/> Recorded format with recorded (e.g. written) response required 2 <input type="radio"/> Oral format with oral responses 3 <input type="radio"/> Both recorded and oral</p>	

Number	Question Title/Text/Help text	Answer	Comments
response formats			
2.13.13.	<p><i>Assessment Formats</i> What formats are used in conducting the final assessment (select all the answer options that are appropriate)?</p>	<p>1 <input checked="" type="checkbox"/> Multiple choice questions</p> <p>2 <input type="checkbox"/> Case studies</p> <p>3 <input checked="" type="checkbox"/> Technical questions</p> <p>4 <input type="checkbox"/> Thesis</p> <p>5 <input type="checkbox"/> Other (please describe)</p> <p>6 <input type="checkbox"/> None of the above</p>	
2.13.14.	<p><i>Reliability and Validity</i> Describe in general terms the procedures in place to ensure the final assessments are reliable and valid. Include a description of how the assessment questions are set and by whom and also how reviewers / assessors are selected.</p>	<p>The lecturers make the assessment questions relating to their own lectures and then the researchers in our organization select some of the questions. The lecturers assess the test.</p>	
2.13.15.	<p><i>Frequency of Final Assessments</i> How many times in a year is the final assessment offered? Select the answer option that is the most appropriate.</p>	<p>1 <input checked="" type="radio"/> Yearly (or once a year)</p> <p>2 <input type="radio"/> Half yearly (or twice a year)</p> <p>3 <input type="radio"/> Three sessions a year</p> <p>4 <input type="radio"/> Four sessions a year</p> <p>5 <input type="radio"/> Five sessions a year</p> <p>6 <input type="radio"/> Other (please describe the frequency of the examinations)</p>	
2.14.	IES 7 Continuing Professional		

Number	Question Title/Text/Help text	Answer	Comments
Development - CPD			
2.14.1.	<p><i>Responsibility for CPD Requirements</i> Section 2.14 deals with the continuous professional development requirements established by your organization.</p> <p>Who establishes the continuous professional development requirements applicable to your members? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Our organization</p> <p>2 <input type="checkbox"/> Another organization (state the name of the organization including whether it is an IFAC member body)</p> <p>3 <input type="checkbox"/> Law and / or regulation (state the name of the law / regulation)</p> <p>4 <input type="checkbox"/> Other (please describe)</p>	
2.14.2.	<p><i>CPD and Professional Accountants</i> Which membership categories are required to maintain professional competence through continuous professional development? Select all the answer options that are appropriate.</p>	<p>1 <input type="checkbox"/> All our qualified members</p>	<p>According to Korean CPA Act, any certified public accountant who intends to render professional services to the public shall be registered to the Minister of Finance and Economy and shall enter into the KICPA. In addition, the Act prescribed the CPD requirements for the CPAs in</p>

Number	Question Title/Text/Help text	Answer	Comments
		<p data-bbox="940 1185 1312 1347"> 2☑ Qualified members who perform audits of listed entities 3☑ Qualified members who perform audits of entities </p>	<p data-bbox="1402 324 1759 600"> public practice. (There is no requirement of registration or CPD for the CPAs not in public practice.) Therefore, almost all the activities of the KICPA have focused on assisting the members of public practice. </p> <p data-bbox="1402 633 1738 771"> At the present there is not a specific plan to introduce CPD for members in business. </p> <p data-bbox="1402 803 1759 1153"> However, the KICPA recognizes the increase of the numbers of the members in business. The KICPA considers that it is important to review all the issues relating to the members in business such as laws and regulations, membership system of the KICPA, etc.,. </p>

Number	Question Title/Text/Help text	Answer	Comments
		<p>other than listed entities</p> <p>4<input checked="" type="checkbox"/> Qualified members who provide services (other than audit) to the public</p> <p>5<input type="checkbox"/> Qualified members who are employed in business</p> <p>6<input type="checkbox"/> Other (please describe)</p>	
2.14.3.	Requirement - CPD		
2.14.3.1.	<p><i>Type of CPD Requirement</i></p> <p>Which of the following answer options describes the way the continuous professional development is structured? Select all the answer options that are appropriate.</p>	<p>1<input checked="" type="checkbox"/> Members must satisfy a number of hours of continuous professional development a year or over a number of years</p> <p>2<input checked="" type="checkbox"/> All members are to satisfy specified content requirements (e.g. specified courses or knowledge content)</p> <p>3<input type="checkbox"/> Members working in specialist areas or areas of high risk to the public are to satisfy specified content requirements (e.g. specified courses or knowledge content)</p> <p>4<input type="checkbox"/> Other</p>	
2.14.3.3.	<i>Hours of Continuous Professional Development</i>		

Number	Question Title/Text/Help text	Answer	Comments
	Which one of the following answer options best describes the continuous professional development hours required?	<p>1 <input type="radio"/> Members have to complete a minimum of 120 hours or equivalent learning units of relevant professional development activity over a three-year rolling period.</p> <p>2 <input type="radio"/> Members have to complete a minimum of 20 hours or equivalent learning units in each year</p> <p>3 <input checked="" type="radio"/> Other</p>	
2.14.3.4.	<i>Other Hours Follow Up</i> Describe the continuous development hours required by members.	Members shall complete a minimum of 40 hours or equivalent learning units in each year.	
2.14.3.5.	<i>Describe Content Requirement</i> Describe the content requirement applicable to all members.	professional ethics(2hours), accounting(4hours)	
2.14.3.8.	<i>Monitoring of CPD</i> Is there a process to monitor whether your members who are qualified as professional accountants meet the continuous professional development requirements?	<p>1 <input checked="" type="radio"/> Yes, there is a monitoring process for CPD requirements</p> <p>2 <input type="radio"/> No, there is no monitoring process for CPD requirements</p>	
2.14.4.	Monitoring of CPD Requirement		
2.14.4.1.	<i>Monitoring Process SMO 2</i> Which of the following elements does the	1 <input type="checkbox"/> Professional accountants are	

Number	Question Title/Text/Help text	Answer	Comments
	monitoring process include? Select all the answer options that are appropriate.	required to submit a declaration 2☑ Professional accountants are required to submit evidence 3☑ Our organization audits a sample of professional accountants to check compliance 4☑ Compliance is monitored through firm quality control standards 5☐ Compliance is monitored through a quality assurance review program 6☐ Other (please describe) 7☐ None of the above	
2.14.4.3.	<i>Sanctions SMO 2</i> Where a professional accountant does not satisfy the CPD requirements (within a reasonable period of encouraging the professional accountant to meet the requirements), are sanctions or other non-compliance actions, such as expulsion or denial of the right to practice, imposed?	1Ⓐ Yes, sanctions or actions for non-compliance are imposed 2Ⓑ No, sanctions or other non-compliance actions are not imposed	
2.14.4.4.	<i>Sanction Types and CPD</i> Describe the nature and extent of the sanction, expulsions or denial of the right to	50% of the hours not satisfied by the members will be added-	

Number	Question Title/Text/Help text	Answer	Comments
	practice.	transferred to the Ethics Investigation Deliberative Committee	
2.15.	<p><i>Activities to Promote IESs SMO 2</i> Please describe the activities your organization undertakes to promote and assist in implementing the pronouncements issued by IFAC's International Accounting Education Standards Board.</p>	<p>We implement remote internet education system to provide more our members with more education programs. We also plan to recommend to our government that the length of our pre-qualification practical experience should be extended to three years in compliance with IES.</p>	
3.	SMO 3		
3.1.	<p><i>Auditing Standards in Law/Regulation</i> Does law or regulation establish the set of auditing standards to be used in the audit of private sector listed entities and non-listed entities? Select all the answer options that are appropriate.</p> <p>Where the law / regulation establishes the auditing standards to be used by reference to the set of standards to be used by their name or by including the text of the standards in the law / regulation, please respond "yes" to this question. Section 3.8. of this module includes questions about the law /</p>	<p><input type="checkbox"/> Yes for audits of listed entities</p>	

Number	Question Title/Text/Help text	Answer	Comments
	regulation.		
	<p>Where the law / regulation gives authority to a national standard-setter to establish the auditing standards, please respond "no". Section 3.2. of this module includes questions about the standard-setter and the auditing standards that are established.</p>	<p>2 <input type="checkbox"/> Yes for audits of non-listed entities 3 <input checked="" type="checkbox"/> No for audits of listed entities 4 <input checked="" type="checkbox"/> No for audits of non-listed entities</p>	
3.2.	Responsibility for Private Sector Auditing Standards		
3.2.1.	<i>Auditing Standards - Private Sector</i>		
	Is there only one set of auditing standards or are the auditing standards applicable to listed entities different from non-listed entities?	<p>1 <input checked="" type="radio"/> The auditing standards for listed entities and non-listed entities are the same set of standards 2 <input type="radio"/> The auditing standards for listed entities and non-listed entities are not the same set of standards</p>	
3.2.6.	<i>Responsibility for Auditing Standards</i>		
	Who has the authority for establishing the auditing standards for listed and non-listed entities?	1 <input type="radio"/> Our organization	Only after obtaining an approval of FSS (Financial Supervisory Services), our organization can issue the auditing standards.

Number	Question Title/Text/Help text	Answer	Comments
		<input type="radio"/> 2 Another IFAC member body <input checked="" type="radio"/> 3 Joint process between our organization and another IFAC member body or other organization <input type="radio"/> 4 Another organization	
3.3.	Member Body SMO 3		
3.3.1.	<i>MB Convergence Objective SMO 3</i> Has convergence with IAASB pronouncements been established as an objective?	<input checked="" type="radio"/> 1 Yes <input type="radio"/> 2 No	
3.3.3.	<i>MB Convergence Implemented SMO 3</i> Has the convergence objective for auditing standards been implemented?	<input checked="" type="radio"/> 1 Yes <input type="radio"/> 2 No	
3.6.	Incorporation of Auditing Standards		
3.6.1.	<i>Incorporation Approach SMO 3</i> Where your response indicates that convergence with IAASB pronouncements has been implemented, which of the following best describes the approach is used to incorporate the IAASB pronouncements into national standards? Select the answer option that is most appropriate. Help text: Answer Option 1 and reference to "adopted without amendment" Select this option where IAASB	<input type="radio"/> 1 IAASB pronouncements are adopted as drafted without amendments (refer Help Text) <input checked="" type="radio"/> 2 IAASB pronouncements are adopted as national standards and amended as necessary to address differences due to	

Number	Question Title/Text/Help text	Answer	Comments
	<p>pronouncements are adopted as drafted except for changes to: Rename the IAASB pronouncement to a national standard name; Translate the IAASB pronouncement into another language; Apply an effective date that differs from the IAASB pronouncement.</p> <p>Answer Option 2 and 3 reference to "Differences" In responding to this question, "differences" may include: Requirements in addition to those specified in the IAASB pronouncement or ISA; Deletion of a basic principle, essential procedure, and / or related guidance specified in the IAASB pronouncement or ISA; Modification of a requirement specified in the IAASB pronouncement or ISA (e.g. an ISA requirement was not deleted in full because a similar requirement was included).</p>	<p>conflicts with legal or regulatory requirements (refer Help Text)</p> <p>3○ Existing national standards are compared with IAASB pronouncements to eliminate to the extent possible differences between the national standard and the</p>	

Number	Question Title/Text/Help text	Answer	Comments
		IAASB pronouncement (refer Help Text) 4○ Other	
3.6.3.	Adoption with Amendments SMO 3		
3.6.3.1.	<i>IAASB Pronouncements with Amendments</i> Which of the following IAASB pronouncements have been adopted or incorporated? Select all the answer options that are appropriate.	1☑ International Standard on Quality Control 1 2☑ International Standards on Auditing 3☐ International Auditing Practices Statements 4☑ International Standards on Assurance Engagements 5☑ International Standards on Review Engagements 6☑ International Standards on Related Services	
3.6.3.2.	<i>Name of Standards SMO 3 - Amendments</i> When the IAASB pronouncements are adopted, are the IAASB pronouncements renamed as national standards and pronouncements?	1○ IAASB pronouncements are adopted without changes to the pronouncement's name 2⊙ IAASB pronouncements are adopted with changes to their names	
3.6.3.3.	<i>Name of National Auditing Standards - Amendments</i> State the name of the national auditing	Korean standards on Quality	

Number	Question Title/Text/Help text	Answer	Comments
	standards and pronouncements	Control Korean Standards on Auditing Korean Standards on Assurance Engagements Korean Standards on Review Engagements Korean Standards on Related Services	
3.6.3.4.	<p><i>Adopted with Amendments SMO 3</i> Is information publicly available describing: The IAASB pronouncements that have been adopted; Whether the adopted IAASB pronouncement is the version in effect as at September 30, 2005; The effective date set by your organization where it differs from the IAASB pronouncement; The differences between the IAASB pronouncement and what was adopted; The reasons for the differences?</p>	<p>1 <input type="radio"/> Yes</p> <p>2 <input checked="" type="radio"/> No</p>	
3.6.3.5.	<p><i>Submit Information - Amendments SMO 3</i> If the standard-setter has issued information about the status of adopted ISAs and other IAASB pronouncements and it is available in English, indicate this in your response and submit a copy of the information to Compliance Staff.</p>	<p>1 <input type="radio"/> The information is available and in English and will be submitted to Compliance Staff</p>	<p>See submitted information further below.</p>

Number	Question Title/Text/Help text	Answer	Comments
	<p>If this information is not available, complete the SMO 3: Comparison with IAASB Pronouncements report by clicking on the link and submit it in Word format to Compliance Staff.</p> <p>Indicate whether your organization will be submitting available information or the "SMO 3: Comparison with IAASB Pronouncements" report.</p> <p>Help text:</p>	<p>2Ⓞ The "SMO 3: Comparison with IAASB Pronouncements" report will be completed and submitted to Compliance Staff</p>	
3.10.	Translation SMO 3		
3.10.1.	<p><i>Translation of IAASB Pronouncements</i></p> <p>Are the IAASB pronouncements translated into a national language?</p>	<p>1Ⓞ No as English is the national language or a widely spoken language</p> <p>2Ⓞ Yes, the IAASB pronouncements are translated</p> <p>3Ⓞ No and English is not an official language or is not widely spoken</p>	

Number	Question Title/Text/Help text	Answer	Comments
3.10.2.	<i>IFAC Translation Policy SMO 3</i> Is the IFAC Translation Policy followed?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	All the required procedures were not followed. For example, there is not a principal translator formally appointed by the KICPA and there is not translation policy or translation process formally developed or announced. However, in practically most of our translation process is in compliance with the IFAC Translation Policy.
3.10.3.	<i>Principal Translator SMO 3</i> Who is the principal translator? Select the answer option that is most appropriate.	1 <input checked="" type="radio"/> Our organization is the principal translator 2 <input type="radio"/> The government or another organization is the principal translator 3 <input type="radio"/> Our organization and the government or another organization are the principal translators	
3.10.4.	<i>Key Words SMO 3</i> Does the translation process include a list of key words?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
3.10.5.	<i>Faithful Translation SMO 3</i>		

Number	Question Title/Text/Help text	Answer	Comments
	What processes are in place to ensure a faithful translation of the IAASB pronouncements?	Key words listing Detailed review process by the Auditing Standards Committee and FSS(Financial Supervisory Service)	
3.11.	<i>Activities to Promote IAASB Pronouncements</i> Please describe the activities your organization undertakes to promote and assist in the implementation of IAASB pronouncements and other IAASB activities.	- KSAs and Other standards are also based on IAASB pronouncements and are highly recommended to our members. - Periodic introduction and explanation on IAASB pronouncements to our members through our monthly magazine and our web site.	
4.	SMO 4		
4.1.	Responsibility and National Ethical Requirements		
4.1.1.	<i>IFAC MB and Ethical Requirements</i> Does your organization establish ethical requirements (e.g. code of ethics, code of conduct, ethics rules, member regulations, etc.) to be complied with by your members?	1 <input checked="" type="radio"/> Yes, our organization does establish ethical requirements 2 <input type="radio"/> No, our organization does not establish ethical requirements	
	Help text: In some countries, ethical requirements may be established on a regional, provincial, or state basis. Where this is the case in your		

Number	Question Title/Text/Help text	Answer	Comments
	country for the ethical requirements that apply to your members, please contact Compliance Staff for further instruction.		
4.1.2.	<i>IFAC MB and Convergence with IFAC Code</i> Has your organization implemented convergence with the IFAC Code of Ethics as an objective?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
4.1.9.	<i>IFAC MB Approach to Ethics</i> Which of the following options best describes your organization's activities to incorporate the IFAC Code? For the purposes of the Part 2 SMO 4 module, modifications include: Deletion/omission of concepts, principles, or guidance that are established in the IFAC Code; Inclusion of concepts, principles, or guidance that are not in the IFAC Code; Other amendments that give rise to differences between your organization's ethical requirements and the IFAC Code.	1 <input type="radio"/> Our organization adopted the IFAC Code as issued without modifications 2 <input checked="" type="radio"/> Our organization adopted the IFAC Code but with modifications 3 <input type="radio"/> Our organization has developed our own ethical requirements with a process	

Number	Question Title/Text/Help text	Answer	Comments
		<p>to eliminate differences between our ethical requirements and the IFAC Code</p> <p>4○ Our organization develops our own ethical requirements and uses another approach to incorporate the IFAC Code of Ethics</p>	
4.1.10.	<p><i>IFAC MB and Code - Eliminate Differences</i> Describe the process used to adopt the IFAC Code or the process used to eliminate differences between your organization's ethical requirements and the IFAC Code.</p>	We fully adopt the IFAC Code. In our policy, we do not apply less stringent standards than IFAC Code.	
4.2.	MB and Version of IFAC Code		
4.2.1.	<p><i>Version of IFAC Code</i> Which version of the IFAC Code was adopted or used as the basis for your organization's ethical requirements?</p>	<p>1○ The IFAC Code currently in effect, revised and issued in June 2004</p> <p>2○ A version issued prior to 2004</p> <p>3⊙ The revised IFAC Code issued and in effect June 30, 2006</p>	
4.3.	<p><i>Ethical Requirements by Gov / Reg Bodies</i> In addition to the ethical requirements established by your organization, are there also laws or regulations that set out ethical requirements to be complied with by your</p>	1⊙ Yes	

Number	Question Title/Text/Help text	Answer	Comments
	members?		
		2○ No	
4.4.	Gov / Reg Bodies and Ethical Requirements		
4.4.1.	<p><i>Gov/Reg Bodies - Ethical Requirements</i> Where ethical requirements applicable to your members are established in law or regulation, do they include any of the following types of laws and regulations? Select all the answer options that are appropriate.</p>	<p>1☑ There is a law / regulation (e.g. Audit Law, Accountants Law) that sets out ethical requirements to be complied with by all professional accountants</p> <p>2☑ There is a law / regulation that sets out ethical requirements to be complied with by professional accountants who audit listed entities</p> <p>3☑ There is a law / regulation that sets out ethical requirements to be complied with by professional accountants who audit entities other than listed entities</p> <p>4☑ There is a law / regulation that sets out ethical requirements to be complied with by professional accountants who provide</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>services to the public (other than as auditors of listed or other entities)</p> <p>5 <input type="checkbox"/> There is a law / regulation that sets out ethical requirements for professional accountants employed in business</p> <p>6 <input type="checkbox"/> None of the above</p>	
4.4.3.	<p><i>Describe Law / Reg - Prof Accountants</i> Regarding your response to question 4.4.1 and the law / regulation for professional accountants, please: State the law / regulation's name; Provide a general description of the law / regulation; Describe how the law / regulation sets out the scope of professional accountants that it applies to.</p>	<p>- The CPA Act - Stipulates CPA exam, qualification requirements, CPA practice, CPD and others - all professional accountants who pass the CPA exam, complete one or two year practical experience, 100 hour basic training courses and pass the final test</p>	
4.4.4.	<p><i>Describe Law / Reg - Audit</i> Regarding your response to question 4.4.1 and professional accountants who audit listed entities and / or other entities, please: State the law / regulation's name; Provide a general description of the law / regulation; Describe how the law / regulation sets out the scope of professional accountants that it applies to.</p>	<p>- The CPA Act - Stipulates CPA exam, qualification requirements, CPA practice, CPD and others - all professional accountants who pass the CPA exam, complete two year practical experience, 100 hour basic training courses and pass the final test</p>	

Number	Question Title/Text/Help text	Answer	Comments
4.4.5.	<p><i>Describe Law / Reg - Other Services</i> Regarding your response to question 4.4.1 and professional accountants who provide services to the public (other than as auditors or listed or other entities) please: State the law / regulation's name; Provide a general description of the law / regulation; Describe how the law / regulation sets out the scope of professional accountants that it applies to.</p>	<ul style="list-style-type: none"> - The CPA Act - Stipulates CPA exam, qualification requirements, CPA practice, CPD and others - professional accountants who pass the CPA exam, complete two year practical experience, 100 hour basic training courses and pass the final test 	
4.4.7.	<p><i>Gov/Reg and Convergence</i> Please explain whether your organization has undertaken any activities to promote the IFAC Code of Ethics to the relevant government or regulatory body that sets ethical requirements. Include in your explanation descriptions of any specific activities and the outcome or the reasons why such activities have not been undertaken.</p>	<p>We communicate to the government or regulatory body that we should fully adopt IFAC Code.</p>	
4.5.	<p><i>Comparison of Requirements SMO 4</i> Does your organization have information that identifies any differences between the IFAC Code of Ethics currently in effect or the revised Code and the national ethical requirements? In responding to this</p>	<p>1 <input type="radio"/> Yes, our organization has this information and it will be submitted</p>	

Number	Question Title/Text/Help text	Answer	Comments
	<p>question, differences include:</p> <p>Principles, concepts, and guidance in the IFAC Code that are not addressed in the national ethical requirements; Principles, concepts, and guidance in the IFAC Code that are not equivalent to the national ethical requirements; Principles, concepts, rules, regulations, laws, or other mandatory ethical requirements in national ethical requirements that are not addressed in the IFAC Code.</p> <p>The phrase "national ethical requirements" as used in this questionnaire refers to the totality of ethical requirements established by your organization and others including government and regulatory bodies that are applicable to your members.</p>	<p>2 <input type="radio"/> This information will be submitted by another IFAC member body</p> <p>3 <input checked="" type="radio"/> No, the information is not available</p>	
4.6.	Fundamental Principles - National		
4.6.1.	Integrity - Principle		
4.6.1.1.	<p><i>Integrity</i></p> <p>Do the national ethical requirements require professional accountants to comply with the fundamental principle "integrity" as</p>	<p>1 <input checked="" type="radio"/> Yes, professional accountants are required to comply with the same principle</p>	

Number	Question Title/Text/Help text	Answer	Comments
	described in the revised IFAC Code?	<input type="radio"/> 2 Yes, professional accountants are required to comply with a similar or equivalent principle <input type="radio"/> 3 The same or similar / equivalent principle has not been established	
4.6.1.2.	<i>Integrity Requirement</i> Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.	<input checked="" type="checkbox"/> 1 Our organization's ethical requirements <input checked="" type="checkbox"/> 2 Law that regulates professional accountants and / or auditors <input type="checkbox"/> 3 Securities regulation <input type="checkbox"/> 4 Other laws and / or regulation	
4.6.2.	Objectivity - Principle		
4.6.2.1.	<i>Objectivity</i> Do the national ethical requirements require professional accountants to comply with the fundamental principle "objectivity" as described in the revised IFAC Code?	<input checked="" type="radio"/> 1 Yes, professional accountants are required to comply with the same principle <input type="radio"/> 2 Yes, professional accountants are required to comply with a similar or equivalent principle <input type="radio"/> 3 The same or similar / equivalent principle has not been established	
4.6.2.2.	<i>Objectivity Requirement</i>		

Number	Question Title/Text/Help text	Answer	Comments
	Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.	<input checked="" type="checkbox"/> Our organization's ethical requirements <input checked="" type="checkbox"/> Law that regulates professional accountants and / or auditors <input type="checkbox"/> Securities regulation <input type="checkbox"/> Other laws and / or regulation	
4.6.3.	Professional Competence / Due Care - Principle		
4.6.3.1.	<i>Prof Competence / Due Care</i> Do the national ethical requirements require professional accountants to comply with the fundamental principle "professional competence and due care" as described in the revised IFAC Code?	<input checked="" type="radio"/> Yes, professional accountants are required to comply with the same principle <input type="radio"/> Yes, professional accountants are required to comply with a similar or equivalent principle <input type="radio"/> The same or similar / equivalent principle has not been established	
4.6.3.2.	<i>Prof Competence / Due Care Req</i> Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.	<input checked="" type="checkbox"/> Our organization's ethical requirements <input type="checkbox"/> Law that regulates professional accountants and /	

Number	Question Title/Text/Help text	Answer	Comments
		<ul style="list-style-type: none"> or auditors 3 <input type="checkbox"/> Securities regulation 4 <input type="checkbox"/> Other laws and / or regulation 	
4.6.4.	Confidentiality - Principle		
4.6.4.1.	<p><i>Confidentiality</i></p> <p>Do the national ethical requirements require professional accountants to comply with the fundamental principle "confidentiality" as described in the revised IFAC Code?</p>	<ul style="list-style-type: none"> 1 <input checked="" type="radio"/> Yes, professional accountants are required to comply with the same principle 2 <input type="radio"/> Yes, professional accountants are required to comply with a similar or equivalent principle 3 <input type="radio"/> The same or similar / equivalent principle has not been established 	
4.6.4.2.	<p><i>Confidentiality Requirement</i></p> <p>Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.</p>	<ul style="list-style-type: none"> 1 <input checked="" type="checkbox"/> Our organization's ethical requirements 2 <input checked="" type="checkbox"/> Law that regulates professional accountants and / or auditors 3 <input type="checkbox"/> Securities regulation 4 <input type="checkbox"/> Other laws and / or regulation 	
4.6.5.	Professional Behavior - Principle		
4.6.5.1.	<p><i>Professional Behavior</i></p> <p>Do the national ethical requirements require professional accountants to comply with the fundamental principle "professional</p>	<ul style="list-style-type: none"> 1 <input checked="" type="radio"/> Yes, professional accountants are required to comply with the same principle 	

Number	Question Title/Text/Help text	Answer	Comments
	behavior" as described in the revised IFAC Code?	<p>2 <input type="radio"/> Yes, professional accountants are required to comply with a similar or equivalent principle</p> <p>3 <input type="radio"/> The same or similar / equivalent principle has not been established</p>	
4.6.5.2.	<i>Professional Behavior Requirement</i> Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.	<p>1 <input checked="" type="checkbox"/> Our organization's ethical requirements</p> <p>2 <input checked="" type="checkbox"/> Law that regulates professional accountants and / or auditors</p> <p>3 <input type="checkbox"/> Securities regulation</p> <p>4 <input type="checkbox"/> Other laws and / or regulation</p>	
4.7.	Threats and Safeguards - National		
4.7.1.	<i>Threats and Safeguards</i> Do the national ethical requirements establish a framework or principle similar or equivalent to the threats and safeguards framework as described in the revised IFAC Code (effective June 30, 2006)? Select the answer option that is the most appropriate.	<p>1 <input checked="" type="radio"/> Yes, our organization has a threats and safeguards framework or similar / equivalent framework in our ethical requirements</p> <p>2 <input type="radio"/> Yes, a threats and safeguards framework or similar / equivalent framework is in</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>the ethical requirements established in law and / or regulation</p> <p>3○ No, a threats and safeguards framework, or similar / equivalent framework has not been established in the national ethical requirements</p>	
4.7.3.	<p><i>Threats and Safeguards - Other</i> Please describe the threats and safeguards framework or similar requirement established by your organization or law / regulation.</p>	<p>threats : self-interest / self-review / familiarity / intimidation / advocacy</p> <p>safeguards : safeguards created by the profession, legislation or regulation / safeguards in the work environment</p>	
4.7.4.	<p><i>Application of Framework SMO 4</i> Which of the following does the threats and safeguards framework, or similar / equivalent requirement, apply to? Select the answer option that is the most appropriate.</p>	<p>1⊙ All professional accountants</p> <p>2○ Only to independence requirements relating to professional accountants in public practice.</p> <p>3○ Other</p>	
4.8.	Ethical Behavior Resolution		
4.8.1.	<i>Identifying and Resolving Unethical Behavior</i>		

Number	Question Title/Text/Help text	Answer	Comments
	Are there specific requirements and guidance provided to assist your members in identifying and resolving ethical matters? Select all of the answer option that are appropriate.	<p>1 <input checked="" type="checkbox"/> Yes, our organization has developed requirements for identifying and resolving ethical matters</p> <p>2 <input type="checkbox"/> Yes, government, regulatory, or oversight bodies have developed requirements for identifying and resolving ethical matters</p> <p>3 <input type="checkbox"/> No, there is no such requirements or guidance</p>	
4.8.2.	<i>MB and Ethical Conflict Resolution</i> Are the ethical conflict resolution requirements and guidance adopted from the IFAC Code or similar / equivalent to the guidance in the Code? Select the answer option that is the most appropriate.	<p>1 <input checked="" type="radio"/> Yes, the requirements and guidance are adopted from the IFAC Code</p> <p>2 <input type="radio"/> Yes, the IFAC Code was used as a model in developing the requirements</p> <p>3 <input type="radio"/> Yes, the requirements are similar / equivalent to the IFAC Code</p> <p>4 <input type="radio"/> No, the requirements differ from the IFAC Code</p>	
4.9.	Independence and Threats So Significant		
4.9.1.	<i>Provisions and Threats to Independence</i> The "SMO 4: Provisions Relating to Threats	1 <input checked="" type="radio"/> Our organization will	See submitted information

Number	Question Title/Text/Help text	Answer	Comments
	<p>to Independence" report refers to specific provisions of Section 290 of the revised IFAC Code of Ethics that are currently in effect. Section 290 requires members of assurance teams, firms, and when applicable, network firms be independent of assurance clients and describes specific circumstances that may give rise to threats to independence.</p> <p>Where Section 290 is applicable to your members, the SMO 4: Provisions Relating to Threats to Independence report should be completed and submitted to Compliance Staff. Alternatively, where this information is available in another format it can be submitted instead of the report. Select the option below to confirm the information to be submitted.</p> <p>Help text: Section 290 of the revised Code of Ethics is currently in effect. Section 290 describes specific provisions that may give rise to threats to independence that are so significant, no safeguards are available to reduce the threat to an acceptable level. For some provisions the Code describes the</p>	<p>complete the "SMO 4: Provisions Relating to Threats to Independence" report</p> <p>20 Our members provide assurance services; however, another IFAC member body will complete the "SMO 4; Provisions Relating to Threats to Independence" report or provide the relevant information to Compliance</p>	<p>further below.</p>

Number	Question Title/Text/Help text	Answer	Comments
	actions that are available to address the threat.	Staff. 3○ Our members do not provide assurance services; therefore, Section 290 and the Provisions Relating to Threats to Independence is not applicable to our organization.	
4.10.	National Ethical Requirements - Other		
4.10.1.	National - Prof Accountants		
4.10.1.1.	<i>National Additional - Prof Accountants</i> Are there rules, regulations, laws, or other mandatory ethical requirements established by your organization, government, regulatory or other bodies that your members must comply with but are not addressed in the revised IFAC Code (effective June 30, 2006)?	1⊙ Yes 2○ No	
4.10.1.2.	<i>National Conflicts - Prof Accountants</i> Are there principles, concepts, and guidance in the revised IFAC Code (effective June 30, 2006) that conflict with national ethical requirements applicable to your requirements?	1⊙ Yes 2○ No	
4.10.1.3.	<i>National Comparison - Prof Accountants</i> Please provide a general description about the additional national ethical requirements	Additional requirements : prevent lending licenses	Consolidated financial statements are not primary

Number	Question Title/Text/Help text	Answer	Comments
	<p>or conflicts with the revised IFAC Code. This information may be submitted as a separate document to Compliance Staff.</p>	<p>Conflicts(with the IFAC Code): When the client is a listed entity, financial statement audit client does not include its related entities until 2008.</p>	<p>financial statements in Korea. In addition, MOFE interprets that the independence requirements shall be applied to separate companies respectively, regardless of the consolidation of those companies.</p> <p>Currently the FSC and KASB plan to introduce consolidated financial statements as primary financial statements in order to adopt IFRSs in 2008 or 2009.</p> <p>For these reasons, Korean Code of Ethics prescribes in its supplementary clause that the related entities of listed financial statement audit clients are not included in the definition of the financial statement audit client until 2008.</p> <p>The KICPA translated Korean Code of Ethics into English. It will be available from our web-site in a few</p>

Number	Question Title/Text/Help text	Answer	Comments
			months.
4.10.2.	National - Public Practice		
4.10.2.1.	<i>National Additional - Public Practice</i> Are there rules, regulations, laws, or other mandatory ethical requirements established by your organization, government, regulatory or other bodies that are applicable to your members who are professional accountants in public practice that are not addressed in the revised IFAC Code (effective June 30, 2006)?	1 <input type="radio"/> Not applicable as our members do not operate as professional accountants in public practice 2 <input checked="" type="radio"/> Yes 3 <input type="radio"/> No	
4.10.2.2.	<i>National Conflicts - Public Practice</i> Are there principles, concepts, and guidance in the revised IFAC Code (effective June 30, 2006) that conflict with national ethical requirements applicable to your members who are professional accountants in public practice?	1 <input type="radio"/> Not applicable as our members do not operate as professional accountants in public practice 2 <input checked="" type="radio"/> Yes 3 <input type="radio"/> No	
4.10.2.3.	<i>National Comparison - Public Practice</i> Please provide a general description about the additional national ethical requirements or conflicts with the revised IFAC Code. This information may be submitted as a separate document to Compliance Staff.	The concept of the financial statements audit client does not include its related entities until 2008.	See the comment to Question 4.10.1.3

Number	Question Title/Text/Help text	Answer	Comments
4.10.3.	National - Business		
4.10.3.1.	<i>National Additional - Business</i> Are there rules, regulations, laws, or other mandatory ethical requirements established by your organization, government, regulatory or other bodies that are applicable to your members who are professional accountants in business that are not addressed in the revised IFAC Code (effective June 30, 2006)?	1 <input type="radio"/> Not applicable as our members do not operate as professional accountants employed in business 2 <input type="radio"/> Yes 3 <input checked="" type="radio"/> No	However, our organization published Ethic Standards Exposure Draft(April 17, 2006)that fully adopted IFAC Code of ethics.
4.10.3.2.	<i>National Conflicts - Business</i> Are there principles, concepts, and guidance in the revised IFAC Code (effective June 30, 2006) that conflict with national ethical requirements applicable to your members who are professional accountants employed in business?	1 <input type="radio"/> Not applicable as our members do not operate as professional accountants employed in business 2 <input type="radio"/> Yes 3 <input checked="" type="radio"/> No	
4.11.	<i>Translation of IFAC Code</i> Has your organization or others (e.g. government or regulatory body) translated the IFAC Code (in effect) or earlier versions of the Code? Select all the answer options that are appropriate.	1 <input type="checkbox"/> No, as English is an official language or widely spoken language 2 <input checked="" type="checkbox"/> Yes, our organization has translated the IFAC Code	

Number	Question Title/Text/Help text	Answer	Comments
		<input type="checkbox"/> 3 Yes, a government, regulatory, or other body has translated the IFAC Code <input type="checkbox"/> 4 No, the IFAC Code has not been translated and English is not an official language or widely spoken language	
4.14.	IFAC Code Translated SMO 4		
4.14.1.	<i>IFAC Translation Policy SMO 4</i> Was the IFAC Translation Policy followed?	<input type="radio"/> 1 Yes <input checked="" type="radio"/> 2 No <input type="radio"/> 3 It was translated by a government or regulatory body and the information is not available	All the required procedures were not followed. However, in practically most of our translation process is in compliance with the IFAC Translation Policy.
4.14.2.	<i>Principal Translator SMO 4</i> Who was the principal translator? Select the answer option that is the most appropriate.	<input checked="" type="radio"/> 1 Our organization is the principal translator <input type="radio"/> 2 The government or another organization is the principal translator <input type="radio"/> 3 Our organization and the government or another organization are the principal translators	

Number	Question Title/Text/Help text	Answer	Comments
		4○ It was translated by a government or regulatory body and the information is not available	
4.14.3.	<p><i>Key Words SMO 4</i> Does the translation process include a list of key words including terms defined within the IFAC Code?</p>	<p>1⊙ Yes</p> <p>2○ No</p> <p>3○ It was translated by a government or regulatory body and the information is not available</p>	
4.14.4.	<p><i>Faithful Translation SMO 4</i> What processes are in place to ensure a faithful translation of the IFAC Code? If it was translated by a government or regulatory body and the information is not available, please state this in the response.</p>	We established technical committee to ensure a correct and reliable translation of the IFAC Code. The members of the committee reviewed the translation drafts over and over again.	
4.15.	<p><i>Activities to Promote IFAC Code of Ethics</i> Please describe the activities your organization undertakes to promote and assist in implementing the pronouncements (e.g. IFAC Code of Ethics) and work of IFAC's International Ethics Standards Board for Accountants.</p>	Introduction IFAC Code of Ethics and the recent activities of IESBA to our members through our magazine or our site or by mailing a newsletter.	
5.	SMO 5		

Number	Question Title/Text/Help text	Answer	Comments
5.1.	<p><i>Public Sector Accounting Standards - Objective</i> Has the federal government / national government established convergence with International Public Sector Accounting Standards (IPSASs) as an objective?</p>	<p>1 <input type="radio"/> Yes 2 <input type="radio"/> No 3 <input checked="" type="radio"/> Information is not available or not known</p>	
5.4.	<p><i>Activities to Promote IPSASB Pronouncements</i> Please describe the activities your organization undertakes to promote pronouncements issued by the International Public Sector Accounting Standards Board. Please provide an explanation where such activities have not been undertaken because they are not within the scope of your organization's objectives or work program.</p>	<p>We plan to make a roadmap for adopting the International Public Sector Accounting Standards.</p>	
6.	SMO 6		
6.1.	<p><i>Investigation and Discipline Program</i> In your jurisdiction is there a program for investigating and disciplining members of your organization for misconduct, including breaches of professional standards and rules?</p>	<p>1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No</p>	

Number	Question Title/Text/Help text	Answer	Comments
6.3.	Responsibility for Investigation and Discipline		
6.3.1.	<p><i>Body Responsible for Investigation and Discipline</i></p> <p>Is your organization responsible for investigation and discipline of misconduct, including breaches of professional standards and rules by its individual members (and, if local laws and practices permit, by firms)? Select the answer option that is most appropriate.</p>	<p>1 <input type="radio"/> Yes, our organization has this responsibility</p> <p>2 <input type="radio"/> No, responsibility for investigation and discipline rests solely with an external body</p> <p>3 <input checked="" type="radio"/> Our organization shares responsibility for investigation and discipline with an external body</p> <p>4 <input type="radio"/> Other</p>	
6.3.2.	<p><i>Name of Body Responsible for Investigation and Discipline</i></p> <p>Provide the name(s) of the external body responsible for investigation and discipline or the name of the body sharing this responsibility with the member body.</p>	<p>Securities and Futures Commission MOFE(Ministry Of Finance and Economy) Certified Public Accountant Disciplinary Committee(under MOFE)</p>	

Number	Question Title/Text/Help text	Answer	Comments
6.5.	SMO 6 - Detailed Assessment		
6.5.1.	Rules and Procedures for Investigation and Discipline		
6.5.1.1.	<i>Rules and Procedures</i> Does your organization establish in its constitution or rules the provisions and processes for the investigating and disciplining your members?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
6.5.1.3.	<i>Misconduct</i> In your jurisdiction, which of the following are considered "misconduct" as described in SMO 6 paragraph 4? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Criminal activity 2 <input checked="" type="checkbox"/> Acts or omissions likely to bring the accountancy profession into disrepute 3 <input checked="" type="checkbox"/> Breaches of professional standards 4 <input checked="" type="checkbox"/> Breaches of ethical requirements 5 <input checked="" type="checkbox"/> Gross professional negligence 6 <input type="checkbox"/> A number of less serious instances of professional negligence that, cumulatively, may indicate unfitness to exercise practicing rights 7 <input type="checkbox"/> Unsatisfactory work 8 <input checked="" type="checkbox"/> Other (please describe)	Breaches of KICPA's constitution
6.5.2.	<i>Types of Sanctions</i>		

Number	Question Title/Text/Help text	Answer	Comments
		professional standards.	
6.5.4.	Obligations to Report to Outside Bodies		
6.5.4.1.	<i>Reporting to Outside Bodies</i> Is your organization obligated under local laws to report possible involvement in serious crimes and offences by its individual members or member firms to the appropriate public authority and disclose related information to that authority?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
6.5.5.	<i>Approach to Proceedings</i> What type of approach does your organization use to initiate investigation and discipline proceedings? Select all the answer options that are appropriate.	1 <input type="checkbox"/> Information-based 2 <input checked="" type="checkbox"/> Complaints-based 3 <input type="checkbox"/> Other (please describe) 4 <input type="checkbox"/> None of the above	
6.5.6.	Investigative Powers and Processes		
6.5.6.1.	<i>Powers</i> Does your organization have all required powers so that authorized personnel can carry out an effective investigation?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
6.5.6.3.	<i>Cooperation of Members</i> Do the powers to carry out an effective investigation include:	1 <input checked="" type="checkbox"/> A requirement for members (and member firms) to co-	

Number	Question Title/Text/Help text	Answer	Comments
	Select all the answer options that are appropriate.	operate in the investigation of complaints and to respond promptly to all communications from the member body 2 <input checked="" type="checkbox"/> Provision for sanctions in the event of failure to comply 3 <input type="checkbox"/> None of the above	
6.5.6.6.	<i>Expertise and Resource</i> Does your organization maintain appropriate expertise and adequate financial and other resources to enable timely investigative and disciplinary action?	1 <input checked="" type="radio"/> Yes (please describe) 2 <input type="radio"/> No	The members of the Ethics Investigation Deliberative Committee are elected by the Assembly of Delegates.
6.5.6.8.	<i>Independence and Subject of Investigation</i> Does your organization in all cases, confirm at the start of the investigation that any individual chosen to assist in an investigation is independent from (a) the subject of the investigation, and (b) anyone connected with or interested in the matter investigated? Help text: If a conflict exists at the start of an investigation, or arises during the investigation, the chosen individual should immediately withdraw. Similar considerations apply equally to anyone else	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	

Number	Question Title/Text/Help text	Answer	Comments
	connected with the investigation and hearing of cases.		
6.5.6.10.	<p><i>Infrastructure</i> Which of the following best describes your organization's investigation and discipline infrastructure? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="radio"/> One committee/panel to investigate the complaint and a separate committee/tribunal to administer disciplinary action</p> <p>2 <input type="radio"/> A single committee/panel to conduct the investigation and administer disciplinary</p>	<p>1. Ethics Investigation Deliberative Committee : investigates the complaint, and deliberates and decides upon disciplinary actions 2. Audit Quality Control Review Committee: deliberates and decides upon disciplinary actions pertaining to the reviews of audit opinions on financial statements 3. Ethics Committee(under the KICPA) : deliberates and decides upon disciplinary actions requested by the Ethics Investigation Deliberative Committee or the Audit Quality Control Review Committee and disciplinary actions entrusted by Minister of Financial and Economy.</p>

Number	Question Title/Text/Help text	Answer	Comments
		3○ action. Other	
6.5.6.12.	<i>Independent Review</i> Has your organization established and does it maintain a process for the independent review of complaints by clients and others where it has been decided by the investigation committee that the matter will not be referred to a disciplinary hearing?	1⊙ Yes 2○ No	
6.5.7.	The Disciplinary Process		
6.5.7.1.	<i>Composition of Tribunal</i> Does the tribunal responsible for the disciplinary hearing contain a balance of professional expertise and outside judgment (e.g., composed of accountants and non-accountants)?	1⊙ Yes (please describe) 2○ No	- a person nominated by MOFE - a person nominated by FSS - a chair of AQCRC(Audit Quality Control Review Committee) under our organization - a professor nominated by Korean Accounting Association - a lawyer designated by the president of our organization
6.5.7.3.	<i>Conflicts</i> Are members of the investigation committee or the disciplinary tribunal permitted to serve on both at the same time, or in relation	1○ Yes	

Number	Question Title/Text/Help text	Answer	Comments
	to the same case?		
		2⓪ No	
6.5.7.5.	<p><i>Independence of Tribunal</i> Briefly describe how the disciplinary tribunal exhibits independence.</p>	<p>1. Most members are not our members and they represent the public such as government, regulators, and professors. 2. If a member is a close family of the defendant or associated with the matters, the member should be excluded from the deliberation process.</p>	
6.5.7.6.	<p><i>Appeals Process</i> Does your organization's rules: Select all the answer options that are appropriate.</p>	<p>1☑ Permit a qualified lawyer or other person chosen by the defendant to accompany and represent the defendant at all disciplinary hearings and to advise him or her throughout the investigative and disciplinary process 2☑ Permit the defendant to appeal the conviction and any imposed sanction 3☑ Permit any order made against the defendant to be suspended by the tribunal that convicted the defendant,</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>pending the hearing of that appeal</p> <p>4 <input checked="" type="checkbox"/> Prohibit the appeal tribunal from including a prosecutor or a member of the first tribunal, or any other individual who was concerned with the original conviction</p> <p>5 <input checked="" type="checkbox"/> Require that the same procedures apply to the appeal process as apply to hearings before the disciplinary tribunal</p> <p>6 <input type="checkbox"/> None of the above</p>	
6.5.8.	Administrative Processes		
6.5.8.1.	<p><i>Elements of Administrative Processes</i></p> <p>As a part of Investigation and Discipline administrative processes does your organization:</p> <p>Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Establish time limits for disposal (completion) of all cases</p> <p>2 <input checked="" type="checkbox"/> Maintain and operate tracking mechanisms, to ensure that all investigations and prosecutions are promptly handled, and that all necessary action is taken at the appropriate stage</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>3<input checked="" type="checkbox"/> Maintain a procedure requiring (a) notification to all persons employed or otherwise participating in the investigative and disciplinary processes (or having access to information concerning such processes) of the importance of maintaining confidentiality, and (b) a binding agreement to maintain that confidentiality</p> <p>4<input checked="" type="checkbox"/> Maintain secure and confidential facilities for the storage of case papers and other evidence</p> <p>5<input checked="" type="checkbox"/> Maintain records of all investigation and disciplinary proceedings</p> <p>6<input type="checkbox"/> None of the above</p>	
6.5.8.3.	Case Numbers		
6.5.8.3.1.	<p><i>2005 Heard Case Numbers</i> Indicate the number of cases heard in 2005.</p>	713	<p>This number is the same as the number of cases Completed.</p> <p>* In 2005, the KICPA intensify monitoring of the compliance of the members with CPD requirements.</p>

Number	Question Title/Text/Help text	Answer	Comments
			Consequently the numbers of non-compliance with CPD requirements found highly increased in 2005.
6.5.8.3.2.	<i>2004 Heard Case Numbers</i> Indicate the number of cases heard in 2004.	36	This number is the same as the number of cases Completed.
6.5.8.3.3.	<i>2003 Heard Case Numbers</i> Indicate the number of cases heard in 2003.	24	This number is the same as the number of cases Completed.
6.5.8.3.4.	<i>2005 Completed Case Numbers</i> Indicate the number of cases completed in 2005.	713	
6.5.8.3.5.	<i>2004 Completed Case Numbers</i> Indicate the number of cases completed in 2004.	36	
6.5.8.3.6.	<i>2003 Completed Case Numbers</i> Indicate the number of cases completed in 2003.	24	
6.5.8.3.7.	<i>Average time required for disposal of cases</i> Indicate the average time (in months)	1	

Number	Question Title/Text/Help text	Answer	Comments
	required for the disposal (completion) of a case. This number should include both the time spent on (a) the investigation of the complaints and (b) the disciplinary proceedings.		
7.	SMO 7		
7.1.	<p><i>Accounting Standards in Law/Regulation</i> Does law or regulation establish the set of accounting standards to be used for preparation of financial statements of private sector listed entities and non-listed entities? Select all the answer options that are appropriate.</p> <p>Where the law / regulation establishes the accounting standards to be used by reference to the set of standards to be used by their name or by including the text of the standards in the law / regulation, please respond "yes" to this question. Section 7.8. of this module includes questions about the law / regulation.</p> <p>Where the law / regulation gives authority to a national standard-setter to establish the accounting standards, please respond "no". Section 7.2. of this module includes questions about the standard-setter and the accounting standards that are established.</p>	1 <input type="checkbox"/> Yes, for financial statements of listed entities	

Number	Question Title/Text/Help text	Answer	Comments
		2 <input type="checkbox"/> Yes, for financial statements of non-listed entities 3 <input checked="" type="checkbox"/> No, for financial statements of listed entities 4 <input checked="" type="checkbox"/> No, for financial statements of non-listed entities	
7.2.	Responsibility for Private Sector Accounting Standards		
7.2.1.	<i>Accounting Standards - Private Sector</i> Is there only one group of accounting standards or are the accounting standards applicable to listed entities different from non-listed entities?	1 <input checked="" type="radio"/> The accounting standards for listed entities and non-listed entities are the same set of standards 2 <input type="radio"/> The accounting standards for listed entities and non-listed entities are not the same set of standards	
7.2.6.	<i>Responsibility for Accounting Standards</i> Who has the authority establishing the accounting standards for listed and non-listed entities?	1 <input type="radio"/> Our organization 2 <input type="radio"/> Another IFAC member body 3 <input type="radio"/> Joint process between our organization and another IFAC member body 4 <input checked="" type="radio"/> Another organization	
7.2.7.	<i>Responsibility - Other SMO 7</i> State the organization's name that is responsible for establishing accounting standards for listed and non-listed entities.	Korea Accounting Standards Board	

Number	Question Title/Text/Help text	Answer	Comments
7.7.	Other Organization Standard-Setter SMO 7		
7.7.1.	<i>Standard-Setter and Convergence SMO 7</i> Has the standard-setter established convergence of national accounting standards with IFRSs and other IASB pronouncements? Select the answer option that is most appropriate.	<p>1 <input type="radio"/> Standard-setter's convergence objectives are not known</p> <p>2 <input checked="" type="radio"/> Standard-setter has established convergence as a formal objective</p> <p>3 <input type="radio"/> Standard-setter has not established convergence as a formal objective</p>	<p>KASB uses 'adoption-with amendments' in terms of convergence.</p> <p>Currently the FSC(Financial Supervisory Commission) and KASB are discussing IFRSs convergence starategy and policy. However, the specific information has not yet published.</p>
7.7.4.	Convergence Established - Standard-Setter SMO 7		
7.7.4.1.	<i>Standard-Setter Amendments SMO 7</i> Has the standard-setter issued information that describes differences between the IFRSs, other IASB pronouncements and national standards including:	1 <input type="radio"/> Yes	

Number	Question Title/Text/Help text	Answer	Comments
	<p>IFRSs and other IASB pronouncements in effect as at September 30, 2005 that have been adopted or compared with a similar or equivalent national standard or pronouncement; The effective date of national standard or pronouncement where it differs from the IFRS or other IASB pronouncement; The differences between the IFRS or other IASB pronouncement and the similar or equivalent national standard and pronouncement; and The reasons for the differences?</p>	<p>2 <input checked="" type="radio"/> No</p>	
7.7.4.2.	<p><i>Submit Information - Standard-Setter SMO 7</i></p> <p>If the standard-setter has issued information about differences between IFRSs and other IASB pronouncements and the national standards and it is available in English, indicate this in your response and submit a copy of the information to Compliance Staff.</p> <p>If this information is not available, refer to the SMO 7: Comparison with IASB Pronouncements report by clicking on the link and complete it to the extent your organization is able to and</p>	<p>1 <input type="radio"/></p>	<p>Yes, information is available for standard-setter and in English and will be submitted to Compliance Staff</p> <p>See submitted information further below.</p>

Number	Question Title/Text/Help text	Answer	Comments
	<p>submit it in Word format to Compliance Staff.</p> <p>Indicate whether your organization will be submitting available information or the "SMO 7: Comparison with IASB Pronouncements" report.</p>	<p>2⓪ No, information is not available from standard-setter; however our organization or jointly with another IFAC member / associate will complete the "SMO 7: Comparison with IASB Pronouncements" and submit it to Compliance Staff</p> <p>3⓪ No, information is not available</p>	
7.10.	Translation SMO 7		
7.10.1.	<p><i>Translation of IFRSs</i></p> <p>Are the IFRSs and other IASB pronouncements translated into national language?</p>	<p>1⓪ No, as English is an official language or widely spoken language</p> <p>2⓪ Yes, the IFRSs are translated</p> <p>3⓪ No and English is not an official language or is not widely spoken</p>	
7.10.2.	<p><i>Translation Follow Up SMO 7</i></p> <p>Explain why IFRSs are not translated (include information about specific</p>	<p>Korean accounting standards are based on IFRSs. Korean accounting</p>	<p>Currently the FSC and KASB are developing the roadmap</p>

Number	Question Title/Text/Help text	Answer	Comments
	impediments and challenges).	standards have been thought to be very similar to the IFRSs. The translation of IFRSs has not been considered to be necessary because most of the contents of IFRSs have been thought to be obtained through the Korean Accounting Standards.	on IFRS convergence. The specific plan of the translation of IFRSs is said to be included in this roadmap. This roadmap will be published in a couple of months.
7.11.	<i>Promotion Activities SMO 7</i> Please describe the activities your organization undertakes to promote and assist in the implementation of IFRSs and other IASB pronouncements and activities.	We participate in Task Force Committee for making a roadmap on IFRS Convergence initiated by FSS(Financial Supervisory Services)	
8.	Certification of Chief Executive		
8.1.	<i>Complete Certification</i> Once all required questions have been completed, the Certification of Chief Executive should be signed and submitted to Compliance Staff. Click Part 2 SMO Self Assessment Certification.doc here to download a copy of the Certification form.	1 <input checked="" type="checkbox"/> Yes, the Certification of Chief Executive has been submitted 2 <input type="checkbox"/>	

KOREA – KICPA
SMO 3: Comparison with IAASB Pronouncements

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
General	The current Korean Auditing Standard (KAS) is primarily based on the 1999 version of ISA with the partial modification or addition reflecting the new pronouncements of the IAASB. <u>And, the Audit Risk ISAs issued in 2004 and the related conforming changes have not yet been adopted</u> because of timing lag arising from its translation into the Korean language and the approval procedure by Korean Financial Supervisory Committee (FSC). The KSA in the Korean language is substantially and almost identical with ISA, and we are now preparing the English version for more convenience to peoples		SMP consideration was added as KSA 800 We divided entire ISA into KSA and its Application Guidance. KSA consists of the basic principles and essential procedures of ISA while the Application Guidance does related guidance of ISA.	PSP omitted because of inapplicability in Korea. KSA acts as a framework for engagement for the private company.	Except for some differences from national requirements and practices, all of the ISA was translated and incorporated in KSA. 1999 KSA was partly modified and added in 2003. Re-arranged and re-issued on March 29,

¹ Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

² Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	other than in Korea				2005
	Glossary of Terms	Same (in the Korean language) Re-arranged and re-issued on March 29, 2005		Terms not directly relevant with auditing standard was omitted, for example, the term prospective financial information	.
ISQC 1	International Standards on Quality Control (ISQC) Quality Control for	Korean Standard on Quality Control (KSQC) Dec 31, 2005			

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	<p>Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.</p> <p>Systems in compliance with ISQC 1 are required to be established by June 15, 2005</p>				
	<p>International Framework for Assurance Engagements (ISA Framework of International Standards on</p>	<p>Jan 24, 2006</p>			

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Auditing was withdrawn in December 2004)				
	International Standards on Auditing (ISAs)				
ISA 200	Objective and General Principles Governing an Audit of Financial Statements	Feb 27, 1999	According to the prohibition of non-audit service to the audit client in the Korean Act of CPA, KSA added procedures for independence and prohibition of non-audit service for the client	Amendments to ISA 200 is not adopted, see "general"	
ISA 210	Terms of Audit Engagements	Feb 27, 1999			
ISA 220 (Revised)	Quality Control for Audits of Historical Financial Information Effective for audits of historical	Feb 27,1999	KSQC and old appendix to ISA 220 is being simultaneously applied till entire revision of KSA, scheduled approximately in 2008		

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	financial information for periods commencing on or after June 15, 2005		KSA requires the auditor to record the estimate auditing hours and actual hours in the auditing docuemnt		
ISA 230	Documentation	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 240	<p>The Auditor's Responsibility to Consider Fraud in an Audit of Financial Statements</p> <p>Effective for audits of financial statements for periods beginning on or after December 15, 2004</p>	Jul 14, 2003		Revised 240 is not adopted, see "general"	
ISA 250	Consideration of Laws and Regulations in an	Feb 27,1999		Audit Risk Conforming changes are not reflected	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Audit of Financial Statements				
ISA 260	<p>Communications of Audit Matters With Those Charged With Governance</p> <p>Effective for audits of financial statements for periods ending on or after December 31, 2000</p>	Jul 14, 2003		Audit Risk Conforming changes are not reflected	
ISA 300	<p>Planning an Audit of Financial Statements</p> <p>Effective for audits of financial statements for periods beginning on or after December 15, 2004</p>	Feb 27,1999		The Audit Risk ISAs issued in 2004 have not yet been adopted, See "general"	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
ISA 315	Understanding the Entity and Its Environment and Assessing the Risks of Material Misstatement Effective for audits of financial statements for periods beginning on or after December 15, 2004 (ISA 310 Knowledge of the Business was withdrawn in December 2004)	ISA 310 Feb 27,1999		The Audit Risk ISAs issued in 2004 have not yet been adopted See "general"	
ISA 320	Audit Materiality	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 330	The Auditor's Procedures in Response to Assessed Risks	N/A		The Audit Risk ISAs issued in 2004 have not yet been adopted, See "general"	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Effective for audits of financial statements for periods beginning on or after December 15, 2004 (ISA 400 Risk Assessments and ISA 401 Internal Control and Auditing in a Computer Information Systems Environment were withdrawn in December 2004)				
ISA 402	Audit Considerations Relating to Entities Using Service Organizations	Feb 27,1999		Audit Risk Conforming changes are not reflected	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
ISA 500	Audit Evidence Effective for audits of financial statements for periods beginning on or after December 15, 2004	Feb 27,1999		The Audit Risk ISAs issued in 2004 have not yet been adopted, See "general"	
ISA 501	Audit Evidence— Additional Considerations for Specific Items	Feb 27, 1999	Minimum audit procedures for the significant accounts are added as appendix according to the requirement of Korean FSC	Audit Risk Conforming changes are not reflected	
ISA 505	External Confirmations Effective for audits of financial statements for periods ending on or after December 31, 2001	Jul 14, 2003		Audit Risk Conforming changes are not reflected	
ISA 510	Initial	Feb 27,1999		Audit Risk Conforming changes	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Engagements— Opening Balances			are not reflected	
ISA 520	Analytical Procedures	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 530	Audit Sampling and Other Selective Testing Procedures Effective for audits of financial statements for periods ending on or after July 1, 1999	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 540	Audit of Accounting Estimates	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 545	Auditing Fair Value Measurements and Disclosures Effective for audits of financial statements for	Mar 29, 2005		Audit Risk Conforming changes are not reflected	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	periods ending on or after December 31, 2003				
ISA 550	Related Parties	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 560	Subsequent Events	Feb 27,1999	KSA describe the date of issuance of F/S is that of shareholder's meeting following to the regulation in the Korean Commercial Code This causes it to result in significant difficulty in and differences to the accounting and auditing practice in Korea, especially related to ISA 560	Audit Risk Conforming changes are not reflected	
ISA 570	Going Concern Effective for audits of financial statements for periods ending on or after December 31, 2000	Feb 27,1999 Revised : Jul 14, 2003		Audit Risk Conforming changes are not reflected. We deleted the paragraph of the alternative authoritative basis presentation and auditor's opinion of fair presentation as we do not have such the basis.	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
ISA 580	Management Representations	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 600	Using the Work of Another Auditor	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 610	Considering the Work of Internal Auditing	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 620	Using the Work of an Expert	Feb 27,1999		Audit Risk Conforming changes are not reflected	
ISA 700	The Auditor's Report on Financial Statements Effective for audits of financial statements for periods ending on or after September 30, 2002	Feb 27,1999 Revised : Jul 14, 2003			
ISA 710	Comparatives Effective for reports	Feb 27,1999		The paragraphs related to the Corresponding figures are all deleted as the Korean GAAP	

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	issued or reissued on or after July 1, 1997			does not allow this system.	
ISA 720	Other Information in Documents Containing Audited Financial Statements	Feb 27,1999			
ISA 800	The Auditor's Report on Special Purpose Audit Engagements	Dec 22, 2005			
	International Auditing Practice Statements (IAPSs)				
IAPS 1000	Inter-Bank Confirmation Procedures	Draft in the Korean language			
IAPS 1004	The Relationship Between Bank Supervisors and Banks' External	Draft in the Korean language			

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Auditors				
IAPS 1005	The Special Considerations in the Audit of Small Entities	Draft in the Korean language			
IAPS 1006	Audits of the Financial Statements of Banks	Draft in the Korean language			
IAPS 1010	The Consideration of Environmental Matters in the Audit of Financial Statements	Draft in the Korean language			
IAPS 1012	Auditing Derivative Financial Instruments	Draft in the Korean language			
IAPS 1013	Electronic Commerce—Effect on the Audit of Financial Statements	Draft in the Korean language			
IAPS 1014	Reporting by	Draft in the Korean			

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Auditors on Compliance With International Financial Reporting Standards Approved in March 2003 for publication on June 1, 2003	language			
	International Standards on Review Engagements (ISREs)				
ISRE 2400	Engagements to Review Financial Statements (Previously ISA 910)	Dec 22, 2005			
	International Standards on Assurance Engagements				

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	(ISAEs)				
ISAE 3000	Assurance Engagements Other Than Audits or Reviews of Historical Financial Information Effective for assurance reports dated on or after January 1, 2005	Mar 22, 2006			
ISAE 3400	The Examination of Prospective Financial Information (Previously ISA 810)	Dec 22, 2005			
	International Standards on Related Services (ISRSs)				

No.	IAASB Pronouncements Issued and in Effect ¹ as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. ²	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
ISRS 4400	Engagements to Perform Agreed-upon Procedures Regarding Financial Information (Previously ISA 920)	Dec 22, 2005			
ISRS 4410	Engagements to Compile Financial Information (Previously ISA 930)	Dec 22, 2005			

IAASB Pronouncements Issued but Not in Effect as of September 30, 2005

The following IAASB pronouncements have been issued but are not in effect as of September 30, 2005.

	IAASB Pronouncements Issued and not in Effect¹ as of September 30, 2005	Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No)	If “yes”, please state the name of the pronouncement and its effective date.	If “no”, please explain whether this pronouncement has been included in the work program.	Comment Box for additional relevant information
ISA 230 (Revised)	Audit Documentation Effective for audits of historical financial information for periods beginning on or after June 15, 2006	No		We will include it when Entire Revision of KSA is done, which is expected to be around 2008. The revision will contain all the contents under supervision of Korean government of Audit Risk and the IFAC’s Clarity Project	
ISA 700 (Revised)	The Independent Auditor’s Report on a Complete Set of General Purpose Financial Statements Effective for auditors’ reports’ dated on or after December 31, 2006	No		See above	
ISA 701	Modifications to the Independent Auditor’s Report	No		See above	

	IAASB Pronouncements Issued and not in Effect¹ as of September 30, 2005	Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No)	If “yes”, please state the name of the pronouncement and its effective date.	If “no”, please explain whether this pronouncement has been included in the work program.	Comment Box for additional relevant information
	Effective for auditors’ reports’ dated on or after December 31, 2006				
ISRE 2410	Review of Interim Financial Information Performed by the Independent Auditor of the Entity Effective for engagements to review the interim financial information of an audit client for periods beginning on or after December 15, 2006	No		We completed translation of ISRE 2410, and are taking the government approval procedures. Exact time unknown	
ISA 200 (Amended)	ISA 200 Amended as a Result of ISA 700 (Revised)—Effective for	No		See above	

	IAASB Pronouncements Issued and not in Effect¹ as of September 30, 2005	Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No)	If “yes”, please state the name of the pronouncement and its effective date.	If “no”, please explain whether this pronouncement has been included in the work program.	Comment Box for additional relevant information
	Audits of Financial Statements for Periods Beginning On or After December 15, 2005				
ISA 210 (Amended)	ISA 210 Amended as a Result of ISA 700 (Revised)—Effective for Audits of Financial Statements for Periods Beginning on or after December 15, 2005	No		See above	
ISA 560 (Amended)	Conforming Amendments to ISA 560 as a Result of ISA 700 (Revised) - Effective for Auditor’s Reports Dated On or After December 31, 2006	No		See above	
ISA 800 (Amended)	Conforming Amendments to ISA 800 as a Result of ISA 700 (Revised)—Effective for Auditor’s	No		See above	

	IAASB Pronouncements Issued and not in Effect¹ as of September 30, 2005	Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No)	If “yes”, please state the name of the pronouncement and its effective date.	If “no”, please explain whether this pronouncement has been included in the work program.	Comment Box for additional relevant information
	Reports Dated On or After December 31, 2006				

IAASB Pronouncements that Have Been Withdrawn

The following IAASB pronouncements have been withdrawn and are no longer in effect as of September 30, 2005.

	Withdrawn IAASB Pronouncements	Has your organization withdrawn this IAASB pronouncement or the similar / equivalent national standard or pronouncement addressing this subject matter? (Yes / No)	If “no”, please explain whether there are plans to withdraw the pronouncement and provide a description of the plans.	Where there are no plans to withdraw the pronouncement, please explain the reasons, conditions that exist and give rise to the need for this pronouncement.	Comment Box for additional relevant information
IAPS 1001	IT Environments—Stand-alone Personal	This statement was not adopted in Korea			

	Withdrawn IAASB Pronouncements	Has your organization withdrawn this IAASB pronouncement or the similar / equivalent national standard or pronouncement addressing this subject matter? (Yes / No)	If “no”, please explain whether there are plans to withdraw the pronouncement and provide a description of the plans.	Where there are no plans to withdraw the pronouncement, please explain the reasons, conditions that exist and give rise to the need for this pronouncement.	Comment Box for additional relevant information
	Computers – Withdrawn December 2004				
IAPS 1002	IT Environments— On-line Computer Systems – Withdrawn December 2004	This statement was not adopted in Korea			
IAPS 1003	IT Environments— Database Systems – Withdrawn December 2004	This statement was not adopted in Korea			
IAPS 1007	Communications With Management— Withdrawn	This statement was not adopted in Korea			
IAPS 1008	Risk Assessments and Internal Control— CIS Characteristics and Considerations – Withdrawn December	This statement was not adopted in Korea			

	Withdrawn IAASB Pronouncements	Has your organization withdrawn this IAASB pronouncement or the similar / equivalent national standard or pronouncement addressing this subject matter? (Yes / No)	If “no”, please explain whether there are plans to withdraw the pronouncement and provide a description of the plans.	Where there are no plans to withdraw the pronouncement, please explain the reasons, conditions that exist and give rise to the need for this pronouncement.	Comment Box for additional relevant information
	2004				
IAPS 1009	Computer-assisted Audit Techniques – Withdrawn December 2004	This statement was not adopted in Korea			
IAPS 1011	Implications for Management and Auditors of the Year 2000 Issue— Withdrawn	This statement was not adopted in Korea			

KOREA – KICPA
SMO 4: Provisions Relating to Threats to Independence

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
	General:			Fully adoption the revised IFAC Code of Ethics is our on going project. We plan to finish this project by June 2006 and issue our new code of ethics. This code will be probably in effect as of January 1, 2007. All the provisions in our new code will be thought to be almost the same as the revised IFAC Code.
1.	290.13	1. Yes		
2.	290.21	1. Yes		
	Restricted Use Reports:			
3.	290.19	1. Yes		
	Engagement Period:			
4.	290.31	1. Yes		
5.	290.32	1. Yes		
6.	Provisions Applicable to All Assurance Clients:			
7.	290.106	1. Yes		
	Provisions Applicable to Financial Statement Audit Clients:			
8.	290.113	1. Yes		
9.	290.114	1. Yes		
10.	290.115	1. Yes		
11.	290.117	1. Yes		

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
12.	290.119	1. Yes		
13.	290.121	1. Yes		
	Provisions Applicable to Non-Financial Statement Audit Assurance Clients:			
14.	290.122	1. Yes		
15.	290.123	1. Yes		
16.	290.124	1. Yes		
	Loans and Guarantees:			
17.	290.129	1. Yes		
18.	290.130	1. Yes		
19.	290.131	1. Yes		
20.	Close Business Relationships With Assurance Clients:			
21.	290.132	1. Yes		
	Family and Personal Relationships:			
22.	290.136	1. Yes		
	Recent Service with Assurance Clients:			

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
23.	290.147	1. Yes		
	Serving as an Officer or Director on the Board of Assurance Clients:			
24.	290.149	1. Yes		
25.	290.151	1. Yes		
	Financial Statement Audit Clients That are Listed Entities:			
26.	290.154	1. Yes		
	Provision of Non-Assurance services to Assurance Clients:			
27.	290.158	1. Yes		
28.	290.159	1. Yes		
29.	Preparing Accounting Records and Financial Statements:			
30.	290.167	1. Yes		
31.	290.171	1. Yes		
	Valuation Services:			

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
32.	290.176	1. Yes		
	Provision of Internal Audit Services to Financial Statement Audit Clients:			
33.	290.185	1. Yes		
	Provision of IT Systems Services to Financial Statement Audit Client:			
34.	290.188	1. Yes		
	Temporary Staff Assignments to Financial Statement Audit Clients:			
35.	290.192	1. Yes		
36.	290.200	1. Yes		
37.	290.202	1. Yes		
38.	290.204	1. Yes		
	Pricing:			
39.	290.209	1. Yes		
	Contingent Fees:			

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
40.	290.11	1. Yes		
	Gifts and Hospitality:			
41.	290.213	1. Yes		

KOREA – KICPA
SMO 7: Comparison with IASB Pronouncements

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state “None”)	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	Framework for the Preparation and Presentation of Financial Statements	Statement of Korean Accounting Concepts (Dec. 4, 2003)	None	None	
IFRS 1	First-time Adoption of International Financial Reporting Standards	None	None	None	
IFRS 2	Share-based Payment	Interpretations 39-35 Share-based Payments (Dec. 31, 2003)	None	1. This interpretation shall be applied in accounting for share options and share appreciation rights only. This interpretation excludes employee share purchase plan and share option plan having the same characteristics of an employee share purchase plan in economic substance. 2. Share appreciation rights settled in shares shall be accounted for as a liability transaction because such share appreciation	

³ IASB pronouncements are available by contacting the IASB or refer to its website at www.iasb.org.

⁴ Each IASB pronouncement contains information about the effective date of the pronouncement and for amendments to the pronouncements. Where applicable, the IASB pronouncement also contains information about transitional provisions. Refer to the IASB pronouncement for information about effective dates and transitional provisions.

	IASB pronouncements ³ issued and in effect as of September 30, 2005 ⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
				<p>rights settled in share are presumed to be a type of share option which is settled in payment of cash in lieu of issuing shares.</p> <p>3. The equity instruments granted shall be measured at fair value with no exception. The intrinsic value is not allowed.</p> <p>4. For cash-settled share-based payment transactions, the entity shall measure compensation costs at their intrinsic value, which is calculated as the difference between the exercise price and the share price at each reporting date and at the settlement date.</p> <p>5. In cases where the counter-party has the rights of choosing alternatives, the entity shall recognize the compensation costs as a liability.</p>	
IFRS 3	Business Combinations	Accounting standards for Business Combination (Mar. 25, 1999)	<ol style="list-style-type: none"> 1. The use of the pooling of interests method is permitted. 2. Business combinations where the acquirer is not identified will be treated as uniting of interests transactions. 3. Goodwill is required to be amortized over its useful life using the straight-line method. 4. The acquiree is required to disclose related business combination information. 	<ol style="list-style-type: none"> 1. An acquirer is not required to recognize separately the acquiree's contingent liabilities at the acquisition date as part of allocation the cost of a business combination. 3. There is no prescription of the reassessment. 4. The amount of negative goodwill not exceeding the fair values of acquired identifiable non-monetary assets should be recognized as income using the straight-line method over the remaining weighted average useful life of the identifiable acquire depreciable/amortizable assets. 5. If the subsequent identification or changes are made before the end of th 	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
				period commencing after the acquisition date, goodwill or negative goodwill should be adjusted correspondingly to these adjustments. However, the subsequent identification or changes are made after the end of the period commencing after the acquisition date, profit or loss should be recognized correspondingly to these adjustments.	
IFRS 4	Insurance Contracts	Accounting standards for Insurance (Dec.31, 2001)	1. Expenses shall be accounted for as assets or liabilities depending on the characteristics of the matching revenues. 2. Catastrophe Reserve is recognized as liability. 3. Acquisition Cost is capitalized and amortized over its contract period. 4. Reserve for Participating Policyholder's Dividends is recognized as liability.		
IFRS 5	Non-current Assets Held for Sale and Discontinued Operations	SKAS 11 Discontinued operations (Dec. 31, 2006)	None	1. Accounting for assets held for sale is not included in the scope of SKAS 11. 2. An entity classifies an operation as discontinuing, an entity shall estimate the recoverable amount of each asset of the discontinuing operation (at the higher of the asset's net selling price or its value in use.) 3. There is no specific guidance on separation of assets and liabilities related to the discontinued operations from other	

	IASB pronouncements ³ issued and in effect as of September 30, 2005 ⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
				assets in the balance sheet. The carrying amounts of such assets and liabilities should be disclosed in the notes.	
IAS 1	Presentation of Financial Statements	SKAS 21 Presentation of Financial Statements (Jan. 1, 2007)	1. A statement of appropriations of unappropriated retained earnings is included in a complete set of financial statements.	1. There is no prescription for a 52-week financial period.	
IAS 2	Inventories	SKAS10 Inventories (Dec.31, 2003)	1. KGAAP permits the use of the LIFO method.	1. The standard cost method is not allowed.	
IAS 7	Cash Flow Statements	KFAS Articles 80-86 Statement of Cash Flows (Aug. 25, 2000)	None	1. Bank overdrafts are not included in cash and cash equivalents. 2. No requirement for disclosure of cash and cash equivalents.	
IAS 8	Accounting Policies, Changes in Accounting Estimates, and Errors	SKAS 1 Accounting Policies, Changes in Accounting Estimates, and Errors (Mar. 30, 2001)	None	1. An entity is required to correct prior period errors only if those errors are determined as <u>fundamental</u> ("material" in IAS 8) errors. The definition of 'fundamental errors' is errors that are so significant that the financial statements are no longer considered reliable. The concept of fundamental errors is more significant than the concept of material errors.	
IAS 10	Events after the Balance Sheet Date	SKAS 6 Events after the Balance Sheet Date (Dec.31, 2002)	1. The entity is required to disclose the name of the body which has approved the financial statements.	None	
IAS 11	Construction Contracts	SKAS12 Construction Contracts	None	1. Contract costs are not recognized by reference to the stage of completion of the	

	IASB pronouncements ³ issued and in effect as of September 30, 2005 ⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
		(Dec.31, 2003)		contract activity at the balance sheet date. Contract costs are recognized at the amount of total actual costs incurred during the period.	
IAS 12	Income Taxes	SKAS16 Income Taxes (Dec.31, 2004)	1. Deferred tax assets and deferred tax liabilities should be classified into current assets (liabilities) or non-current assets (liabilities) based on the classification of related assets and liabilities on the face of the balance sheet.	1. Deferred tax assets and liabilities are measured using <u>the marginal tax rates</u> that are expected to apply to the taxable profit of the periods in which the temporary differences are expected to reverse.	
IAS 14	Segment Reporting	Interpretation 50-87 Segment Reporting (Jun.29, 1999)	None	1. There is no classification of segments reporting, such as primary segment reporting and secondary segment reporting. 2. An entity is required to disclose segment revenue, operating results, <u>tangible and intangible assets</u> , and depreciation and amortization for each reportable segment.	
IAS 16	Property, Plant and Equipment	SKAS 5 Property, Plant and Equipment (Dec.31, 2002)	None	1. Revaluation model is not allowed. 2. The cost of property, plant, and equipment acquired in exchange for a similar asset is measured <u>at the carrying amount</u> of the asset given up. 3. Periodic review of the residual and useful life of an asset is not allowed. The change of useful life is allowed only when the change is justified with fair and reasonable reasons. The change shall be accounted for as a change in accounting estimate. 4. The change of depreciation method shall be accounted for as a change in accounting	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
				policy.	
IAS 17	Leases	SKAS 19 Leases (Dec.31, 2005)	None	1. The concept of "the inception of the lease" is not separated from the concept of "the commencement of the lease term". 2. The concept of "economic life" is not used in SKAS 19.	
IAS 18	Revenue	SKAS 4 Revenue (Dec.31, 2002)	1. With respect to the rendering of services, when it is probable that expected total costs will exceed total revenue, the expected loss shall be recognized as an expense immediately.	None	
IAS 19	Employee Benefits	KFAS Article 27 Severance and Retirement benefits (Aug. 25, 2000) KAI SOP 05-2 Pensions (Nov.29, 2005)	None	None	
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance	KFAS Article 71 Accounting for Government Grants, etc.. (Aug. 25, 2000) Interpretations 61-71 Accounting for Government Grants and Disclosure of Government Assistance (Dec.27, 2001)		1. Government grants related assets shall be presented in the balance sheet only by deducting the grant in arriving at the carrying amount of the asset. The grants shall be amortized against depreciation of the acquired assets over the useful lives of the assets.	
IAS 21	The Effects of	KFAS Articles	None	1. All non-monetary assets and liabilities	

	IASB pronouncements ³ issued and in effect as of September 30, 2005 ⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Changes in Foreign Exchange Rates	48,49,68 and 69 Translation of assets and liabilities denominated in foreign currencies (Aug. 25, 2000)		denominated in foreign currencies shall be translated using the exchange rate at the date of the transaction. 2. No guidance on a change in an entity's functional currency. 3. No guidance on financial reporting in a hyperinflationary economy.	
IAS 23	Borrowing Costs	SKAS 7 Capitalization of borrowing costs (Dec. 31, 2002)	None	1. Gains or losses arising from valuation and transactions of derivatives with respect to borrowings are <u>explicitly specified as one of borrowing costs.</u> 2. The capitalization rate can be calculated as the weighted-average of the borrowing costs applicable to the borrowing of the entity that are <u>outstanding at closing date</u> , provided that changes or fluctuations in the balance of borrowings during the period are not significant.	
IAS 24	Related Party Disclosures	SKAS 20 Related Party Disclosures (Dec. 31, 2005)	None	1. Non-listed companies can be exempted from disclosure of the compensation of key management personnel.	
IAS 26	Accounting and Reporting by Retirement Benefit Plans	None	None	None	
IAS 27	Consolidated and Separate Financial Statements	Accounting Standard for Consolidated Financial Statements (Mar. 23, 2000)	None	1. The excess of losses applicable to the minority is not allocated against the majority interest to the extent that the minority has a binding obligation and is able to make an additional investment to	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state “None”)	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
				cover the losses.	
IAS 28	Investments in Associates	SKAS 15 Investments in Associates (Dec. 31, 2004)	1. A subsidiary and a jointly controlled entity are included in an associates because the definition of “significant influence” includes the concept of control or joint control. Under KGAAP, separate financial statements are the principal financial statements for accounting and financial reporting purposes.	1. When the acquisition of significant influence is achieved by successive purchases, goodwill or negative goodwill is not recognized by a step-by-step. The amount of goodwill or negative goodwill is determined by the total of the fair values, at the acquisition date of significant influence. 2. Goodwill is required to be amortized over its useful life using the straight-line method. Goodwill relating to an associate is included in the determination of the investor’s share of the associate’s profits or losses.	
IAS 29	Financial Reporting in Hyperinflationary Economies	None	None	None	
IAS 30	Disclosures in the Financial Statements of Banks and Similar Financial Institutions	Accounting standards for Banks (Dec. 31, 2001) Accounting standards for Stock brokerage (Dec. 31, 2001)	Refer to the below IAS 32 and IAS 39	Refer to the below IAS 32 and IAS 39	
IAS 31	Interests in Joint Ventures	SKAS 18 Interests in Joint Ventures (Dec. 31, 2005)	1. When a venturer contributes non-monetary assets to a joint venture and reliable measurement of gains or losses are not available, a venturer shall not recognize any gains or losses from the contribution transaction.	1. A venturer shall recognize its interest in a jointly-controlled entity using the equity method only and the use of proportionate consolidation is not permitted.	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
IAS 32	Financial Instruments: Disclosure and Presentation	SKAS 8 Investments in Securities (Dec. 31, 2002) SKAS 9 Convertible Securities (Dec. 31, 2002) SKAS 13 Troubled Debt Restructurings (Dec. 31, 2003) Interpretation 53-70 Accounting for Derivative Instruments (Jan. 25, 2002)	None	1. There is no specific guidance on determining whether a financial instrument is an equity instrument or a financial liability. 2. A redeemable preferred share is classified as an equity instrument because redemption of the preferred share should be accounted for as an appropriation of retained earnings. 3. There is no specific guidance on the disclosure of the fair value of financial assets and financial liabilities.	
IAS 33	Earnings per Share	Interpretation 29-54 Calculation of Earnings per share and Ordinary Income per share	None	1. There is no specific guidance on the effects of reduction of preference shares and exercise price for share options.	
IAS 34	Interim Financial Reporting	SKAS 2 Interim Financial Reporting (Dec. 31, 2002)	None	1. An entity is required to present interim financial statements in the same way as annual financial statements. However, it is allowed to present accounts in summarized amounts on the face of the financial statements. 2. A statement of change in equity is not included in interim financial statements.	
IAS 36	Impairment of Assets	KFAS Article 55 Standards for Asset Valuation (Aug. 25, 2000) SKAS 3	None	1. There is no specific guidance in assessing whether there is any indication that an asset may be impaired or an impairment loss of an asset may be reversed. However, some external indicators are illustrated.	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state “None”)	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
		Intangible assets (Dec. 31, 2002) SKAS 5 Property, Plant and Equipment (Dec. 31, 2002) Accounting Standards for Business Combinations (Mar. 25, 1999)		2. There is no specific guidance on the detailed meanings of fair value less costs to sell and value in use, and a method to determine or estimate them, which is necessary for measuring any recoverable amounts. 3. There is no prescription of the concept of a cash generating unit(“CGU”).	
IAS 37	Provisions, Contingent Liabilities and Contingent Assets	SKAS 17 Provisions, Contingent Liabilities and Contingent Assets (Dec. 31, 2004)	None	None	
IAS 38	Intangible Assets	SKAS 3 Intangible assets (Dec. 31, 2002)	1. Accounting for expenditure on the development and extraction of minerals, oil, natural, gas, etc. are included in the scope of SKAS 3.	1. The cost of an intangible asset acquired in exchange for a dissimilar asset is measured at the fair value of the asset given up(unless the fair value of the asset received is more clearly evident). However, the cost of an intangible asset acquired in exchange for a similar asset is measured at the carrying amount of the asset given up. 2. Revaluation model is not allowed. 3. The useful life of an intangible asset shall not exceed 20 years from the date when the asset is available for use, except in the case where, by contract or related laws, an entity has monopolistic and exclusive rights to control an intangible asset. 4. The amortization period and the amortization method for an intangible asset	

	IASB pronouncements ³ issued and in effect as of September 30, 2005 ⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
				shall be applied consistently over the useful life.	
IAS 39	Financial Instruments: Recognition and Measurement	SKAS 8 Investments in Securities (Dec. 31, 2002) SKAS 9 Convertible Securities (Dec. 31, 2002) SKAS 13 Troubled Debt Restructurings (Dec. 31, 2003) Interpretation 53-70 Accounting for Derivative Instruments (Jan. 25, 2002)	None	<p>1. Equity and debt securities are classified into (a) trading, (b) available-for-sale, (c) held-to-maturity, and (d) derivatives classified as other assets or liabilities.</p> <p>2. A foreign exchange spot, which is usually settled within two days from the transaction date, is not subject to accounting for derivative instruments, and it is required to be accounted for as other assets or liabilities.</p> <p>3. A security with a put option by the holder could be classified as a held-to-maturity security provided that the reporting entity has an ability and positive intent to hold the security until maturity.</p> <p>4. Only conversion rights embedded in detachable convertible bonds could be recognized as embedded derivatives.</p> <p>5. The regular way purchase or sale should be recognized or derecognized at the trading date. The settlement date accounting is not allowed to use.</p> <p>6. Foreign exchange gains and losses on available-for-sale financial assets should be recognized directly in equity, not through profit or loss.</p> <p>7. A held-to-maturity can be a hedged item only with respect to the credit risk. It is required that a held-to-maturity should not be hedged against risks from changes in foreign currency exchange rates.</p>	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
IAS 40	Investment Property	KFAS Article 17 Investments (Aug. 25, 2000) SKAS 5 Property, plant and Equipment (Dec. 31, 2002)	None	1. Property held to earn rental income is not classified as investment property. It is classified as property, plant and equipment. 2. The fair value model is not allowed. Only the cost model shall be applied.	
IAS 41	Agriculture	None	None	None	
IFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	None	None	None	
IFRIC 2	Members' Share in Co-operative Entities and Similar Instruments	None	None	None	
IFRIC 4	Determining Whether an Arrangement Contains a Lease	SKAS 19 Leases (Dec.31, 2005)	Refer to the above IAS 17	Refer to the above IAS 17	
IFRIC 5	Rights to Interests Arising From Decommissioning, Restoration and Environmental Rehabilitation Funds	None	None	None	
SIC 7	Introduction of the Euro	None	None	None	
SIC 10	Government	KFAS Article 71	Refer to the above IAS 20	Refer to the above IAS 20	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Assistance – No Specific Relation to Operating Activities	Accounting for Government Grants, etc.. (Aug. 25, 2000) Interpretations 61-71 Accounting for Government Grants and Disclosure of Government Assistance (Dec.27, 2001)			
SIC 12	Consolidation – Special Purpose Entities	None	None	None	
SIC 13	Jointly Controlled Entities – Non-Monetary Contributions by Venturers	SKAS 18 Interests in Joint Ventures (Dec. 31, 2005)	Refer to the above IAS 31	Refer to the above IAS 31	
SIC 15	Operating Leases - Incentives	None	None	None	
SIC 21	Income Taxes – recovery of Revalued Non-Depreciable Assets	SKAS16 Income Taxes (Dec.31, 2004)	Refer to the above IAS 12	Refer to the above IAS 12	
SIC 25	Income Taxes – Changes in the Tax Status of an Entity or its Shareholders	SKAS16 Income Taxes (Dec.31, 2004)	Refer to the above IAS 12	Refer to the above IAS 12	
SIC 27	Evaluating the Substance of	SKAS 4 Revenue	Refer to the above IAS 18	Refer to the above IAS 18	

	IASB pronouncements³ issued and in effect as of September 30, 2005⁴	State the name and effective date of the NAS and related pronouncement that addresses this IASB pronouncement	Describe any NAS and related pronouncement requirements that are not required by the IASB pronouncements (or state "None")	Describe the IASB requirements or guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Transactions Involving the Legal Form of a Lease	(Dec.31, 2002)			
SIC 29	Disclosure – Service Concession Arrangements	None	None	None	
SIC 31	Revenue – Barter Transactions Involving Advertising Services	SKAS 4 Revenue (Dec.31, 2002)	Refer to the above IAS 18	Refer to the above IAS 18	
SIC 32	Intangible Assets – Web Site Costs	SKAS 3 Intangible assets (Dec. 31, 2002)	Refer to the above IAS 38	Refer to the above IAS 38	

IASB Pronouncements Issued but Not in Effect as of September 30, 2005

The following IASB pronouncements have been issued but are not in effect as of September 30, 2005.

	IASB Pronouncements Issued and not in Effect¹ as of September 30, 2005	Has this IASB pronouncement been adopted or otherwise incorporated into national accounting standards and related pronouncements? (Yes / No)	If “yes”, please state the name of the pronouncement and its effective date.	If “no”, please explain whether this pronouncement has been included in the work program.	Comment Box for additional relevant information

IFRS 6	Exploration for and Evaluation of Mineral Resources	No		Not included in the work program	
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IASB Pronouncements that Have Been Withdrawn

The following IASB pronouncements have been withdrawn and are no longer in effect as of September 30, 2005.

	Withdrawn IAASB Pronouncements	Has your organization withdrawn this IAASB pronouncement or the similar / equivalent national standard or pronouncement addressing this subject matter? (Yes / No)	If “no”, please explain whether there are plans to withdraw the pronouncement and provide a description of the plans.	Where there are no plans to withdraw the pronouncement, please explain the reasons, conditions that exist and give rise to the need for this pronouncement.	Comment Box for additional relevant information
IFRIC 3	Emission Rights				