

BACKGROUND NOTE ON ACTION PLANS

SMO Action Plans are developed by IFAC Members and Associates to demonstrate fulfillment of IFAC Statements of Membership Obligations (SMOs). SMOs require IFAC Members and Associates to support the adoption¹ and implementation² of international standards and other pronouncements issued by independent standard-setting boards under the auspices of IFAC as well as by the International Accounting Standards Board (IASB); and to establish a Quality Assurance (QA) review and Investigation and Disciplinary (I&D) systems.

IFAC Members and Associates conduct a self-assessment against the requirements of SMOs and identify areas where improvements are needed. Based on the results of the assessment, Members and Associates develop an SMO Action Plan to (a) demonstrate how they fulfill the requirements of the SMOs and (b) where some requirements are not yet addressed, to present plans towards their fulfillment.

SMO Action Plans are designed to be ever-green documents that provide a comprehensive description of the accountancy profession and its legislative and regulatory environment in the jurisdiction as well as the actions undertaken by IFAC Members or Associates to support adoption and implementation of international standards and best practices.

Regular updates of the SMO Action Plans are required as part of the IFAC Member Compliance Program.

Use of Information

Please refer to the Disclaimer published on the IFAC Member Compliance Program website.

ACTION PLAN

IFAC Member:	The National Federation of Certified Public Accountants Association of the Republic of China (NFCPAAROC)
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¹ *Adoption* is concerned with the decision that international standards are appropriate for use in specific national financial reporting environments and with the actions necessary to effect those decisions, including incorporation into national requirements or requiring the use of international standards through law. Adoption may include a process to review draft international standards, translation, public exposure of proposed standards, approval, incorporation into national requirements as necessary, and promulgation of final standards, and, where applicable, a convergence process to eliminate or minimize differences between international and national standards.

² *Implementation* may include a process to build awareness of the adopted standards, provide relevant education and training, develop or disseminate implementation guidance and any other activities that promote proper understanding and use of the standards in practice.

GLOSSARY

AAC	Accounting and Auditing Committee
APSC	Auditing and Professional Standards Committee
ARDF	Accounting Research and Development Foundation
CDC	CPA Discipline Committee
CPA	Certified Public Accountant
CPD	Continuing Professional Development
DC	Discipline Committee
ECC	Ethics Code Committee
FSC	Financial Supervisory Commission
GAASs	General Accepted Auditing Standards
IAASB	International Auditing and Assurance Standards Board
IAESB	International Accounting Education Standards Board
IASB	International Accounting Standards Board
IEIPs	International Education Information Papers
IEPSs	International Education Practice Statements
IESs	International Education Standards
IESBAs	International Ethics Standards Board for Accountants
IFRS	International Financial Reporting Standard
IPSASs	International Public Sector Accounting Standards
ISA	International Standard on Auditing
I&D	Investigation and Discipline
NFCPAAROC	National Federation of Certified Public Accountant Associations of the Republic of China
PEC	Professional Education Committee
PRC	Peer Review Committee
PRIC	Professional Responsibility Investigation Committee
QA	Quality Assurance
SMEs	Small and Medium Enterprises
SMEC	SME Committee
SMOs	Statement of Membership Obligations

Action Plan Subject: SMO 1–Quality Assurance
Action Plan Objective: Develop and Improve Quality Assurance Review System in Line with SMO 1 Requirements

Background: (Applicability Framework (Ref to SMO1 9.(c)): Shared responsibility with government, regulators, or other appointed authorities.)

In accordance with the Certified Public Accountants Act of 2009, the NFCPAAROC organizes the Peer Review Committee to conduct Quality Assurance (QA) practice reviews on individual members and firms that provide attestation services. According to the QA Review Guidelines (based on ROC GAAS #44 Quality Control for Audits of Historical Financial Information and #46 Quality Control for Public Accounting Firms, which are primarily modified in line with the ISA 220 and ISQC 1, respectively and other relevant regulations and standards), each Certified Public Accountant (CPA) firm which is approved by the Securities & Future Bureau (SFB), should be reviewed by the Peer Review Committee once every five years. The most current review cycle, which commenced in 2014, will be completed in 2018. We will further enhance our next 3 years blue map to shorten the review cycle in line with SMO 1 requirements. The QA conducted by the NFCPAAROC is for self-discipline purposes and be monitored by the Financial Supervisory Commission (FSC).

The Accounting and Auditing Supervision Division of the Securities and Futures Bureau (SFB), under the Financial Supervisory Commission (FSC), the competent authority for public oversight function has conducted a separate process for QA, and it determines the inspection focus and case selection annually which are in accordance with GAAS #46, risk-oriented and depend on the current situations. FSC may dispatch personnel to inspect the operations and operations related to the financial status of a CPA firm that has been approved to provide attestation services to public companies under CPA Act #19. In 2014, FSC conducted field inspections to three Accounting firms and released a general inspection report in June, 2015.

#	Start Date	Actions	Completion Date	Responsibility	Resources
<i>Maintaining Ongoing Processes</i>					
1.	2007	The quality assurance standards & pronouncements were issued and activated (ROC GAAS #44 and #46).	July 1, 2009 Completed	Accounting Research and Development Foundation	Accounting Research and Development Foundation
2.	August 2013	Complete the review of 23 members and firms of all accountancy bodies accredited to provide attestation services for public held companies in 2013 and issue written quality assurance review reports to the reviewed by members and firms. Each reviewed firm was drawn at least 5 cases (10 cases at most) including public companies which were more than 50% and private companies.	January 21, 2014 Completed	Peer Review Committee	Peer Review Committee

#	Start Date	Actions	Completion Date	Responsibility	Resources
3.	Ongoing	Organize representatives from local CPAs, academics, and experts in CPA profession to execute inspection and practice review.	Ongoing	Peer Review Committee	Peer Review Committee
4.	October 2009	Perform a review of the Quality Assurance practice review program to ensure it is operating in accordance with ROC GAAS.	August 31, 2014 Completed	Peer Review Committee	Peer Review Committee
5.	2014	Follow up the improvements of the above reviewed 23 members and firms. Also prepare to process the review of the members and firms of all accountancy bodies accredited to provide attest services for public companies in 2014.	Ongoing	Peer Review Committee	Peer Review Committee
<i>Review of NFCPAAROC's Compliance Information</i>					
6.	Ongoing	Perform periodic review of NFCPAAROC's SMO Action Plan and update sections relevant to SMO 1 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.	Ongoing	Peer Review Committee	Peer Review Committee
7.	Ongoing	Provide CPD programs related to quality control policies and procedures in CPA's practice and the analysis of the common audit deficiencies to CPAs.	July 3, 2014 January 28, 2015 Completed	Peer Review Committee Professional Education Committee	Peer Review Committee Professional Education Committee

Action Plan Subject: SMO 2–International Education Standards for Professional Accountants and Other Pronouncements Issued by the IAESB
Action Plan Objective: Ensure that all IESs, IEPSs, and IEIPs Requirements are Incorporated into NFCPAAROC's Education Requirements

Background: *(Applicability Framework (Ref to SMO2 6.(c)): Shared responsibility with government, regulators, or other appointed authorities.)*

In Taiwan, the entry requirement of CPA is to pass the national CPA examination which is managed by the government. Candidates must graduate from universities/college or higher and major in accounting (or study at least seven professional subjects more than 20 credits in total for whom not major in accounting related) before he/she to take this examination. Successful candidates of the national CPA examination is required to have practice experience before he/she apply for the admission as a member of NFCPAAROC.

The requirements of the IESs is regulated in the Certified Public Accountants Act of 2009. The Financial Supervisory Commission (FSC) is responsible for setting Pre-Professional Training and CPD in Taiwan and the NFCPAAROC is responsible for the implementation of the IESs.

NFCPAAROC has mostly adopted the IESs except specifying requirements for professional accounting education programs¹ set out in IES 12. Prescribing the level of proficiency, learning outcomes set out in IES 2, 3 and 4 are effective as of July 1, 2015 and practical experience supervision and monitoring set out in IES 5 is also effective as of July 1, 2015. Specifying requirements for practical experience for engagement partners set out in IES 8 will become effective July 1, 2016. Entry into the CPA exam, which is administered by the Ministry of Education is dependent on a candidate completing a specified university course. Candidates for NFCPAAROC membership are required to pass the CPA exam as a method of assessment as prescribed by IES 6, and meet the requirement of two years' practical experience, which is under the responsibility of NFCPAAROC.

Under the CPA Act and Regulations governing CPA Pre-Professional Training and Continuing Professional Education each year every member is expected to have no less than 40 hours of continuing professional education, which meets the at least 20 hours requirement of IES 7, including no less than 14 hours organized by Professional Education Committee (PEC) courses. Technical for this purpose is defined as any learning concerned with standards and pronouncements by IFAC. The NFCPAAROC has hosted conferences to educate members to learn how to lead their clients to implement and comply with the standards and practices as a way to meet the requirements of IES 7.

#	Start Date	Actions	Completion Date	Responsibility	Resources
<i>Strengthening CPD Requirements and Establish a Comprehensive Monitoring Mechanism</i>					
8.	June 2010	Introduce stern measures to deter non-compliance of the PEC as prescribed by IES 7, e.g. enacting a by-law for the withdrawal of a practicing certificate for those who are unable to complete the CPD hours or membership deregistration, fining etc.	Ongoing	Professional Education Committee	Professional Education Committee
9.	Ongoing	Enhance monitoring and verification to ensure full compliance by members - planned enhancements for the next year include: <ul style="list-style-type: none"> Updating the number of hours of CPD courses each member has taken on-line. 	Ongoing	Professional Education Committee	Professional Education Committee
<i>Maintaining Ongoing Processes</i>					
10.	Ongoing	Ensure NFCPAAROC education requirements continue to incorporate all International Education Standards (IES) requirements. This includes review of the existing requirements and preparation of the Action Plan for the future activities where necessary.	Ongoing	Professional Education Committee	Professional Education Committee
<i>Review of NFCPAA of the ROC's Compliance Information</i>					
11.	Ongoing	Perform periodic review of NFCPAAROC's SMO Action Plan and update sections relevant to SMO 2 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.	Ongoing	Professional Education Committee	Professional Education Committee

Action Plan Subject: SMO 3—International Standards and other Pronouncements Issued by the IAASB
Action Plan Objective: Continue to Use Best Endeavors to Maintain an Ongoing Process to Adopt and Implement International Auditing and Assurance Standards Board (IAASB) Pronouncements

Background: *(Applicability Framework (Ref to SMO3 6.(c)): Shared responsibility with government, regulators, or other appointed authorities.)*

In accordance with the administrative order of the Financial Supervisory Commission (FSC), the International Standard on Auditing (ISAs) and related pronouncements are converged in Taiwan. Elements of R.O.C GAAS have converged with the 2015 version of ISA 700 and the related ISAs modification of the IAASB in the near future due to the fact that the Accounting Research and Development Foundation (ARDF) has been in the process of translating ISAs since 2015 and is proceeding the convergence with ISAs in 2016. Besides R.O.C GAAS, CPAs also have to adhere to Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants when they practice. The Auditing Standards in Taiwan, still called R.O.C. GAAS, are promulgated according to the spirit of ISA and partially amended pursuant to ISA since 2008 by the ARDF – an independent standard-setting body authorized by the SFB. The NFCPAAROC works in close cooperation with the ARDF on ISAs convergence and advocating on-going continuing convergence.

In addition, the NFCPAAROC continuously organizes seminars and courses in order to raise the auditors and general public’s awareness about the latest developments with ISAs, including the clarified ISAs effective December 15, 2009.

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Continuous Improvements to Program for Adoption and Implementation of IAASB Pronouncements</i>					
12.	Ongoing	Review pronouncements issued by the IAASB on an ongoing basis, with a view to implement and communicate to members and the public on any new developments. Clarified ISAs effective 15 December 2009 are communicated to members through the CPD program.	Ongoing	Auditing and Professional Standards Committee (ARDF)	Auditing and Professional Standards Committee (ARDF)
13.	Ongoing	Review all IAASB agenda materials and exposure drafts. The response to exposure drafts from 2008 to 2015 can be found at: http://www.ardf.org.tw/fas5.html	Ongoing	Auditing and Professional Standards Committee (ARDF)	Auditing and Professional Standards Committee (ARDF)
14.	Ongoing	Incorporate all newly issued ISAs and practice statements by the IAASB into the NFCPAAROC CPD program - including the clarified ISAs effective December 15, 2009.	Ongoing	Auditing and Professional Standards Committee (ARDF)	Auditing and Professional Standards Committee (ARDF)

#	Start Date	Actions	Completion Date	Responsibility	Resource
15.	Ongoing	<p>Conduct training seminars on the latest developments on ISAs for the upcoming year. Seminars on ISAs are scheduled for:</p> <ul style="list-style-type: none"> • August 2015 • December 2014 • December 2012, 2013 <p>http://www.meworks.net/meworksv2a/meworks/page1.aspx?no=12150&step=1&newsno=33597</p> <p>https://www.facebook.com/PwC.TW/posts/10152189369592474</p>	Completed	Accounting and Auditing Committee Auditing and Professional Standards Committee (ARDF) PWC	Accounting and Auditing Committee Auditing and Professional Standards Committee (ARDF) PWC
16.	Ongoing	<p>Intensify communication initiatives to members and the public about the current ISAs that are in effect and to be used. This includes clarified ISAs that are effective 15 December 2009. Circulate updates to all members and offer relevant education courses.</p>	Ongoing	Professional Education Committee	Professional Education Committee
<i>Maintaining Ongoing Processes</i>					
17.	Ongoing	<p>Support ongoing adoption and implementation of IAASB pronouncements. This includes review of the implementation of the Action Plan to date and updating the Action Plan for future activities as necessary.</p>	Ongoing	Professional Education Committee	Professional Education Committee
<i>Review of NFCPAA ROC's Compliance Information</i>					
18.	Ongoing	<p>Perform periodic review of NFCPAAROC's SMO Action Plan and update sections relevant to SMO 3 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.</p>	Ongoing	Accounting and Auditing Committee	Accounting and Auditing Committee

Action Plan Subject: SMO 4–IESBA Code of Ethics for Professional Accountants
Action Plan Objective: Maintain an Ongoing Process to Incorporate the Requirements of the IESBA Code of Ethics into the NFCPAAROC Code

Background: (Applicability Framework (Ref to SMO4 6.(a)): Direct responsibility for the area covered by this SMO.)

The Certified Public Accountants Act of 2009 authorizes the NFCPAAROC to set ethical requirements in Taiwan. Since 2009, NFCPAAROC has been regularly revising its current Code of Ethics based on the IESBA Code of Ethics. The current [NFCPAAROC Code](#) is referred to the spirit of the 2009 IESBA Code but not explicitly translated and the code has not adopted all requirements set by IESBA.

When comparing the 2009 IESBA Code and NFCPAAROC Code, Part B Section 291 “Independence-Other Assurance Engagements” is not as a separate section in the NFCPAAROC Code but is referred to as principles in NFCPAAROC Code #10. In addition, Part C “Professional Accountants in Business” is not included because the NFCPAAROC is not involved with accountants that are not in public practice. Considering the environmental factors and taking the published 2013 edition of IESBA Code of Ethics into account, the current NFCPAAROC Code is still in the process of being reviewed and might be modified. In 2016, we are going to call a taskforce group to review the requirement of the latest IESBA Code of Ethics and improve it if necessary.

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Ensure Effective Implementation of the Code of Ethics</i>					
19.	July 2009	Submitted the final Code of Ethics to Board meeting of NFCPAAROC for announcement and publication.	July 30, 2009 Completed	Ethics Code Committee	Ethics Code Committee
20.	December 2013	Revised the advertisement that accounting firms should comply with the Code of Ethics.	Ongoing	Ethics Code Committee	Ethics Code Committee
21.	Ongoing	<p>Give consideration to future training/education/promotion activities to further raise awareness of professional ethical requirements.</p> <ul style="list-style-type: none"> In accordance with the amendments of CPA Act and Personal Information Privacy Act, issuing exposure drafts on the proposed NFCPAAROC Code #3 and #5 for consulting through NFCPAAROC website on June 2014. Notifying members the revised version on 	Ongoing	Ethics Code Committee	Ethics Code Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
		August 2014. <ul style="list-style-type: none"> Clarifying the issues coming from CPA firms' inquiries regarding Ethics through NFCPAAROC website. 			
22.	October 2013	Process to examine the Code of Ethics fully regarding the environmental factors and take the 2013 edition of IESBA Code of Ethics into account.	Ongoing	Ethics Code Committee	Ethics Code Committee
23.	February 2014	Organized the CPA Pre-Professional Training regarding Code of Ethics: <ul style="list-style-type: none"> February 16, 2014 February 8, 2015 	February 2014 and 2015 Completed	Professional Education Committee	Professional Education Committee
<i>Maintaining Ongoing Processes</i>					
24.	Ongoing	Support ongoing adoption and implementation of the IESBA Code of Ethics. This includes review of the implementation of the Action Plan to date and updating the Action Plan for future activities as necessary.	Ongoing	Ethics Code Committee	Ethics Code Committee
<i>Review of NFCPAAROC's Compliance Information</i>					
25.	Ongoing	Perform periodic review of NFCPAAROC's SMO Action Plan and update sections relevant to SMO 4 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.	Ongoing	Ethics Code Committee	Ethics Code Committee

Action Plan Subject: SMO 5–International Public Sector Accounting Standards and Other Pronouncements Issued by the IPSASB
Action Plan Objective: Use Best Endeavors to Assist in the Adoption and Implementation of IPSASs in Taiwan

Background: *(Applicability Framework (Ref to SMO5 5.(b)): No responsibility for the area covered by this SMO.)*

The Government of Taiwan uses accounting standards based on its own standards which adopt a system of accounting on the accrual basis except for cash-basis cashiering activities of the treasury according to Article 17 of the Accounting Act. In Taiwan, the procedures for set-up and approval of general accounting system of the central government shall be undertaken by Central BAS Authority which is defined in article 18 of the Accounting Act.

The Directorate General of Budget, Accounting & Statistics (BAS), Executive Yuan, has responsibility for adopting public sector accounting standards in Taiwan. The NFCPAAROC has been working to determine the future intentions of the Directorate General of Budget, Accounting & Statistics with respect to IPSASs adoption. The NFCPAAROC has been promoting IPSASs to the Directorate General and interacts with relevant government agencies to promote the adoption of IPSASs. BAS has taken actions in relation to IPSASs related projects, such as assigning universities to do research regarding IPSASs, in relation to Taiwan and the government accounting systems of other countries' in 2013 and 2014. Efforts included visiting the New Zealand government and being educated on its government accounting practices which adopts IPSASs.

In order to strengthen the accounting quality of our public sectors, the Accounting Act has announced a revision to the General Public Accounting System to comply with International Accounting Standards starting from 2015. The current revised versions of Governmental Accounting Concepts Statements No.1–No.3 and Governmental Accounting Pronouncement, which refer to IPSASs and advanced countries practices, are not yet implemented but has been announced on January 2015 except the ongoing Governmental Accounting Pronouncement No. 2, 5, and 8.

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Promote the Adoption and Implementation of IPSASs in Taiwan</i>					
26.	Ongoing	Keep informing the Directorate General of Budget, Accounting & Statistics, Executive Yuan of relevant IPSASs.	January 2015 Completed	Auditing and Accounting Committee	Auditing and Accounting Committee
27.	August 2010	Support of representative to be a member of the Government's Public Sector Accounting Standards Committee to support the implementation of IFRS in the Government.	January 2015 Completed	Auditing and Accounting Committee	Auditing and Accounting Committee
28.	Ongoing	Identify opportunities to engage with relevant government agencies to promote the adoption of IPSASs.	January 2015 Completed	Auditing and Accounting Committee	Auditing and Accounting Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Training</i>					
29.	Ongoing	<ul style="list-style-type: none"> Encourage members visiting IFAC website on pronouncements issued by IPSASB. http://www.roccpa.org.tw/news/index.php?time_start=&time_end=&keywords=IPSASB&mode=search Identify opportunities to hold informal training on IPSASs to members working within the public sector—when the revised Governmental Accounting Concepts Statements and Governmental Accounting Pronouncement regarding IPSAS adoption are implemented. 	Completed	Auditing and Accounting Committee	Auditing and Accounting Committee
<i>Maintaining Ongoing Processes</i>					
30.	Ongoing	Support ongoing adoption and implementation of IPSAS pronouncements. This includes review of the implementation of the Action Plan to date and updating the Action Plan for future activities as necessary.	Ongoing	Auditing and Accounting Committee	Auditing and Accounting Committee

Action Plan Subject: SMO 6—Investigation and Discipline
Action Plan Objective: Further Develop NFCPAAROC’s I&D System

Background: *(Applicability Framework (Ref to SMO6 4.(c)): Shared responsibility with government, regulators, or other appointed authorities.)*

Within the NFCPAAROC, a self-regulated Discipline Committee is responsible for setting Discipline Notifications according to the Certified Public Accountants Act, the NFCPAAROC Articles and Code of Ethics, and investigating complaints regarding CPA disciplinary issues. A standalone Professional Responsibility Investigation Committee exists to deal with an assigned investigation regarding CPA professional responsibility in civil, criminal, administration or discipline. Should a complaint be raised by any CPA or transferred from the Discipline Committees of the provincial and municipal CPA associations, the Discipline Committee investigates these allegations. Should the Discipline Committee find proof to the complaint, it will table its findings and submit recommendations of disciplinary actions to make the final decision by the Board of Directors and if appropriate, the NFCPAAROC will report cases to the CPA Discipline Committee under the Financial Supervisory Commission (FSC). Should the Discipline-Committee find no evidence to the allegations, it will conclude and dissolve the case.

The Discipline Committee consists of members. The Professional Responsibility Investigating Committee is composed of individuals from different professional backgrounds, including Professors, Retired CPAs, and a Legal Counselor. The CPA Discipline committee includes representatives assigned by Financial Supervisory Commission (FSC) from CPA associations, academics in Law or Accounting and an administrative authority.

The Financial Supervisory Commission (FSC) was informed by the European Commission on June 28, 2013 that the public oversight, quality assurance, investigation and penalty systems for auditors and audit entities of Taiwan is considered as an equivalent to the functions of the EU Member States. It takes effect from August 1, 2012.

(Ref to: http://eur-lex.europa.eu/legal-content/EN/TXT/?uri=uriserv:OJ.L_.2013.163.01.0026.01.ENG)

In 2016, we are going to call a taskforce group to review the requirement of SMO 6 requirements and improve it if necessary.

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Review of the Investigation and Disciplinary (I&D) System</i>					
31.	February 2010	Starting from the first representatives were elected in 2010, we have hold a Grand opening to the Public, include our Securities Authority in Charge and Court etc. The purpose of the opening was to let public aware that an Investigating Committee system exits in our jurisdiction, and if need, we could play an important role in natural justice and effectively serve the public interest. And if there are any cases concluded, we will summarize in the annual report.	August 2015	Professional Responsibility Investigation Committee	Professional Responsibility Investigation Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
32.	February 2010	Ongoing evaluation & review of the I&D system to ensure it is operating effectively and conforms to SMO 6 requirements. The specific action for this will be through a bench marking exercise which will enable assessment of NFCPAAROC's I & D system with those of other accounting institutes in Developed Countries. Timely implement findings which highlight that implementation gaps exist.	Ongoing	Discipline Committee	Discipline Committee
33.	December 2010	Continuously conduct investigation of those underground firm and reported to the Financial Supervisory Commission for punishment.	Ongoing	Discipline Committee	Discipline Committee
<i>Maintaining Ongoing Processes</i>					
34.	Ongoing	Ensure NFCPAAROC's investigation and disciplinary mechanism continues to addresses all SMO 6 requirements. This includes review of the existing mechanism and updating the Action Plan for future activities where necessary.	Ongoing	Discipline Committee	Discipline Committee
35.	Ongoing	Raise awareness of discipline requirements to members and encourage them to make an appeal on any breach of discipline any time through NFCPAAROC website.	Ongoing	Discipline Committee	Discipline Committee
36.	Ongoing	Conduct training seminars related to discipline regulation and the analysis of the discipline cases to CPAs. The CPA Discipline Seminars are scheduled as below: <ul style="list-style-type: none"> • December 19–21, 2013 • July 4–6, 2014 	Completed	Discipline Committee	Discipline Committee
<i>Review of NFCPAAROC's Compliance Information</i>					
37.	Ongoing	Perform periodic review of NFCPAAROC's SMO Action Plan and update sections relevant to SMO 6 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.	Ongoing	Discipline Committee	Discipline Committee

Action Plan Subject: SMO 7–International Financial Reporting Standards and Other Pronouncements issued by the IASB
Action Plan Objective: Continue to Use Best Endeavors to Maintain and Improve an Ongoing Program for Adoption and Implementation of IFRS

Background: *(Applicability Framework (Ref to SMO7 5(c)): Shared responsibility with government, regulators, or other appointed authorities.)*

In accordance with the Business Entity Accounting Act, the Regulation on Business Entity Accounting handling, related Ministry of Economic Affairs interpretative rules, the Securities and Exchange Act, and Regulations governing the preparation of Financial Reports by securities issuers, the ARDF and FSC are given authority to set accounting standards in Taiwan.

In Taiwan, we have ROC Accounting Standard (ROC AS) which was convergent to USA Accounting Standard in early years. As of January 1, 2013 in accordance with the administrative order of the Financial Supervisory Commission (FSC), IFRS are the only standards to be complied with for all stock-listed companies. As such ROC AS is now being fully converged with IFRS and all related pronouncements with no amendments including effective date based on 2010 version which stands for the ones released by IASB on December 31, 2009 and being approved by Financial Supervisory Commission. Since commencing from January 1, 2013, all stock-listed companies should adhere to all IFRS requirements, and all publicly held companies will follow the rule thereafter from 2015. Following the revised Business Entity Accounting Act and Regulation on Business Entity Accounting handling in 2014, a new released Enterprise Accounting Standards(EAS) which is based on 2013 version of IFRSs(or IFRSs for SMEs) and modified in accordance with local practices and regulations is taken effect on January 1st, 2016 for the application of Non-public enterprises

Financial Supervisory Commission on 28 January 2014 released the "Roadmap for Full Adoption of the Upgraded IFRS," to be implemented in two stages. In the first stage, beginning from 2015, the 2010 version will be upgraded to the 2013 version (excluding IFRS 9, "Financial Instruments"); this will apply to public companies that have adopted IFRS and that are scheduled to adopt IFRS in 2015. In the second stage, beginning from 2017, each subsequently issued IFRS will be adopted after endorsement process; this will apply to all public companies that adopt the IFRS. To accommodate these upgrades, the FSC will review and amend relevant provisions of the Regulations Governing the Preparation of Financial Reports by Securities Issuers. The FSC will also hold discussions on related issues of practice and will draft and issue related guidelines and FAQs to assist enterprises with compliance.

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Ongoing Program for Adoption and Implementation of IFRS</i>					
38.	October 2009	Began developing a work program to support the implementation of IFRS in Taiwan.	Ongoing	Auditing and Accounting Committee	Auditing and Accounting Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
39.	December 2009	Began carrying out the work program by each task force team.	Completed	Auditing and Accounting Committee	Auditing and Accounting Committee
40.	July 2012	Report the results of the work program and make necessary review of the results with the stakeholders of this project.	Completed	Auditing and Accounting Committee	Auditing and Accounting Committee
41.	October 2012	Submit the final report of the participation in the project and announce the performance through media.	December 31, 2012 Completed	Auditing and Accounting Committee	Auditing and Accounting Committee
42.	January 2010	Provide training and education on IFRS and active participation in the International Accounting Standards Board (IASB) work program. Training seminars for the up-coming year are scheduled for: <ul style="list-style-type: none"> • August 2014 • December 2015 	Completed	Professional Education Committee	Professional Education Committee
43.	April 2013	Provide training and education on IFRS and active participation in the International Accounting Standards Board (IASB) work program. Training seminars for the up-coming year are scheduled for: <ul style="list-style-type: none"> • November 2014 • November 2015 	November 2014	Professional Education Committee	Professional Education Committee
44.	2013	Provide CPD courses regarding IAS 16, IAS18, IAS34, IAS37, IAS 40, IFRS 9 and so on to members in 2013.	Completed	Professional Education Committee	Professional Education Committee
45.	Ongoing	Use best endeavors to identify opportunities to further assist in implementation of IFRS. This entails updating and reviewing the Action Plan for further activities where necessary.	Ongoing	Auditing and Accounting Committee	Auditing and Accounting Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>IFRS For SMEs</i>					
46.	August 2010	Embark on a program of seminars and workshops for the entire country on the IFRS for SMEs and the upcoming SMEs Accounting standards which will be considered for the adoption of simplified IFRSs instead of IFRS for SMEs. Training seminars for the up-coming year are scheduled for: <ul style="list-style-type: none"> • December 2014 • December 2015 	Completed	Professional Education Committee	Professional Education Committee
47.	December 2012	Assess and Evaluate the adoption of IFRS for SMEs.	Ongoing	SME Committee	SME Committee
<i>Review of NFCPAAROC's Compliance Information</i>					
48.	Ongoing	Perform periodic review of NFCPAAROC's SMO Action Plan and update sections relevant to SMO 7 as necessary. Once updated inform IFAC Compliance staff about the updates in order for the Compliance staff to republish updated information.	Ongoing	Auditing and Accounting Committee	Auditing and Accounting Committee