

## **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 adoption<sup>1</sup> and implementation<sup>2</sup> 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 Compliance Program website.

## **ACTION PLAN**

<b>IFAC Member:</b>	Federation of Accounting Professions (FAP)
<b>Original Publish Date:</b>	May 2009
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<sup>1</sup> *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.

<sup>2</sup> *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

<b>APSC</b>	Accounting Profession Supervision Committee
<b>ASC</b>	Accounting Standards Committee
<b>BOT</b>	Bank of Thailand
<b>CGD</b>	Comptroller General's Department
<b>CPA</b>	Certified Public Accountant
<b>CPD</b>	Continuing Professional Development
<b>DBD</b>	Department of Business Development
<b>DSQCRA</b>	Development and Supervision on Quality Control Review of Auditors
<b>FAP</b>	The Federation of Accounting Professions
<b>I&amp;D</b>	Investigation and Discipline
<b>IAASB</b>	International Auditing and Assurance Standards Board
<b>IAO</b>	Independent Audit Oversight
<b>IES</b>	International Education Standards
<b>IESBA</b>	International Ethics Standards Board for Accountants
<b>IFAC</b>	International Federation of Accountants
<b>IFRS</b>	International Financial Reporting Standards
<b>IPSAS</b>	International Public Sector Accounting Standards
<b>ISA</b>	International Auditing Standards
<b>ISQC</b>	International Standards on Quality Control
<b>NPAE</b>	Non-Publicly Accountable Entities
<b>OAG</b>	Office of the Auditor General
<b>OIC</b>	Office of Insurance Commission
<b>PAE</b>	Publicly Accountable Entities
<b>QA</b>	Quality Assurance
<b>QAC</b>	Quality Assurance Committee
<b>RD</b>	Revenue Department
<b>SEC</b>	Securities and Exchange Commission
<b>SMP</b>	Small and Medium Practices
<b>TAS</b>	Thai Accounting Standard
<b>TASSC</b>	Thai Accounting Standards-Setting Committee
<b>TFRS</b>	Thai Financial Reporting Standard
<b>TSA</b>	Thai Standard on Auditing
<b>TSQC</b>	Thai Standard on Quality Control

*General Background:*

The Accounting Professions Act B.E. 2547 (2004) was put in force in October 23, 2004 instituting the Federation of Accounting Professions (FAP). FAP has been under the Royal Patronage of His Majesty the King since September 6, 2005. FAP's Authorities and Duties are as follows:

- Promoting education, training and research with respect to accounting professions;
- Promoting the unity and the integrity of its members and to arrange welfare and assistance among the members;
- Setting accounting standards, auditing standards and other standards relating to accounting professions;
- Prescribing Code of Accounting Profession Ethics;
- Registering accounting professionals, issuing, suspending or revoking licenses of accounting practitioners;
- Certifying accounting degrees or certificates of educational institutions as credentials in applying for FAP membership;
- Certifying knowledge and expertise in accounting professions;
- Certifying professional training courses and continuing professional education in all areas of accounting professions;
- Regulating the conduct and practices of members and registrants so that they comply with the Code of Accounting Profession Ethics.

**Action Plan Subject:** SMO 1 and Quality Assurance (QA)

**Action Plan Objective:** Enhancing the Quality Control System and Establishing a Quality Assurance Program

No	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>The Subcommittee of Development and Supervision on Quality Control Review of Auditors (DSQCRA) was appointed in February 2012 by the Chairman of the Auditing Profession Committee and approved by the Board of FAP to educate auditors and practicing firms in quality control systems, implement a quality assurance review system, monitor the QA team and report the results of inspections to FAP Board. A full-time QA team has been formed within FAP in May 2012 and operating under the supervision of DSQCRA.</p> <p>Since TSQC1 (a direct translation of International Standard on Quality Control 1 - ISQC1) was promulgated in 2011, DSQCRA has been focusing on educating practices on quality control systems. The education and development activities include trainings, workshops, review of the existing implementation of quality control systems in audit firms and provision of guidelines for improvement, as well as development of quality control guidance for SMPs and sole practitioners. Practitioners were categorized into 3 groups being (i) firms that audit listed companies, (ii) small and medium firms that audit non-listed companies and (iii) sole practitioners so that the activities can be planned to suit their specific needs. "TSQC1 review" of the audit firms on a voluntary basis was conducted end of 2014 to provide comment in order to improve the quality control systems of the reviewed firms.</p> <p>However, DSQCRA had completed its 3-year term in June 2014. The establishment of a new independent Audit Quality Oversight Subcommittee(AQOS) was completed in March 2016 with a more focus on QA monitoring activities. DSQCRA focuses on educating whereas AQOS focuses on QA monitoring. AQOS comprises 5 experienced and independent committee. This subcommittee supervises QA team in audit quality assurance activities including developing a standard QA monitoring guideline and coordinate with other parties in order to strengthening the audit quality. AQOS had completed its 3-year term in June 2017. The establishment of new Subcommittee is in the process.</p> <p>QA monitoring mechanism covers all audits of entities established under the Accounting Act B.E. 2543 (2000), which are mainly limited companies. In July 2013, a committee was appointed by the Accounting Profession Supervision Committee (APSC) - established under the Accounting Profession Act B.E. 2547 (2004) to oversee accounting professions in Thailand, to review the existing laws and regulations as well as structure and fundings in setting up an independent audit oversight organization in Thailand. The result of the study was reported to APSC in October 2014. It was agreed in principal that an independent organization should be set up in Thailand, however, further study on how to structure this organization is to be done e.g. whether or how to amend the existing law. There has been no further study on this subject. Therefore, FAP works in collaboration with SEC in order to avoid duplication of works as SEC has been performing a QA review of listed auditors and audit firms. The QA system is being developed to meet the SMO1 requirements</p>					
<p><b>Establish an Independent QA Review System</b></p>					

<b>No</b>	<b>Start Date</b>	<b>Actions</b>	<b>Completion Date</b>	<b>Responsibility</b>	<b>Resource</b>
1.	June 2012	Develop the inspection plan and the QA review work program to meet SMO1 requirements as well as Practise Manual for inspection team.	Ongoing	Initially DSQCRA and now AQOS	FAP staff
<b>Educating and developing Practitioners</b>					
2.	Since June 2012	Conduct trainings and workshops on a regular basis regarding TSQC 1 and practical issues. To date, more than 29 sessions had been conducted covering over 2,500 practitioners.	Ongoing	Initially DSQCRA and now FAP QA team	FAP staff
3.	Ongoing	Provide updated information relating to audit quality issues via FAP website and Newsletter.	Ongoing	Initially DSQCRA and now AQOS	FAP staff
4.	2014	Conduct "TSQC1 clinic" allowing practitioners to ask question relating to TSQC1.	Ongoing	Initially DSQCRA and now FAP QA team	FAP staff
5.	November 2014	Launch a capacity building project with SEC to improve quality and increase the number of listed auditors. The project includes training and coaching participants (auditors) and their firms to be qualified and ready for filing with SEC to be listed auditors.	End of 2017 (4 training classes completed to date, covering 118 auditors from 62 firms)	The Auditing Profession Committee	FAP staff
6.	2015	MOU was signed with 7 audit firms (11 auditors) to carry on the 2 <sup>nd</sup> phase (coaching) of the listed auditor capacity building project.	Ongoing (will end in 2017)	FAP QA team	FAP staff
<b>Review of the FAP's Compliance Information</b>					
7.	Ongoing	Ongoing reporting of result and updating of action plan to the International Federation of Accountants (IFAC) Compliance staff.	Ongoing	AQOS	FAP staff

This table is provided to review the QA system against the requirements of SMO 1 (this refers to only system applied by FAP on firms providing audit services)

Requirements	Y	N	Partially	Comments
<b>Scope of the system</b> 1. At a minimum, mandatory QA reviews are required for all audits of financial statements.			P	Only for audits of companies registered with Ministry of Commerce.
<b>Quality Control Standards and Other Quality Control Guidance</b> 2. Firms are required to implement a system of quality control in accordance with the quality control standards.	Y			
3. Most up to date versions of ISQC 1 and other relevant ISAs are adopted as the quality control standards.	Y			
4. Member Body assists firms in understanding the objectives of quality control and in implementing and maintaining appropriate systems of quality control.	Y			
<b>Review cycle</b> 5. A cycle-based, risk-based, or a mixed approach for selecting firms for QA review is used.			P	Only risk-based applied
6. For cycle-based approach, quality control reviews are required to take place at least every six years (and every three years for audits of public interest entities).				N/A
<b>QA Review Team</b> 7. Independence of the QA Team is assessed and documented.	Y			

8. QA Team possesses appropriate levels of expertise.			P	More human resources needed
<b>Reporting</b> 9. Documentation of evidence supporting the quality control review report is required.	Y			
10. A written report is issued upon conclusion of the QA review and provided to the firm/partner reviewed.	Y			
<b>Corrective and disciplinary actions</b> 11. Reviewed firms/partners are required to make timely adjustments to meet recommendations from the review report.		N		Will be included in the updated system.
12. QA review system is linked to the Investigation and Discipline system.			P	Only those with major audit failure will be sent to Ethic Board for further investigation.
<b>Consideration of Public Oversight</b> 13. The body responsible for QA reviews cooperates with its oversight body and shares information on the functioning of the QA review system, as needed.		N		Will be included in the updated system.
<b>Regular review of implementation and effectiveness</b> 14. Regular reviews of implementation and effectiveness of the system are performed.		N		Will be included in the updated system.

**Action Plan Subject:** SMO 2 and International Education Standards (IES)  
**Action Plan Objective:** Continue to incorporate all IES Requirements into the FAP Education Requirements

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>The FAP Board has set up the education and technology committee to work on SMO 2. In addition, for the final assessment, the FAP has appointed a sub-committee on Certified Public Accountant (CPA) qualification to be responsible for the whole process of the CPA examinations.</p> <p>According to the Professional Act, all Certified Public Accountant (CPA) candidates are required to have a Bachelor's degree in accounting or equivalent study from one of the approved Universities; satisfy practical experience requirements; and successfully pass six examination papers. Auditors must be CPAs and are also required to register themselves with the FAP.</p> <p>The Act also states that potential certified auditors must file a log of their training, certified by a supervising CPA and a partner of the supervising CPA's audit firm. This certification will then be verified by the FAP sub-committee on CPA qualification. FAP is responsible for establishing monitoring and control system to ensure the effectiveness of the practical experience and aims to improve systems by December 2014.</p> <p>Once qualified, FAP members must maintain their membership status by meeting Continuing Profession Development (CPD) requirements. At present, CPAs (Thailand) are required to attain at least 18 CPD hours per year (54 hours per triennium). The requirement is insufficient for professional maintenance. Therefore, the FAP increased the CPD hours requirements to be in line with IES (120 hours per triennium) in 2017.</p>					
<p><i>Review of Final Assessment Process and Strengthen CPD Requirements</i></p>					
8.	January 2009	Increase CPD requirements (number of hours) to meet IES 7 requirements on verifiable and non-verifiable CPD.	Ongoing	The Accounting Professional Development Committee	The FAP staff
9.	Ongoing	Maintain an ongoing process to monitor new and revised standards and incorporate them into education, examination, and CPD requirements.	Ongoing	The Accounting Professional Development Committee	The FAP staff
<p><i>Maintaining Ongoing Processes</i></p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
10.	August 2017	Plan to consider participating in the international standard-setting process	Ongoing	The Accounting Education and Technology Committee	The FAP staff
11.	Ongoing	Communicate with and create awareness amongst members, stakeholders, and the public so that they understand the value of competent professional accountants and up to date regulations related to the professions.	Ongoing	The Accounting Education and Technology Committee	The FAP staff
12.	October 2011	Continue to use best endeavors to ensure that all IES requirements are incorporated into the FAP education requirements.	Ongoing	The Accounting Education and Technology Committee	The FAP staff
13.	August 2014	Establish sub-committee to approve accounting programs (Amendment) 2014	Completed	The Accounting Education and Technology Committee	The FAP staff
14.	August 2014	Continue to accredit accounting programs	Ongoing	The Accounting Education and Technology Committee	The FAP staff
15.	August 2014	Establish the IES translation committee (Amendment) 2014	Completed	The Accounting Education and Technology Committee	The FAP staff
16.	September 2014	Review the revised International Education Standards (IES) 1 (Thai Version) by the Office of the Higher Education Commission, Bureau of International Cooperation Strategy, Ministry of Education, Thailand	October 2015 Completed	The Accounting Education and Technology Committee	The FAP staff

#	Start Date	Actions	Completion Date	Responsibility	Resource
17.	December 2015	Establish sub-committee to review IES translation	Completed	The Accounting Education and Technology Committee	The FAP staff
18.	Ongoing	Translate the revised International Education Standards (IES): IES 4 and 8	Ongoing	The Accounting Education and Technology Committee	The FAP staff
19.	Ongoing	Promulgate IES 1,2 ,3, 6 and 7 (revised) on FAP's website	Completed	The Accounting Education and Technology Committee	The FAP staff
20.	Ongoing	Promulgate IES 4, 5, and 7 (revised) on FAP's website	Tentative Q2/2018	The Accounting Education and Technology Committee	The FAP staff
21.					
<b><i>Review of FAP's Compliance Information</i></b>					
22.	Ongoing	Update the action plan for future activities.	Ongoing	The Accounting Education and Technology Committee	The FAP staff
23.	Ongoing	Perform periodic review of FAP's SMO Action Plan and update FAP's SMO2 section, as necessary. Once the section updated, inform the IFAC Compliance staff in order to republish the updated information.	Ongoing	The Accounting Education and Technology Committee	The FAP staff
24.	Ongoing	Notify all universities in Thailand that offer undergraduate degree in Accounting about the new and revised IESs and also post that information on the FAP's website.	Ongoing	The Accounting Education and	The FAP staff

#	Start Date	Actions	Completion Date	Responsibility	Resource
				Technology Committee	
25.	October 2016	Hold public seminars to disseminate the revised IES and gain comments on the accreditation processes	December 2016	The Accounting Education and Technology Committee	The FAP staff
26.	February 2017	Updated the new accreditation processes for accounting program in line with revised IES 2-4 <a href="#">(Click here)</a>	Completed	The Accounting Education and Technology Committee	The FAP staff

**Action Plan Subject:** SMO 3 - International Standards and Other Pronouncements issued by the IAASB  
**Action Plan Objective:** Strengthening the Ongoing Convergence Process with IAASB Pronouncement

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Background:</i>					
<p>In Thailand, all entities established under the Accounting Act B.E. 2543 (2000), which are all limited companies, are required to have their financial statements audited by CPA whose license is granted by the FAP. The CPA performs his/her audit according to Thai Standards on Auditing (TSA) which is a direct translation of ISA.</p> <p>FAP has direct responsibility for setting and promoting adoption and implementation of Standards on Auditing in Thailand. All clarity International Standards on Auditing (ISA) issued by the International Auditing and Assurance Standards Board (IAASB) were translated to Thai Standards on Auditing with no modifications. These standards were in effective for audits of financial statements for periods beginning on or after 1 January 2012. All updated pronouncements, issued by the IAASB, would be reviewed and translated into Thai for adoption.</p> <p>The Auditing Profession Committee under FAP has the responsibility for strengthening the ongoing adoption process with IAASB pronouncements, the implementation of publications and provision of training and seminars to the audit practices.</p>					
<i>Ongoing Adoption and Implementation of IAASB Pronouncement</i>					
1.	2009	Work on the revised Thai Standard on Auditing (TSAs) under IAASB Clarity Project. Hence, all amendments according to the Clarity Project have already been adopted.	2011 Completed	The Auditing Profession Committee	The Auditing Profession Committee
2.	2010	Issue the approved TSAs for public use in FAP website.	Ongoing	The Auditing Profession Committee	The Auditing Profession Committee
3.	September 2011	Publish TSAs book for public use. The completed translation of the Handbook of International Quality Control, Auditing, Review, Other Assurance, and Related Services Pronouncements 2010 translated into Thai and approved by IFAC, are now available for sale in printed version.	February 2013 Completed	The Auditing Profession Committee	The Auditing Profession Committee
4.	October 2011	Conduct seminars on new or revised TSAs and auditing practical workshops on a regular basis.	Ongoing	The Auditing Profession Committee	The Auditing Profession Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<p>In the 2013, 2014 and 2015, we have organised several training courses with more than 900, 440 and 880 participants taking part respectively.</p> <p>Year 2016, FAP organised trainings and seminars on the new auditor's report 10 courses, 2 courses collaborating with Bank of Thailand and Office of Insurance Commission.</p> <p>For the 2017, FAP continuously organised trainings and seminars on the new auditor's report which had done 3 courses on the first half year and will be organised 1 more course on Q4/2017.</p>			
5.	June 2012	<p>Translation of the following IAASB's standards into Thai;</p> <ol style="list-style-type: none"> <li>1. ISAE 3420 Assurance Engagements to Report on the Compilation of Pro Forma Financial Information Included in a Prospectus</li> <li>2. ISA 315 (Revised)-Identifying and Assessing the Risks of Material Misstatement through Understanding the Entity and Its Environment</li> <li>3. ISA 610 (Revised 2013)-Using the Work of Internal Auditors</li> </ol>	April 2014 completed	The Auditing Profession Committee	The Auditing Profession Committee
6.	June 2012	TSA's will be consistently revised according to any amendments made by the IAASB in order to ensure the status of being in conformity with the IAASB pronouncements.	Ongoing	The Auditing Profession Committee	The Auditing Profession Committee
7.	January 2015	<p>The following IAASB's standards were translated into Thai and promulgated for Thai practitioners</p> <ol style="list-style-type: none"> <li>1. ISRE 2400 (Revised) Engagements to Review Historical Financial Statements; and</li> <li>2. ISRS 4410 (Revised) Compilation Engagements</li> </ol>	Completed	The Auditing Profession Committee	The Auditing Profession Committee
8.	January 2015	<p>The IAASB's standards are in the pipeline of translation into Thai and promulgated for Thai practitioners as follows;</p> <ol style="list-style-type: none"> <li>1. ISAE 3000 (Revised), Assurance Engagements Other than Audits or Reviews of Historical Financial Information,</li> <li>2. Framework for Assurance Engagements,</li> </ol>	Completed	The Auditing Profession Committee	The Auditing Profession Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
		<ul style="list-style-type: none"> <li>3. ISA 700 (Revised), Forming an Opinion and Reporting on Financial Statements;</li> <li>4. ISA 701, Communicating Key Audit Matters in the Independent Auditor's Report;</li> <li>5. ISA 705 (Revised), Modifications to the Opinion in the Independent Auditor's Report;</li> <li>6. ISA 706 (Revised), Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor's Report;</li> <li>7. ISA 720 (Revised), The Auditor's Responsibilities Relating to Other Information in Documents Containing or Accompanying Audited Financial Statements and the Auditor's Report Thereon;</li> <li>8. ISA 260 (Revised), Communication with Those Charged with Governance; and</li> <li>9. ISA 570 (Revised), Going Concern</li> </ul>			
	April 2016	<p>The IAASB's standards are in the pipeline of translation into Thai and promulgated for Thai practitioners as follows;</p> <ul style="list-style-type: none"> <li>10. ISA 800 (Revised), Special Consideration – Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks,</li> <li>11. ISA 805 (Revised), Special Consideration – Audits of Single Financial Statements and Specific Elements, Accounts or Items of a Financial Statement, and</li> <li>12. ISA 810 (Revised), Engagements to Report on Summary Financial Statements</li> </ul>	Completed	The Auditing Profession Committee	The Auditing Profession Committee
9.	January 2016	<p>The following IAASB's conforming amendments were translated into Thai in accordance with Addressing disclosures in the audit of financial statements project and Auditor Reporting project, and promulgated for Thai practitioners;</p> <ul style="list-style-type: none"> <li>1. ISA 200, Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance with International Standards on Auditing,</li> <li>2. ISA 210, Agreeing the Terms of Audit Engagements,</li> </ul>	January 2017 completed	The Auditing Profession Committee	The Auditing Profession Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
		3. ISA 220, Quality Control for an Audit of Financial Statements, 4. ISA 230, Audit Documentation, 5. ISA 240, The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements, 6. ISA 300, Planning an Audit of Financial Statements, 7. ISA 315 (Revised), Identifying and Assessing the Risks of Material Misstatement through Understanding the Entity and Its Environment, 8. ISA 320, Materiality in Planning and Performing an Audit, 9. ISA 330, The Auditor's Responses to Assessed Risks, 10. ISA 450, Evaluation of Misstatements Identified during the Audit, 11. ISA 500, Audit Evidence, 12. ISA 510, Initial Audit Engagements-Opening Balances, 13. ISA 540, Auditing Accounting Estimates, Including Fair Value Accounting Estimates, and Related Disclosures, 14. ISA 560, Subsequent Events, 15. ISA 580, Written Representations, 16. ISA 600, Special Considerations-Audits of Group Financial Statements (Including the Work of Component Auditors), and 17. ISA 710, Comparative Information-Corresponding Figures and Comparative Financial Statements			
	January 2016	The following IAASB's conforming amendments were translated into Thai in accordance with the revision of ISAE 3000 (Revised), Assurance Engagements Other than Audits or Reviews of Historical Financial Information;  18. ISAE 3402, Assurance Reports on Controls at a Service Organization, and 19. ISAE 3420, Assurance Engagements to Report on the Compilation of Pro Forma Financial Information Included in a Prospectus	Tentative on November 2017	The Auditing Profession Committee	The Auditing Profession Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
10.	December 2016	The following IAASB's conforming amendments was translated into Thai in accordance with the new requirements addressing NOCLAR in the IESBA Code;  1. ISA 250 (Revised), Consideration of Laws and Regulations in an Audit of Financial Statements	Tentative on Q3/2017	The Auditing Profession Committee	The Auditing Profession Committee
11.	May 2016	Publish TSAs book for public use. The completed translation of the Handbook of International Quality Control, Auditing, Review, Other Assurance, and Related Services Pronouncements, 2016-2017 Edition translated into Thai, waiting approval for agreement to translate and publish from IFAC.	Tentative on November 2017	The Auditing Profession Committee	The Auditing Profession Committee
<i>Notify members of all new, proposed, and revised international standards and other pronouncements issued by the IAASB</i>					
9.	2012	Ongoing communication of IAASB pronouncements via meetings of The Auditing Profession Committee.	Ongoing	The Auditing Profession Committee	The Auditing Profession Committee
10.	2012	Ongoing communication of IAASB pronouncements via FAP's website and FAP's newsletter.	Ongoing	The Auditing Profession Committee	The Auditing Profession Committee
<i>Promote the use of IAASB practice notes and other non-authoritative material to provide guidance and practical assistance</i>					
11.	March 2013	Publish TSAs book for public use. The completed translation of Guide to Using International Standards on Auditing in the Audits of Small- and Medium-Sized Entities, Volume 1 – Core Concepts translated into Thai and approved by IFAC, are now available for sale in printed version	September 2013 Completed	The Auditing Profession Committee	The Auditing Profession Committee
12.	June 2012	The IAASB practice note 1000-Special considerations in Auditing Financial Instruments are translated into Thai and approved by IFAC.	November 2013 Completed	The Auditing Profession Committee	The Auditing Profession Committee
13.	March 2014	Publish TSA handbook for SMEs for public use. The completed translation of Guide to Using International Standards on Auditing in the Audits of Small- and Medium-Sized Entities, Volume 2 –	Tentative on November 2017	The Auditing Profession Committee	The Auditing Profession Committee

#	Start Date	Actions	Completion Date	Responsibility	Resource
		Practice Guidance translated into Thai, waiting approval for agreement to translate and publish from IFAC.			
<i>Comment on IAASB exposure drafts</i>					
14.	June 2012	Comment on Exposure Draft, <i>Improving the Auditor's report</i>	October 2012 Completed	The Auditing Profession Committee	The Auditing Profession Committee
15.	July 2013	Comment on Exposure Draft, <i>Reporting on Audited Financial Statements: Proposed New and Revised International Standards on Auditing (ISAs)</i>	November 2013 Completed	The Auditing Profession Committee	The Auditing Profession Committee
16.	Ongoing	Continuing effort to comment on related exposure draft issued by IAASB	Ongoing	The Auditing Profession Committee	The Auditing Profession Committee
<i>Review of FAP's Compliance Information</i>					
17.	Ongoing	Ongoing reporting of result and updating of action plan to the IFAC Compliance staff.	Ongoing	The Auditing Profession Committee	The Auditing Profession Committee

**Action Plan Subject:** SMO 4 and the International Ethics Standards Board for Accountants (IESBA) Code of Ethics

**Action Plan Objectives:** Implementation of the FAP Revised Code of Ethics

#	Start Date	Actions	Completion Date	Responsibility	Resource
<i>Background:</i>					
<p>The FAP revised Code of Ethics, which is applicable to all FAP members consisting of all professional accountants in public practice (CPAs) and professional accountants in business, was approved by the General Annual Meeting of FAP members on June 26, 2010, and became effective on Feb 4, 2011 which call FAP Regulations no. 19 <i>Ethics of Professional Accountants Act B.E. 2553 (2010)</i>. Subsequent on 2013, the Sub Committee for the Ethics Code Setting issue the Explanatory Guidelines of FAP Regulations no.19 which is in accordance with the International Ethics Standard Board for Accountants (IESBA) Code version (2012).</p> <p>The Sub Committee for the Ethics Code Setting is now preparing the draft FAP Regulations “Ethics of Professional Accountings” and FAP stipulation “Handbook of The Code of Ethics for Professional Accountants” which are in accordance with the International Ethics Standard Board for Accountants (IESBA) Code version (2014).</p>					
<i>Completing the Related Documents Related to Implementation of the Revised Code of Ethics</i>					
27.	October 2010	Translate the revised Code of Ethics.	December 2010 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff
28.	November 2010	Prepare Draft Explanatory Guidelines to clarify the Code in detail. This will include the concepts for threats and safeguards framework in the guidelines.	November 2011 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff
29.	November 2011	Hold public seminars to disseminate the revised Code of Ethics and gain comments on the Draft Explanatory Guidelines.	December 2011 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff
30.	January 2012	Revise the Draft Explanatory Guidelines as necessary based on public seminar comments and other updated issues on Code of Ethics.	November 2012 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff
31.	December 2012	Propose the revised Draft Explanatory Guidelines to the FAP Board for approval and make changes if comments arise.	December 2012 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff

<b>#</b>	<b>Start Date</b>	<b>Actions</b>	<b>Completion Date</b>	<b>Responsibility</b>	<b>Resource</b>
32.	January 2013	Issue the Final Explanatory Guidelines.	September 2013 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff
33.	January 2013	Translate the revised of Handbook of Ethics for Professional Accountant 2012 Edition.	October 2013 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff
34.	January 2014	Public seminars across the country to disseminate the Code of Ethics with Explanatory Guidelines to all FAP members.	July 2014 Completed	The Sub Committee for the Ethics Code Setting	The FAP staff
35.	December 2014	Revise and translate the Handbook of the Code of Ethics for Professional Accountant 2014 Edition	December 2016 Completed	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
36.	2017	Public seminars across the country to disseminate the Code of Ethics 2014 Edition to all FAP members.	Ongoing	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
<i>Expanding Education</i>					
37.	December 2014	Prepare the condensed summary of the Handbook of the Code of Ethics for Professional Accountant 2012 Edition to contain significant guidance relating to the Code of Ethics for Professional Accountant	March 2016 Completed	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
38.	December 2014	Develop the Ethics Education media presentation to be used for public seminar and/or ethics education to promote understanding relating to ethics	April 2016 Completed	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
39.	December 2014	Conduct public seminars across the country to disseminate the Code of Ethics for Professional Accountant with Explanatory Guidelines to FAP members.	June 2016 Completed	The Sub Committee for the Ethics Code Setting	The Sub Committee for

#	Start Date	Actions	Completion Date	Responsibility	Resource
					the Ethics Code Setting
40.	January 2017	Prepare the condensed summary of the Handbook of the Code of Ethics for Professional Accountant 2014 Edition to contain FAP regulation and stipulation relating to the Code of Ethics for Professional Accountant	Ongoing	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
41.	April 2017	Develop the Ethics Education media presentation to be used for public seminar and/ or ethics education to promote understanding relating to ethics	Ongoing	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
42.	Ongoing	Conduct public seminars across the country to disseminate the Code of Ethics for Professional Accountant with Explanatory Guidelines to FAP members.	Ongoing	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
43.	Ongoing	Work with relevant organizations to expand education and continuing program to include Ethics Code requirements in accounting and auditing courses.	Ongoing	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
<i>Comment on IESBA Exposure Drafts</i>					
44.	Ongoing	<u>Proposed Changes to Part C of the Code Addressing Presentation of Information and Pressure to Breach the Fundamental Principles</u>	June 2015 Completed	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
45.	Ongoing	IESBA-Non-Compliance-with-Laws-Regulations-Exposure-Draft	July 2016 Completed	The Sub Committee for the Ethics Code Setting	The Sub Committee for the Ethics Code Setting
<i>Review of FAP's Compliance Information</i>					

<b>#</b>	<b>Start Date</b>	<b>Actions</b>	<b>Completion Date</b>	<b>Responsibility</b>	<b>Resource</b>
46.	Ongoing	Keep updating responses periodically to the IFAC's SMO 4 as necessary and inform the IFAC Compliance staff about the updates in order to republish the updated information.	Ongoing	The Sub Committee for the Ethics Code Setting	The FAP staff

**Action Plan Subject:** SMO 5 and International Public Sector Accounting Standards (IPSASs)  
**Action Plan Objective:** Use of Best Endeavors to Promote the Adoption and Implementation of IPSASs

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>In the Thai jurisdiction, the Ministry of Finance issued an announcement of Accounting Principles and Policies to define conceptual framework accounting treatment in consistent with accrual basis and any Thai Public Sector Accounting Standards (TPSAS). More specifically, the Ministry regulation of the Ministerial division Comptroller General's Department (CGD) B.E. 2557 was issued to define that the CGD under Ministry of Finance has responsibility for setting and promoting adoption and implementation of International Public Sector Accounting Standards (IPSAS). CGD considers to adopt IPSAS totaling 19 standards which are relevance to Thai Public Sector. <a href="#">As of 30 September 2017</a>, CGD has issued Thai Public Sector Accounting Standards (TPSAS) in 9 standards in compliance with IPSAS prevailing at the time if the standard development taking into consideration their improvements. These standards include TPSAS 1: Presentation of Financial Statements (effective date 1 October 2014), TPSAS 3: Accounting Policies, Changes in Accounting Estimates and Errors (effective date 1 October 2014), TPSAS 5: Borrowing Costs (effective date 1 October 2016), TPSAS 13: Leases (effective date 1 October 2011), TPSAS 16: Investment Property (effective date 1 October 2016), TPSAS 17: Property, Plant and Equipment (effective date 1 October 2016), <a href="#">TPSAS 31: Intangible Assets (effective date 1 October 2018)</a>, <a href="#">TPSAS 14: Events After the Reporting Date (effective date 1 October 2018)</a>, and <a href="#">TPSAS 12: Inventories (effective date 1 October 2018)</a>. In the period of any TPSAS have not yet announced, Thai Public Sector should apply <a href="#">the requirements in TPSAS dealing with similar and related issues, the definition, recognition and measurement criteria for assets, liabilities, revenues and expenses described in the Accounting Principles and Policies for Government Entities No. 2 (B.E.2546)</a>, <a href="#">relevant IPSAS</a> and Thai Financial Reporting Standards (TFRS) as hierarchy basis <a href="#">stipulated in TPSAS 3</a>. Hence, FAP's role is to encourage implementation of IPSAS in Thailand by providing FAP's glossary of terms to CGD as reference for translation of IPSASs into Thai, providing relevant training relating to TFRS, giving advice and making policy recommendations to CGD upon request and on call basis through the representative in CGD accounting standards committee.</p>					
<p><i>Encourage the Use of IPSASs</i></p>					
47.	Ongoing	<p>Continue to support the implementation of IPSASs through the Comptroller General's Department upon request and on call basis.</p> <p>FAP's role is to encourage implementation of IPSASs in Thailand by providing FAP's glossary of terms to CGD as reference for translation of IPSASs into Thai.</p>	Ongoing	Comptroller General's Department and FAP	Accounting Standards Committee and The FAP staff

#	Start Date	Actions	Completion Date	Responsibility	Resource
		After the launch of each TPSAS but before the standard becomes effective, CGD provides a training session for the standard users to ensure good understanding of the standard.			
<i>Maintaining Ongoing Processes</i>					
48.	Ongoing	<p>Use best endeavors to identify opportunities to further assist in implementation of IPSASs upon request and on call basis. The FAP will arrange training to CGD's management to understand importance of IFRS and encourage to issue IPSAS according to roadmap.</p> <p>CGD considers to adopt IPSAS totaling 19 standards which are relevance to Thai Public Sector.</p> <p><i>As of 30 September 2017</i>, CGD has issued TPSASs in 9 standards in compliance with IPSASs <i>prevailing at the time of the standard development taking into consideration their</i> improvements. These standards include</p> <p>TPSAS 1 : Presentation of Financial Statements (effective date 1 October 2014)</p> <p>TPSAS 3 : Accounting Policies, Changes in Accounting Estimates and Errors (effective date 1 October 2014)</p> <p>TPSAS 5 : Borrowing Costs (effective date 1 October 2016), TPSAS 13 : Leases (effective date 1 October 2011)</p> <p>TPSAS 16 : Investment Property (effective date 1 October 2016)</p> <p>TPSAS 17 Property, Plant and Equipment (effective date 1 October 2017)</p> <p><i>TPSAS 31 Intangible Assets (effective date 1 October 2018)</i></p> <p><i>TPSAS 14 Events After the Reporting Date (effective date 1 October 2018)</i></p> <p><i>TPSAS 12 Inventories (effective date 1 October 2018).</i></p>	Ongoing	Comptroller General's Department	Comptroller General's Department

#	Start Date	Actions	Completion Date	Responsibility	Resource
49.	June 2015	IPSAS are in the pipeline of translation and announcement into Thai as follows: <ul style="list-style-type: none"> <li>• IPSAS 9 Revenue from Exchange Transactions</li> <li>• IPSAS 23 Revenue from Non-Exchange Transactions (Taxes and Trsfers) and</li> <li>• <a href="#">IPSAS 19 Provisions, Contingent Liabilities and Contingent Assets</a></li> </ul>	Ongoing	Comptroller General's Department	Comptroller General's Department
50.	June 2015	CGD announced TPSAS <a href="#">12 Inventories</a> , which is effective in year <a href="#">2018</a>	Q1/2016	Comptroller General's Department	Comptroller General's Department
<i>Review of FAP's Compliance Information</i>					
51.	Ongoing	Keep updating responses periodically to the IFAC's SMO 5 as necessary and inform the IFAC Compliance staff about the updates in order to republish the updated information.	Ongoing	Comptroller General's Department and FAP	Accounting Standards Committee and The FAP staff

**Action Plan Subject:** SMO 6 and Investigation and Discipline (I&D)  
**Action Plan Objective:** Improving and strengthening I&D mechanisms in line with SMO 6

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><i>Background:</i></p> <p>The FAP’s Committee on Professional Ethics has the responsibility to investigate and discipline FAP members.<sup>3</sup> The Committee is comprised of between 9 and 15 respected and suitably qualified individuals proposed by the FAP Council for the approval of the FAP annual general meeting. Ethics Committee members cannot be involved in any other FAP committees or sub-committees. The Ethics Committee can demand explanations, documents, and other evidence that will assist investigations of cases referred to it.</p> <p>Processes of the legal framework for I&amp;D in Thailand by FAP are:</p> <ol style="list-style-type: none"> <li>1. Consider the allegations or matters that appear to the Ethics Committee.</li> <li>2. Appoint a working group to collect information submitted to the Ethics Committee.</li> <li>3. Appoint the Investigation Subcommittee to investigate each of the allegation or the matter in which the parties and / or the person concerned to give a statement.</li> <li>4. Consider and diagnose the results of the investigation. And issued a penalty order. Or raise an accusation</li> <li>5. Consider, revise and set guidelines for the conduct of ethical conduct of professional accountants. Be current and in line with international accounting standards.</li> </ol> <p>The current law, Accounting Professional Act B.E. 2547 (2004), does not provide the Ethics Committee with the capacity to impose the full range of penalties recommended by the IESBA. For example, it does not have the capacity to fine or to impose further training for infringements. In determining its findings, the Ethics Committee operates as competent officials under the Penal Code and has the power to warn, put on probation, suspend, and revoke a license or registration.<sup>4</sup></p> <p>FAP’s Committee on Professional Ethics has reviewed SMO6 regularly to ensure that all the activities were in line with SMO 6.</p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p><b>The Professional Act, section 46:</b> <i>A professional accountant or a person registered with the Federation of Accounting Professions shall comply with the Code of Accounting Profession Ethics, and perform his duties in accordance with the accounting standards, auditing standards, and other related standards in accordance with this Act. A person under paragraph one who does not comply with the Code or standards prescribed in accordance with this Act shall be deemed guilty of misconduct.</i></p> <p>Appeals against disciplinary measures imposed by the Ethics Committee are possible and can be made to the Accounting Profession Supervision Committee.</p> <p><b>Accounting Professions Act, Section 53</b></p> <p><i>When an allegation of misconduct against a practicing accountant or a person registered with the Federation of Accounting Professions is made, or when that misconduct is known to the Committee on Professional Ethics, the Committee shall launch an investigation forthwith.</i></p> <p><i>The right to allege under paragraph one shall cease upon the lapse of one year as from the date an aggrieved party or an alleged knew of the misconduct and the alleged person, but the lapse shall not exceed three years after the occurrence of the alleged misconduct.</i></p> <p><i>The filing of an allegation, the investigation and the consideration of the alleged misconduct shall be in accordance with the regulations of the Federation of Accounting Professions.</i></p> <p><i>The Committee on Professional Ethics may appoint a sub-committee to execute the investigation on its behalf. Such sub-committee shall consist of at least one member of the Committee on Professional Ethics and other members derived from persons having the qualifications and having no prohibited characteristics under Section 50 (1), (3) and (4) in the number as deemed necessary.</i></p> <p><i>The Committee on Professional Ethics and its sub-committee shall have the powers to summon interested parties to give statements, or facts, or written explanations, or to submit accounts, lists of documents or any evidence, for use in the examination or consideration for the purpose of the investigation.</i></p> <p><i>When its investigation has been completed, the sub-committee shall submit its investigation report along with its opinions to the Committee on Professional Ethics.</i></p> <p><i>Withdrawal of the allegation filed or lodged shall not abort the process and operation under this Act.</i></p> <p><b><sup>2</sup> Accounting Professions Act, Section 49</b></p> <p><i>Penalties for ethical misconduct are as follows:</i></p> <p><i>(1) Written warning;</i></p> <p><i>(2) Putting on probation;</i></p>					

#	Start Date	Actions	Completion Date	Responsibility	Resource
<p>(3) Suspension of a license and of registration or prohibition from practice in the area of accounting professions where the misconduct was found within the period not exceeding three years</p> <p>(4) Revocation of a license and of registration, or withdrawal of membership in the Federation of Accounting Professions.</p> <p>FAP plans to recruit more skilled staff at all levels (such as practitioners, specialists in law) to establish a sound structure to perform and operate disciplinary mechanisms. The plan is to increase the number of staff step by step, starting from 2015 with around 25 officials and putting in place up to 35 by the year 2017.</p> <p>The Professional Ethics Committee imposed penalties for 78 professional accountants there are 62 CPAs and 16 accountants, who were found guilty of misconduct (As of December 30, 2016).</p> <p>For 2016 (Jan-Dec):</p> <ul style="list-style-type: none"> <li>• There are 20 allegations of misconducts that are on consideration before submitted to the Ethics Committee for investigations.</li> <li>• There are 2 allegationsthat are in the process of appointing sub-committees for further investigations for the Ethics Committee.</li> <li>• There are 12 allegationsthat are during in the process of the investigation.</li> <li>• Completed investigations; <ul style="list-style-type: none"> <li>○ 7 orders of investigation resolutions. <ul style="list-style-type: none"> <li>(1) CPA 5 orders</li> <li>(2) Accountants : 2 orders</li> </ul> </li> <li>○ 15 orders of dismissal allegations resolutions <ul style="list-style-type: none"> <li>(1) CPA : 7 orders</li> <li>(2) Accountants : 5 orders</li> <li>(3) Others (non-accountants) : 3 orders</li> </ul> </li> </ul> </li> </ul>					
<i>Investigation and Discipline</i>					
52.	2010	Issue regulations of I&D and announce the modified regulations in the Royal Gazette (Nos.19, 21).	2011 Completed	Approved by the FAP annual meeting	The Ethics Committee staff and the FAP relevant teams
53.	2011	Review regulations of I&D on a yearly basis to identify areas for improvement and make them more practical.	Ongoing	The Ethics Committee, the relevant sub-committees,	The Ethics Committee staff

#	Start Date	Actions	Completion Date	Responsibility	Resource
				and the general meeting of members	
54.	2011	Conduct a general review of the I&D system to ensure it is operating effectively.	Ongoing	The Ethics Committee	The Ethics Committee staff
<i>Maintaining Ongoing Processes</i>					
55.	Ongoing	Use best endeavors to make sure that the I&D mechanisms continue to tackle all SMO 6 requirements.	Ongoing	The Ethics Committee	The Ethics Committee staff
<i>Outcome and Report</i>					
56.	2008	Investigate members & CPAs for misconduct, including breaches of professional standards and regulations.	Ongoing	The Ethics Committee	The Ethics Committee staff
57.	2012	Report the outcome of the Ethics Committee's operation on quarterly basis.	Ongoing	The Ethics Committee	The Ethics Committee staff
<i>Grant and Establishing</i>					
58.	2012	Seek approval on yearly financial assistance (government budget subsidy) via the Ministry of Commerce.	Ongoing	The Ethics Committee	The Ethics Committee staff
59.	2012	Establish the Office of the Ethics Committee.	Completed	The Ethics Committee	The Ethics Committee staff
<i>Review of FAP's Compliance Information</i>					
60.	Ongoing	Keep updating responses periodically to the IFAC's SMO 6 as necessary and inform the IFAC Compliance staff about the updates in order to republish the updated information.	Ongoing	The Ethics Committee	The Ethics Committee staff

This table is provided to assess alignment of the I&D system against the requirements of SMO 6.

Requirements	Y	N	Partially	Comments
<b>Scope of the system</b>	Y			
1. A system of investigation, discipline and appeals exists for the accountancy profession. The system is operational.				
2. Information about the types of misconduct which may bring about investigative actions is publicly available.	Y			
<b>Initiation of Proceedings</b>	Y			
3. Both a “complaints-based” and an “information-based” approach are adopted.				
4. Link with the results of QA reviews has been established.		N		There are no QA reviews by now but having planned to establish
<b>Investigative process</b>	Y			
5. A committee or similar body exists for performing investigations.				
6. Members of a committee are independent of the subject of the investigation and other related parties.	Y			
<b>Disciplinary process</b>	Y			
7. A separate disciplinary committee/entity exists to make disciplinary decisions on referrals from the investigation committee.				
8. Members of the committee/entity include professional accountants as well as non-accountants.	Y			
9. The tribunal exhibits independence of the subject of the investigation and other related parties.	Y			
<b>Sanctions</b>	Y			
10. The disciplinary system allows imposing an extensive range of penalties. It is particularly important to include (a) loss of				

professional designation; (b) restriction and removal of practicing rights; and (c) exclusion from membership.				
<b>Rights of representation and appeal</b>	Y			
11. A third appeals body exists which is separate from both the disciplinary committee and investigative committee.				
<b>Administrative Processes</b>	Y			
12. Timeframe targets for disposal of all cases are set.				
13. Tracking mechanisms to monitor progress in investigation and discipline and related procedures are established.	Y			
14. Records of investigations and disciplinary processes are established.	Y			
<b>Public Interest Considerations</b>	Y			
15. Activities are supported to ensure that the public is aware that an investigative and disciplinary system exists in the jurisdiction.				
16. A process for the independent review of complaints on which there was no follow-up is established.	Y			
17. The results of the investigative and disciplinary proceedings are made available to the public.	Y			
<b>Liaison with Outside Bodies</b>	Y			
18. There is an appropriate process for liaison with outside bodies on possible involvement in serious crimes and offences.				
<b>Regular review of implementation and effectiveness</b>	Y			
19. Regular review of implementation and effectiveness of the system are performed and corrective actions are implemented.				

**Action Plan Subject:** SMO 7 and International Financial Reporting Standards (IFRSs)  
**Action Plan Objective:** Convergence with and Implementation of IFRS

	Start Date	Actions	Completion Date	Responsibility	Resource
		<p><i>Back ground.</i></p> <p>In Thai jurisdiction, the Thai Accounting Standards-Setting Committee (TASSC) has direct responsibility for setting and promoting the adoption and implementation of (1) International Financial Reporting Standards (IFRSs) for non - Small and Medium Enterprises (Non-SMEs) and for SMEs developed and published by the International Accounting Standards Board (IASB) and (2) the interpretations of IFRSs developed by the IFRS Interpretation Committee. This is due to the fact that the Accounting Profession Act B.E. 2547 (2004) assigns responsibility for setting accounting standards in Thailand to the Thai Accounting Standards-Setting Committee (TASSC), which is appointed by the Federation of Accounting Professions(FAP). The committee sets Thai Financial Reporting Standards (TFRSs) for both Publicly Accountable Entities (PAEs) and Non-Publicly Accountable Entities (NPAEs).</p> <p>TASSC is comprises 17 members drawn from a variety of backgrounds, with three being accounting academics, four representatives of major auditing firms, one being representative of medium auditing firm, one being representative of State Enterprise Policy Office, and another six ex officio representatives of regulators consisting of the Revenue Department, the Department of Business Development, the Office of the Auditor General of Thailand, the Office of Insurance Commission, the Thai Securities and Exchange Commission and the Bank of Thailand.</p> <p>The latest full version of TFRSs was prepared in accordance with the International Financial Reporting Standards (IFRSs) bound volume 2016 except for IFRSs relating to financial instruments, and was announced in the Royal Gazette in 2016 to be effective date on 1 January 2017. FAP also issued Thai Financial Reporting Standards for Non-Publicly Accountable Entities (TFRS for NPAEs), which were announced in the Royal Gazette in 2011. All publicly listed and regulated companies are required to comply with the full version of TFRSs while others may elect to comply with TFRS for NPAEs.</p> <p>At present, Thailand is in the process of convergence of Thai Accounting Standard (TAS)/TFRS with IFRS and the IFRS for SMEs. The process for the Committee involves a focus on the following aspects:</p> <ul style="list-style-type: none"> <li>• Thai Accounting Standard (TAS)/TFRS, Interpretation, Guideline are being updated in accordance with IFRS Bound volume 2016, implementation on 1 January 2017 exception for IFRSs relating to financial instruments which TFRS will be effective date delay 1 year from IFRS's effective date.</li> </ul>			
<i>Continued Convergence Process and Implementation</i>					

	Start Date	Actions	Completion Date	Responsibility	Resource
59.	Ongoing	Review the International Financial Reporting Standards (IFRSs) and updated Thai Accounting Standard (TAS)/TFRS in accordance with IFRS Bound Volume 2016 which are effective date on 1 January 2017.	December 2016 Completed	TASS C FAP	TASSC FAP
60.	Ongoing	Public exposure of proposed standards by holding public hearing seminars to disseminate and obtain opinions about the TFRSs drafts from public.  (Public hearing seminars regarding TFRS revised 2016 had been held throughout the year 2016).	December 2016 Completed	TASS C FAP	TASSC The FAP staff and Listed Companies Association
61.	Ongoing	Begin convergence with IFRSs once feedback from the public has been obtained and establish a convergence process to eliminate or minimize differences between IFRSs and TFRSs.	December 2016 Completed	TASS C FAP	TAS SC FAP
62.	Ongoing	Deliberate the comments received and revise the TFRSs drafts accordingly.	December 2016 Completed	TASS C FAP	TAS SC FAP
63.	Ongoing	Revise the drafts if there are issues arisen following review by a specialist sub-committee.	December 2016 Completed	TASS C FAP	TAS SC FAP
64.	Ongoing	Propose updated version of the drafts to the FAP Committee for approval.	December 2016 Completed	TASS C FAP	TAS SC FAP
65.	Ongoing	Submit the final drafts to the Oversight Committee for final approval.	November 2016 Completed	TASSC and the FAP's Board of	The FAP staff
66.	Ongoing	Issue the approved TFRSs.	November 2016 Completed	The Accounting Oversight Committee	The FAP staff

	<b>Start Date</b>	<b>Actions</b>	<b>Completion Date</b>	<b>Responsibility</b>	<b>Resource</b>
67.	Ongoing	Publish the TFRSs in the Royal Gazette.	November 2016 Completed	TASSC FAP	The FAP staff
68.	Ongoing	Review the effects of IFRSs on SMEs and set the draft TFRS for SMEs and revise fundamental and conceptual of TFRS for NPAEs in conformity and appropriate with the national environment. The progress of these efforts is in the process of review the effects. The TASSC determined public hearing from all stakeholders i.e. small-medium entities, accounting firms and auditors and CPD training course for TFRS for SMEs to make understanding for this standards	Tentative on November 2020	TASSC FAP	The FAP staff
69.	August 2008	Hire more full time staffs to work closely on the IFRSs revision and development.	Ongoing	TASSC FAP	The FAP staff
<i>(b) Implementation of Thai Financial Reporting Standards (TFRSs)</i>					
<i>Building Awareness of the adopted standards.</i>					
70.	Ongoing	Notify professionals and related parties of the new, proposed and revised IFRSs to increase their awareness of IASB's activities.	Ongoing	TASSC FAP	TASSC FAP
71.	Ongoing	Review the impact of the remaining standards on listed companies.	Ongoing	TASSC FAP	TASSC FAP
<i>Provide Relevant Education and Training</i>					
72.	Ongoing	Conduct training or seminars on regular basis to ensure that professional accountants, stakeholders, regulators, academic institutions, and public are well-provided with relevant and timely training on new or revised TFRSs which incorporates IFRSs and IFRS	Ongoing	TASSC FAP	TASSC FAP

	<b>Start Date</b>	<b>Actions</b>	<b>Completion Date</b>	<b>Responsibility</b>	<b>Resource</b>
73.	Ongoing	Conduct training workshop “Train for the trainer” for accounting lecturers to build the understanding on TFRSs.	Ongoing	TASSC FAP	TASSC FAP
74.	Ongoing	Conduct specific training or seminars to promote the understanding on TFRSs for each industry.	Ongoing	TASSC FAP	TASSC FAP
<i>Develop or Disseminating Implementation Guidance</i>					
75.	Ongoing	Prepare TFRS implementation guidance in Thai to provide summary of TFRSs and illustrative examples suitable for Thai environment.	June 2017 completed	TASSC FAP	TASSC FAP
<i>Promote Proper Understanding and Use of TFRSs in Practice</i>					
76.	Ongoing	Review the effects of full IFRSs on listed companies. TASSC review the effects of each TFRS which will be the first-time application before the announcement of TFRS. The TASSC has sub-committee of technical accounting standards to ongoing prepare handbooks for reading and understanding TFRS which are prepared after 6 months from the effective date of TFRS.	Ongoing	TASSC FAP	TASSC FAP
77.	Ongoing	Set transition period for a move towards full adoption of IFRSs.	Tentative on January 2019	TASSC FAP	TASSC FAP
78.	Ongoing	Encourage all SET companies to implement TFRSs prepared in accordance with IFRSs as early as possible.	Ongoing	TASSC FAP	TASSC FAP
79.	Ongoing	Review the effect on the implementation of TFRSs and determine solutions to settle the problems.	Ongoing	TASSC FAP	TASSC FAP
<i>Encourage responsible parties to consider the use of IFRS for SMEs</i>					

	<b>Start Date</b>	<b>Actions</b>	<b>Completion Date</b>	<b>Responsibility</b>	<b>Resource</b>
80.	Ongoing	Notify professionals and related parties of the adoption and the implementation of TFRS for SMEs prepared in accordance with IFRS for SMEs in the very near future.	Ongoing	TASSC FAP	TASSC FAP
81.	2008	Study the effect of the adoption of TFRS for SMEs SMEs and revise fundamental and conceptual of TFRS for NPAEs in conformity and appropriate with the national environment on Thai business to develop proper implementation for Thai environment.	Tentative on November 2020	TASSC FAP	The FAP staff
82.	Ongoing	Define the definition of SMEs which compatible with TFRS for SMEs or TFRS for NPAEs to clarify and avoid the problems on practice.	Tentative on November 2020	TASSC FAP	TASSC FAP
<i>Establish and Maintain the Translation Process of IFRSs and Other Pronouncements Issued by the IASB</i>					
83.	Ongoing	Study and analyze IFRSs in detail, translate the standards into Thai, and consider the issues raised.	Ongoing	TASSC	TASSC
84.	Ongoing	Establish a process to provide for the timely, accurate, and complete translation of IFRSs.  Work with the IFRS Foundation once being granted official permission to translate IFRSs into Thai.	Ongoing	TASSC FAP	TASSC FAP
<i>Comment on IASB exposure drafts.</i>					
85.	Ongoing	Provide comments on IASB exposure draft in time.	Ongoing	TASSC FAP	TASSC FAP
<i>Review of FAP's Compliance Information</i>					

	<b>Start Date</b>	<b>Actions</b>	<b>Completion Date</b>	<b>Responsibility</b>	<b>Resource</b>
86.	Ongoing	Use best endeavors to ensure that the convergence and implementation of IFRSs are in line with all SMO 7 requirements.	Ongoing	TASSC FAP	TASSC FAP
87.	Ongoing	Keep updating responses periodically to the IFAC's SMO 7 as necessary and inform the IFAC Compliance staff about the updates in order to republish the updated information.	Ongoing	TASSC FAP	TASSC FAP



## สภาวิชาชีพบัญชี ในพระบรมราชูปถัมภ์

FEDERATION OF ACCOUNTING PROFESSIONS  
UNDER THE ROYAL PATRONAGE OF HIS MAJESTY THE KING

Ref.FAP 1370/2018

March 15, 2018

Alta Prinsloo

Executive Director, Quality & Development

International Federation of Accountants

AltaPrinsloo@ifac.org

**Subject: Letter to Confirm Institutional Support for the SMO Action Plan**

Dear Ms. Prinsloo,

This letter is to confirm that the leadership of the Federation of Accounting Professions has reviewed the information contained in the SMO Action Plan prepared by the Federation of Accounting Professions as part of the IFAC Member Compliance Program and will provide institutional support for its implementation.

On behalf of the leadership of the Federation of Accounting Professions, I endorse publication of the SMO Action Plan on the IFAC website in the interests of transparency and to demonstrate our commitment to enhancing the quality and credibility of the accountancy profession worldwide.

Sincerely,

(Mr. Chakkrit Parapuntakul)

President of Federation of Accounting Professions