



**INTERNATIONAL FEDERATION
OF ACCOUNTANTS**

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Agenda Item

C

Committee IESBA Consultative Advisory Group

Meeting Location: Toronto, Canada

Meeting Date: September 13, 2006

IESBA CAG Terms of Reference and Membership

Objectives of Agenda Item

To consider the membership of the CAG in light of the CAG Terms of reference and changes to the IESBA membership and terms of reference.

Discussion

As reported at the last CAG meeting in April, two initiatives have been approved to change the composition of IESBA:

- When appointing the new voting members to IESBA, and considering those put forward for re-appointment, the Nominating Committee will give particular regard to qualified individuals who are non-practitioners and to non-accountants.
- Consistent with the terms of reference, up to three observers can be appointed to the IESBA. The observers will have the privilege of the floor, participate in projects but will have no vote.

In addition it is proposed that the public membership of the IESBA be increased from the existing two members to three members. This proposed change is reflected in the Terms of Reference contained in Agenda Paper C.1. The proposal will be discussed by the IFAC Board in September and then approved by the PIOB. It is anticipated that the 2007 membership of IESBA will contain three public members.

Agenda Item C.3 contains a comparison of the organizations represented on the International Auditing and Assurance Standards Board CAG and the International Accounting Educations Standards Board CAG.

Matters for the CAG

Members are asked to consider the existing membership of the IESBA CAG and determine whether any additional organizations should be approached for representation on the CAG.

Material Presented

Agenda Item C.1	IESBA Terms of Reference
Agenda Item C.2	IESBA CAG Terms of Reference
Agenda Item C.3	Comparison of CAG membership – IESBA, IAASB and IAESB