

**Meeting:** IAASB / IESBA Consultative Advisory Group  
**Meeting Location:** Paris, France  
**Meeting Dates:** March 8–9, 2016

## Agenda Item J1-B

### Responding to Non-Compliance with Laws and Regulations (NOCLAR) – Report Back

#### Objectives of Agenda Item

1. The objectives of this agenda item are to:
  - a) Inform Representatives and Observers of the significant comments received from stakeholders in response to the IAASB's Exposure Draft (ED), [Responding to Non-Compliance or Suspected Non-Compliance with Laws and Regulations](#).
  - b) Obtain Representatives' and Observers' views on the Task Force's recommendations.

#### Project Status and Timeline

2. The IAASB approved the ED at its June 2015 meeting. The comment period was open until October 20<sup>th</sup>, 2015. The ED was in response to the recent re-ED issued by the International Ethics Standards Board for Accountants (IESBA), [Responding to Non-Compliance with Laws and Regulations](#).
3. At its December 2015 meeting, the IAASB received an update from the IESBA NOCLAR Task Force Chair regarding the significant matters arising from responses to the IESBA ED that have a nexus to the IAASB's standards and the main outcomes of the discussion of the IESBA November/December 2015 meeting.
4. The IAASB's NOCLAR Task Force will present the recommendations on the responses to the comments received on the IAASB ED at the IAASB's March 2016 meeting, including obtaining any views from the IAASB regarding matters related to the IESBA NOCLAR as they relate to the IAASB's standards, in light of the intended approval of the IESBA NOCLAR proposals in April 2016.
5. Appendix 1 to this paper provides a history of previous discussions with the CAG on this topic including links to the relevant CAG documentation.

#### Matters for CAG Consideration

6. The issues paper presented in **Agenda Item J1-B1** summarizes the feedback from respondents, and the Task Force recommendations thereon, that are more significant in nature and require the attention of Representatives and Observers.
7. The papers for the March IAASB meeting include additional, less strategic issues. Those papers also include a draft of ISA 250, and conforming amendments to other International Standards, that show the Task Force's recommendations as marked changes. These papers are included as CAG Reference Papers.

## Material Presented

Agenda Item J1-B1      Issues and Task Force Recommendations

### Material Presented – IAASB CAG REFERENCE PAPER

NOCLAR Issues and Task Force Recommendations	<a href="http://www.iaasb.org/system/files/meetings/files/20160314-IAASB_Agenda_Item_7-A-NOCLAR-Issues-and-Task-Force-Recommendations-Final_0.pdf">http://www.iaasb.org/system/files/meetings/files/20160314-IAASB_Agenda_Item_7-A-NOCLAR-Issues-and-Task-Force-Recommendations-Final_0.pdf</a>
NOCLAR Proposed amendments to ISA 250 and conforming amendments	<a href="http://www.iaasb.org/system/files/meetings/files/20160314-IAASB_Agenda_Item_7-B-NOCLAR_Proposed_amendments_to_ISA-250_and_conforming_amendments.pdf">http://www.iaasb.org/system/files/meetings/files/20160314-IAASB_Agenda_Item_7-B-NOCLAR_Proposed_amendments_to_ISA-250_and_conforming_amendments.pdf</a>
ED IAASB – Compilation of General Comments received on ED	<a href="http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-A-to-Agenda-Item-7-NOCLAR-Compilation-of-General-Comments.pdf">http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-A-to-Agenda-Item-7-NOCLAR-Compilation-of-General-Comments.pdf</a>
ED IAASB – Compilation of Comments received on ED Question 1	<a href="http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-B-to-Agenda-Item-7-NOCLAR-Question-1.pdf">http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-B-to-Agenda-Item-7-NOCLAR-Question-1.pdf</a>
ED IAASB – Compilation of Comments received on ED Question 2	<a href="http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-C-to-Agenda-Item-7-NOCLAR-Question-2.pdf">http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-C-to-Agenda-Item-7-NOCLAR-Question-2.pdf</a>
ED IAASB – Compilation of Additional Input received on ED	<a href="http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-D-to-Agenda-Item-7-NOCLAR-Additional-Input.pdf">http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-D-to-Agenda-Item-7-NOCLAR-Additional-Input.pdf</a>
ED IAASB – Compilation of Input received on Paragraphs in ED	<a href="http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-E-to-Agenda-Item-7-NOCLAR-Paragraphs.pdf">http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-E-to-Agenda-Item-7-NOCLAR-Paragraphs.pdf</a>
ED IAASB – Compilation of Input received on General Questions (a)(b)(c)(d) in ED	<a href="http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-F-to-Agenda-Item-7-NOCLAR-General-Questions-abcd.pdf">http://www.iaasb.org/system/files/meetings/files/20160314_Supplement-F-to-Agenda-Item-7-NOCLAR-General-Questions-abcd.pdf</a>

## Appendix

### Project History

#### Project: Responding to Non-Compliance with Laws and Regulations

##### Summary

	CAG Meeting	IAASB Meeting
Project Commencement		March 2015
Project Proposal	June 2015	June 2015
Exposure Draft	June 2015 September 2015	June 2015 December 2015 (IESBA presentation)
Consideration of Comments Received on Exposure Draft	March 2016	March 2016

##### CAG Discussions: Detailed References

Project Proposal	<p><u>June 2015</u>                      See IAASB CAG meeting material:  <a href="http://www.iaasb.org/system/files/meetings/files/20150610-iaasb-cag-agenda_item_a1_noclar-pp-final.pdf">http://www.iaasb.org/system/files/meetings/files/20150610-iaasb-cag-agenda_item_a1_noclar-pp-final.pdf</a>                      See CAG final approved meeting minutes:  <a href="http://www.iaasb.org/system/files/meetings/files/IAASB_CAG_June_2015_Teleconference_Minutes-approved.pdf">http://www.iaasb.org/system/files/meetings/files/IAASB_CAG_June_2015_Teleconference_Minutes-approved.pdf</a>                      See report back on June 2015 CAG meeting included in paragraph 4 of the following:  <a href="http://www.iaasb.org/system/files/meetings/files/20150915-IAASB_CAG_Agenda_Item_E-NOCLAR_Reportback-final.pdf">http://www.iaasb.org/system/files/meetings/files/20150915-IAASB_CAG_Agenda_Item_E-NOCLAR_Reportback-final.pdf</a></p>
Exposure Draft	<p><u>June 2015</u>                      See IAASB CAG meeting material:  <a href="http://www.iaasb.org/system/files/meetings/files/20150610-iaasb-cag-agenda_item_a_noclar-final.pdf">http://www.iaasb.org/system/files/meetings/files/20150610-iaasb-cag-agenda_item_a_noclar-final.pdf</a>  <a href="http://www.iaasb.org/system/files/meetings/files/20150610-iaasb-cag-agenda_item_a2_noclar_draft_ed-final.pdf">http://www.iaasb.org/system/files/meetings/files/20150610-iaasb-cag-agenda_item_a2_noclar_draft_ed-final.pdf</a>                      See CAG final approved meeting minutes:  <a href="http://www.iaasb.org/system/files/meetings/files/IAASB_CAG_June_2015_Teleconference_Minutes-approved.pdf">http://www.iaasb.org/system/files/meetings/files/IAASB_CAG_June_2015_Teleconference_Minutes-approved.pdf</a>                      See report back on June 2015 CAG meeting included in paragraph 4 of the following:  <a href="http://www.iaasb.org/system/files/meetings/files/20150915-IAASB_CAG_Agenda_Item_E-NOCLAR_Reportback-final.pdf">http://www.iaasb.org/system/files/meetings/files/20150915-IAASB_CAG_Agenda_Item_E-NOCLAR_Reportback-final.pdf</a></p>

	<p><u>September 2015</u></p> <p>See IAASB CAG meeting material:</p> <p><a href="http://www.iaasb.org/system/files/meetings/files/20150915-IAASB_CAG_Agenda_Item_E-NOCLAR_Reportback-final.pdf">http://www.iaasb.org/system/files/meetings/files/20150915-IAASB_CAG_Agenda_Item_E-NOCLAR_Reportback-final.pdf</a></p>
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