

Meeting: IESBA
Meeting Location: Virtual
Meeting Date: September 13-17 & 27, 2021

Agenda Item

2

Definitions of Listed Entity and Public Interest Entity

Objectives of Agenda Item

1. To consider significant comments raised by respondents to the Exposure Draft, [Proposed Revisions to the Definitions of Listed Entity and Public Interest Entity in the Code](#) (PIE ED) and the Task Force's¹ responses.
2. To provide input to the Task Force's proposed revisions to the ED (1st Read post-ED).

Activities since Last IESBA Discussion

3. At its June 2021 meeting, the IESBA received a high-level overview of the key issues raised by the 69 respondents to the ED.² The IESBA also provided directional input to the Task Force's preliminary views on how to address these key issues.
4. In July 2021:
 - Task Force representatives met with representatives of the International Organization of Securities Commissions' (IOSCO) Committee 1 to discuss IOSCO's views in its comment letter to the ED.
 - The Senior Technical Director presented highlights of the Board's June 2021 discussion to the International Auditing and Assurance Standards Board (IAASB). During the session, the IAASB also discussed significant comments raised by respondents with respect to Question 15 of the ED on IAASB-related matters and the IAASB PIE Working Group's preliminary views.
5. The Task Force Chair will seek input from both the IESBA CAG and IAASB CAG at the September 2021 joint CAG session and will brief the Board on the key comments received from the CAGs.
6. The Task Force held videoconferences in Q3 to develop the agenda material for this meeting.

¹ The Task Force comprises:

Members:

- Michael Ashley, Chair, IESBA Member
- Liesbet Haustermans, IESBA Member
- Ian McPhee, IESBA Member
- Andrew Mintzer, IESBA Member

Correspondent members:

- Josephine Jackson, IAASB Member
- Chun Wee Chiew, IAASB Member

² Refer to Appendix of **Agenda Item 2-A** for a list of the respondents

7. The appendix provides the project history for the PIE project. Refer to the project webpage for more information on the Task Force's previous activities.

Next Steps

8. Following the September Board meeting, the Task Force plans further outreach with the following stakeholders in Q4:
 - IOSCO Committee 1
 - The joint IAASB-IESBA National Standard Setters group
 - The IFAC Small and Medium Practices (SMP) Advisory Group
9. At its mid-quarter meeting on October 19-20, the IAASB will receive an update on the IESBA's latest developments on the project and discuss matters related to the approach to listed entities and PIE in the IAASB Standards.
10. Subject to the further feedback from the Board in September, the IAASB in October and the Q4 outreach, the Task Force plans to seek Board approval of the final pronouncement at the December 2021 IESBA meeting.

Material Presented

For Discussion

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|-----------------|---|
| Agenda Item 2-A | Significant Comments and Task Force Proposals |
| Agenda Item 2-B | Proposed Revised Text (Mark-up from ED) |

For Reference

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|--------------------|---|
| Agenda Item 2-C | Proposed Revised Text (Clean) |
| Agenda Item 2-D.1 | Reference Material – Comments to ED Q1 |
| Agenda Item 2-D.2 | Reference Material – Comments to ED Q2 |
| Agenda Item 2-D.3 | Reference Material – Comments to ED Q3 |
| Agenda Item 2-D.4 | Reference Material – Comments to ED Q4 |
| Agenda Item 2-D.5 | Reference Material – Comments to ED Q5 |
| Agenda Item 2-D.6 | Reference Material – Comments to ED Q6 |
| Agenda Item 2-D.7 | Reference Material – Comments to ED Q7 |
| Agenda Item 2-D.8 | Reference Material – Comments to ED Q8 |
| Agenda Item 2-D.9 | Reference Material – Comments to ED Q9 |
| Agenda Item 2-D.10 | Reference Material – Comments to ED Q10 |
| Agenda Item 2-D.11 | Reference Material – Comments to ED Q11 |
| Agenda Item 2-D.12 | Reference Material – Comments to ED Q12 |
| Agenda Item 2-D.13 | Reference Material – Comments to ED Q13 |
| Agenda Item 2-D.14 | Reference Material – Comments to ED Q14 |

Action Requested

11. IESBA members are asked to:
 - (a) Consider the significant comments raised by respondents to the ED and the Task Force's proposals, including the Matters for IESBA Consideration in **Agenda Item 2-A**; and
 - (b) Provide input to the Task Force's proposed revisions to the ED in **Agenda Item 2-B**

Project History

Project: Definitions of Listed Entity and Public Interest Entity

Summary

	CAG Meeting	IESBA Meeting	IAASB Meeting
Project commencement, including: <ul style="list-style-type: none"> Approval of project proposal 	March 2020	December 2019	
Development of proposed international pronouncement (up to exposure)	March 2020 September 2020	March 2020: June 2020 September 2020 December 2020	July 2020; November 2020
Exposure Draft	January – May 2021		
Development of proposed international pronouncement (up to exposure)	September 2021	June 2021 September 2021	July 2021