

Session 1 - Open Dialogue with the Standard Setting Board Chairs

Stakeholder Advisory Council

Tom Seidenstein, IAASB Chair

Gabriela Figueiredo Dias, IESBA Chair

New York | May 5, 2025





REPORT BACK NOVEMBER 2024

The background of the slide features a collage of layered, light-brown paper cutouts. These cutouts are shaped like human heads in profile, facing right. Some heads contain a large black question mark, while one central head contains a simple line drawing of a lit lightbulb with radiating lines. The cutouts are layered, creating a sense of depth and texture.

IAASB Update

-
- What happened since we last met?
 - Reflecting a Changing Environment

WHAT HAPPENED SINCE WE LAST MET?



Approval of Standards

- ISA 570 (Revised 2024), *Going Concern*
- ISA 240 (Revised), *The Auditor's Responsibilities Related to Fraud in an Audit of Financial Statements*

Effective date: December 15, 2026



Implementation Guidance

Publication of:

- First-time Implementation Guide for the ISA for LCE
- ISSA 5000 Implementation Guide



Public Consultations

- Post-Exposure Consultation: Invitation to Comment on PIE Track 2
- Approval of the Exposure Draft for the Experts Narrow Scope Amendments Projects



REFLECTING A CHANGING ENVIRONMENT

ESSENTIAL TO SOLIDIFY IAASB AS PRE-EMINENT GLOBAL AUDITING STANDARDS-SETTER

Emerging Realities Impacting Standard-Setting

- Significant amount of change throughout reporting and audit environment
- Deregulation trends, coupled with economic and geopolitical uncertainty
- Staff-driven model transition and board change-over

Adopting a position of listening, understanding and appropriate action

- Substantive implementation support
- Enhanced dialogue and interactions with practitioners
- No new major standards until 2027 and spaced-out consultation periods
- More effective coordination with IESBA
- Consultative approach to technology



IAASB WORK PLAN EVOLVES TO REFLECT THIS ENVIRONMENT

Major New and Revised Standards *2019-2025 Q1*

- ISA 315
- Quality Management Standards
- ISA 600
- ISSA 5000
- Going Concern
- Fraud
- The ISA for LCE

Pipeline through 2027

- Implementation support
- PIE Track 2 and Experts
- Audit Evidence & Risk Response, and ISA 500 Modernization
- QM Technology in Engagements
- ISRE 2410
- ISA LCE Update

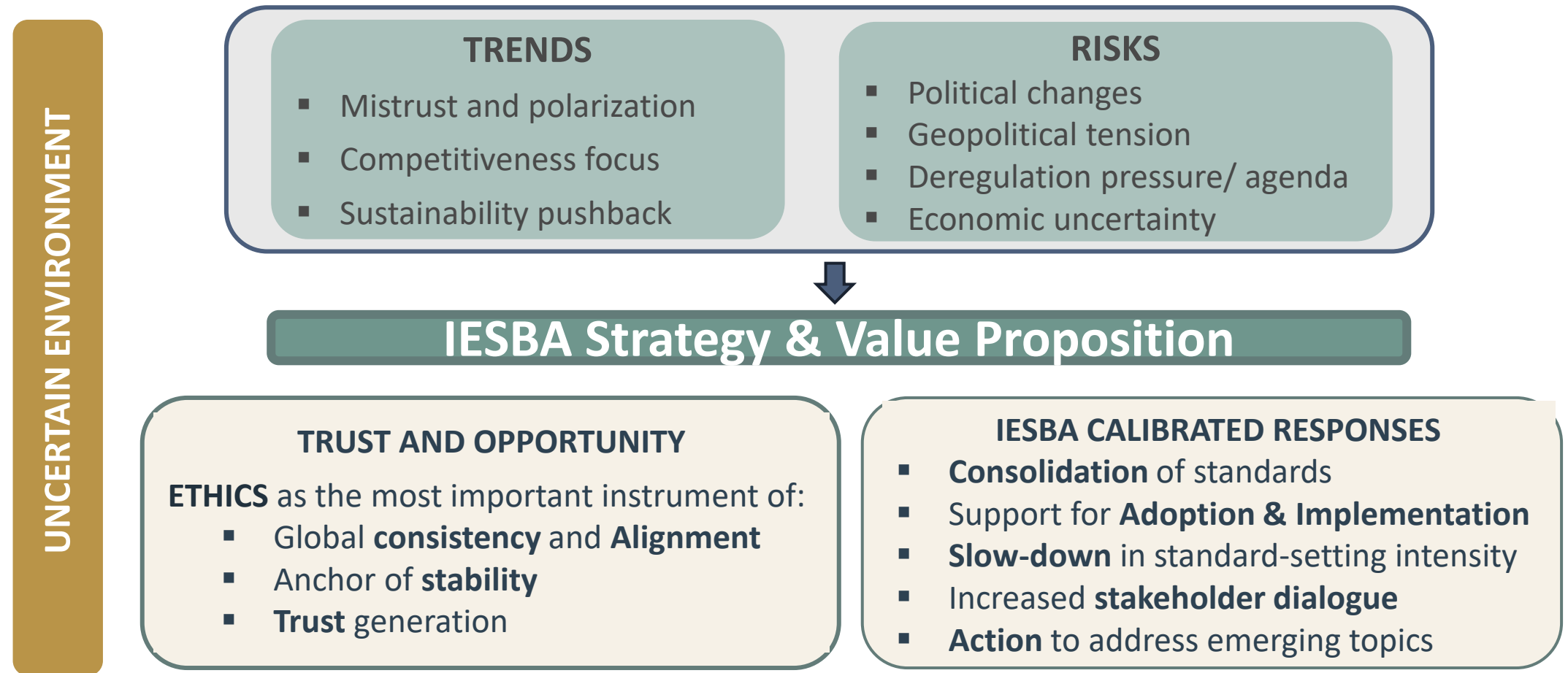




IESBA Update

- 2025 – Trends, Risks and IESBA Strategic Response
- What Keeps IESBA Busy
- IESBA – The Road Ahead

2025 – Trends, Risks and IESBA Strategic Response



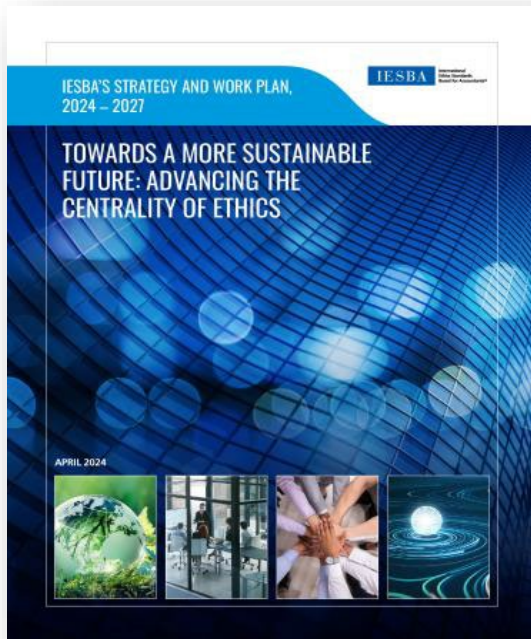
WHAT IS KEEPING IESBA BUSY

PROJECT/ TOPIC	FIRM CULTURE & GOVERNANCE	CIVS & PENSION FUNDS (AUDITOR INDEPENDENCE)	PRIVATE EQUITY INVESTMENT IN ACCOUNTING FIRMS	SUSTAINABILITY
ONGOING	<ul style="list-style-type: none"> Standard-setting workstream NAM workstream 	Public Consultation	RESEARCH FACT FINDING OUTREACH	ADOPTION & IMPLEMENTATION
NEXT	<i>Strawman</i> (June)	Staff Report & Recommendation (September)	Staff Alert (MAY)	IIMAG FAQ Guidance (Q12025)

IESBA – THE ROAD AHEAD

TRENDS & RISKS – NEED TO ADJUST?

▶ PRIORITIES? ▶ TIMELINES? ▶ TOPICS?



Post-Implementation Review (PIR)

Non-Compliance with Laws and Regulations (NOCLAR)

Role of CFOs and other senior PAIBs

Independence standards beyond Part 5



— Question/ Comments

TO LEARN MORE

Follow IAASB & IESBA:



Register and subscribe
for updates @
www.IAASB.org



@IAASB_News



@International Auditing and Assurance
Standards Board



@International Auditing & Assurance
Standards Board



Register and subscribe
for updates @
www.EthicsBoard.org



@Ethics_Board



@IESBA



@IESBA