

**APESB**

Accounting  
Professional and  
Ethical Standards Board

## **Twelve monthly review of APES 305 *Terms of Engagement* issued in December 2007**

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## **1. Executive Summary**

### **1.1. Background**

The Accounting Professional and Ethical Standards Board (APESB) issued APES 305 Terms of Engagement in December 2007 with an effective date of 1 July 2008. APES 305 replaced APS 2 Terms of Engagement.

### **1.2. Reason for this report**

In accordance with the constitution of the APESB, a review needs to be performed twelve months after a new standard is effective. This report presents a review of the issues reported to the APESB and a proposed course of action to address the issues.

### **1.3. Issue identified**

The following issue that was reported to the APESB was noted in the six month review of APES 305:

1. Paragraphs 4.5, 6.1 and 6.2 of APES 305 refer to “Professional Services Legislation”. This term is not correct and should be changed to “Professional Standards Legislation”.

No further issues have been raised.

### **1.4. Summary of Recommendations**

It was recommended that:

1. In APES 305 the term “Professional Services Legislation” be replaced by the term “Professional Standards Legislation”.

## **2 Review of Implementation Issues**

### **2.1 Amend references to “Professional Services Legislation”.**

#### **Issue**

Paragraphs 4.5, 6.1 and 6.2 of APES 305 refer to “Professional Services Legislation”. This term is not correct and should be changed to “Professional Standards Legislation.

#### **Resolution of the issue**

The required editorial changes have been reflected in APES 305.

#### **Impacted Stakeholders**

Members in public practice, firms and professional accounting bodies.

#### **Recommendation**

No further action is required.