

International Ethics Standards Board for Accountants Exposure Draft



Proposed Application Material Relating to Professional Skepticism and Professional Judgment

IESBA indicates that the proposed guidance, for the first time, links key concepts in the IESBA Code of Ethics for Professional Accountants™ (the Code) and clarifies their application, namely:

- how compliance with the fundamental principles in the Code supports professional skepticism by auditors and assurance practitioners for audit, review, and other assurance engagements; and
- the importance of professional accountants obtaining a sufficient understanding of the facts and circumstances known to them when exercising professional judgment in applying the conceptual framework underpinning the Code.

In its release of the [Exposure Draft](#), IESBA states that the proposed guidance addressing the fundamental principles and professional skepticism responds to a recommendation from the tripartite Professional Skepticism Working Group established by the IESBA, the International Auditing and Assurance Standards Board (IAASB), and the International Accounting Education Standards Board (IAESB).

If you wish to provide comments on the Exposure Draft, please email cpamb@cpamb.ca no later than **Wednesday, June 21, 2017**.