

AGENDA PAPER

Item Number: 23

Date of Meeting: 22 November 2011

Subject: Proposed Guidance Note: GN 21 *Valuation Engagements for Financial Reporting*

Action Required

For Information Only

Purpose

APESB has received a project proposal from the Business Valuation Special Interest Group (BVSIG) of the Institute of Chartered Accountants in Australia to develop Guidance Notes for Valuation Services. A high level preliminary draft of the proposed Guidance Note: GN 21 *Valuation Engagements for Financial Reporting* has been developed by the taskforce for the Board's consideration.

Background

APESB issued APES 225 in July 2008 with an effective date of 1 January 2009. BVSIG has submitted the attached project proposal to develop guidance notes for Valuation Services to supplement APES 225.

In January 2011 APESB Board meeting, The Board approved in principle Project Proposal for APES GN 21 and directed the Technical staff to:

- Assemble a taskforce; and
- Present to the Board a more comprehensive APES GN 21 scoping document for the Board to consider.

Staff Recommendation

The Board approve the project proposal to develop appropriate Guidance Notes for Valuation Services subject to an initial preliminary draft of each Guidance Note being presented to the Board prior to undertaking detailed drafting procedures.

Material Presented

- Revised Project proposal
- A preliminary high level draft of the proposed Guidance Note: GN 21 *Valuation Engagements for Financial Reporting*; and
- IVS 300 Valuations for Financial Reporting.

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Date: 11 November 2011