



NOTICE

Amendments to Rules of Professional Conduct and accompanying Council Interpretations

EFFECTIVE IMMEDIATELY (June 20, 2011)

A. Rules of Professional Conduct

At the Annual Meeting held on June 20, 2011, the membership approved Council's recommended changes to the Rules of Professional Conduct as follows:

- The existing Rule 104 – Requirement to reply in writing and Rule 203.2 – Requirement to co-operate were replaced by a **new Rule 104 – Requirement to co-operate** (which is comprised of **Rule 104.1** and **Rule 104.2**).
- A **new Rule 105 – Hindrance, inappropriate influence and intimidation** (which is comprised of **Rule 105.1** and **Rule 105.2**) was adopted.
- **Rule 209.2 – Borrowing from clients** was amended by correcting a typographical error.
- The existing Rule 305 – Communication of special engagements to incumbent was replaced by a **new Rule 305 – Communication of special engagements to incumbent** (which is comprised of **Rule 305.1** and **Rule 305.2**).

The changes approved by the membership were as set forth in the information package mailed to the membership in June 2011, without further amendment.

B. Council Interpretations

Part A:

As a result of the membership approving the changes to the Rules of Professional Conduct, changes to the Council Interpretations relating to **Rules 104** and **105** have become effective.

Part B:

The following changes to the Council Interpretations also became effective June 20, 2011:

Change	Explanation
<p><u>CI 204/1- Definitions</u> - Amendment to the definitions of “assurance engagement”, “audit engagement”, “review engagement” and “specified auditing procedures engagement”.</p>	<p>To update the references to the <i>CICA Handbook - Assurance</i>.</p>

Change	Explanation
<p><u>CI 204/3- Council interpretations to Rules 204.1 to 204.6</u></p> <ul style="list-style-type: none"> - Amendment to paragraphs 28, 32, 48, 49, and 154. - Amendment to paragraph 188. 	<p>To update the references to the <i>CICA Handbook - Assurance</i> and, as well in relation to par. 48 and 49, the requirements with respect to annual communications of independence matters with audit committees.</p> <p>To change the outdated reference to the “Canada Customs and Revenue Agency” to the more general wording “taxation authorities”.</p>
<p><u>CI 204.7- Insolvency engagements</u></p> <ul style="list-style-type: none"> – Amendment to paragraph 3. 	<p>To update the wording to reflect amended wording in relevant legislation and to update the reference to the <i>CICA Handbook - Assurance</i>.</p>
<p><u>CI 206– Compliance with professional standards</u></p> <ul style="list-style-type: none"> – Amendment to sections 206/2, 206/3 and 206/15. 	<p>To update the wording with reference to the <i>CICA Handbook - Accounting</i>.</p>
<p><u>CI 215- Fees</u></p> <ul style="list-style-type: none"> – Amendment to the definition of “partner” contained in section 215/9. 	<p>To move the CIs towards the more harmonized definition.</p>

The changes to the Council Interpretations referred to in [Part A](#) and [Part B](#) were as set forth in the information package mailed to the membership in June 2011, without further amendment.

Copies of the updated Rules of Professional Conduct / Council Interpretations are available under the [Information](#) tab. If you would like to receive a printed copy, please contact the ICANS’ office.