



MEETING SUMMARY
KUALA LUMPUR, 5-6 November 2010

At its 25th Meeting, held in Kuala Lumpur, Malaysia, on 5-6 November 2010, the PIOB reached the following conclusions after deliberations:

1. Proposal for Rotation of CAGs' Members.

Unanimously agreed that CAG representatives serve a maximum of three year terms renewable twice, for a maximum total of nine years. Individual CAG members must undergo rotation every nine years. This is necessary simply for renewal of the persons and for fresh minds to join in the CAG process.

When renewal of a CAG member comes up, reappointment should be subject to PIOB approval after some performance review with the CAG Chair.

The maximum term of nine years includes past membership of current CAG members. In order to facilitate staggering of current CAG membership, an extension to current members that reach this limit is agreed to the end of 2011, so this system will come into effect as from 1st January 2012. If a desired exemption for any individual CAG shows that even allowing one year grace will still cause too rapid a turnover of the CAG membership, the PIOB will be willing to consider an additional extension of up to a year.

2. Proposal for a new member of the IAASB and IESBA CAGs.

Acknowledged the global credentials of Transparency International as well as their moral standing, but reaffirmed that the character and principal activities of the organization do not meet the expectations of strategic and technical contributions that a CAG member should be able to make. The PIOB will welcome their participation in the standard development process through comment letters.

3. Proposal for PIOB's Oversight of the Appointment of Members of the Nominating Committee

Unanimously approved the proposal to expand PIOB oversight of the Nominating Committee to include the approval of the recommended appointment of non-ex-officio members of the Nominating Committee and of the terms of reference of the Nominating Committee.