

Islamic Republic of Iran Audit Organization

June 26, 2005

Mr warren McGregor
IASB member
IASB
30 Canon Street
London EC4M 6XH
United Kingdom

Dear Mr McGregor

Draft Memorandum of Understanding

The Audit Organization is pleased to comment on the Exposure Draft referred to above.

- 1.The IASB should consider the economic environment of developing countries in developing IFRS. This requirement should be noted in the MoU.
- 2.Reffering to the paragraph 2.3, national accounting standard setters have limited capacities for dealing with domestic regulatory barriers. So we suggest changing "...take the prime responsibility" to "use the best endeavors".
- 3."other accounting standard setter" ," national accounting standard setter" and "accounting standard setter" are used with the same meaning in the MoU.
- 4.The paragraph 3.17 is just the repetition of paragraph 3.9.
- 5.the paragraph 4.7 is the repetition of paragraph 4.1.

Yours truly,

Houshang Naderian
Managing Director