



REPORT ON THE PROVIDER'S SYSTEM OF QUALITY CONTROL AND RESULTANT MATERIALS

Executive Board of
John Wiley & Sons, Inc.
and the National Peer Review Committee

We have reviewed the system of quality control for the development and maintenance of the attached listing of Wiley Advantage Audit materials ["List of Wiley Advantage Audit Materials Reviewed"] (hereafter referred to as "materials" or "QCM") of John Wiley & Sons, Inc. (the "provider") and the resultant materials in effect at March 31, 2017. Our quality control materials review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants ("Standards").

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a Quality Control Materials Review as described in the Standards may be found at www.aicpa.org/summary.

Provider's Responsibility

The provider is responsible for designing and complying with a system of quality control that provides reasonable assurances that the materials are reliable aids to assist users in conforming with the components which are integral to the professional standards that the materials purport to encompass. The provider is also responsible for evaluating actions to promptly remediate materials not deemed as reliable aids, when appropriate, and for remediating weaknesses in the system of quality control, if any.

QCM Reviewer's Responsibility

Our responsibility is to express an opinion on the design of the system, the provider's compliance with that system and the reliability of the resultant materials, based on our review.

User's Responsibility

Users of the materials and this report should carefully consider the scope of this review. They should also understand the intended uses and limitations of the materials as reflected in their user instructions and related information, as well as the level of explanatory guidance provided by the materials. Users of the materials are responsible for evaluating their suitability and implementing, tailoring, and augmenting the materials as appropriate. Therefore, the reliability of the materials is also dependent on the effectiveness of these actions and could vary from user to user. Further, there may be important elements of a quality control system in accordance with the Statement on Quality Control Standards that are not included in the materials that have been subject to this review.

Deficiencies Identified in the Provider's System of Quality control and Resultant Materials

We noted the following deficiencies during our review:

1. The provider's policies and procedures for the development and maintenance of quality control materials do not specify policies and procedures to be followed in the conversion of the Microsoft Word version of Wiley Advantage Audit to the cloud based Wiley Advantage Audit Powered by Audit File. The conversion of the Microsoft Word version of Wiley Advantage Audit to the cloud based Wiley Advantage Audit Powered by Audit File did not include an independent technical review. As a result, our review revealed the following sections of the Microsoft Word version of Wiley Advantage Audit were not incorporated into the cloud based Wiley Advantage Audit Powered by Audit File: (1) Advantage Audit User Instructions, which covers the applicability of the quality control material for different firms or clients (for example, based on size, industry, or engagement complexity, levels of experience or knowledge, and so on) ; a reminder of the need to tailor the quality control materials as appropriate; and a reminder to use professional judgement in the application of the quality control materials based on the facts and circumstances of each engagement, (2) information about the authors and technical reviewers, and (3) a statement providing users with a method of communicating product feedback to the provider. However, this error was not of such significance that it affected the reliability of the materials listed.
2. The provider's policies and procedures for the development and maintenance of quality control materials requires ongoing monitoring to be performed. During our review, we noted that the provider did not have a checklist to document its monitoring steps with respect to the elements of the system of quality control. As a result, during our review, we noted various instances of inconsistencies in professional standard references, updates and program steps, which were not individually material to the overall reliability of the materials listed. Additionally, during our review as noted in item 1 above, the provider did not adequately monitor its process for the conversion from the Microsoft Word version of Wiley Advantage Audit to the cloud based Wiley Advantage Audit Powered by Audit File. However, this deficiency does not affect the reliability of the materials listed. This is a repeat from the prior quality control materials review.

Scope Limitation

The provider publishes separate publications titled "Sample Company" materials and "Confirmation Manuals" in the Microsoft Word version of Advantage Audit which are outside the scope of our quality control materials review and resultant opinion. The content of the "Sample Company" materials and "Confirmation Manuals" reside in the practice aids section of Wiley Advantage Audit Powered by Audit File which are outside the scope of our quality control materials review and resultant opinion. Additionally, the engagement letter and management representation letter illustrations located in any of the Wiley Advantage Audit materials are outside the scope of our quality control materials review and resultant opinion.

Opinion

In our opinion, except for the deficiencies previously described and any additional deficiencies or significant deficiencies that may have come to our attention had we extended our review to the separate "Sample Company" materials, "Confirmation Manuals" and engagement letter and management representation letter illustrations as previously described, the system of quality control for the development and maintenance of the quality control materials of John Wiley & Sons, Inc. was suitably designed and was being complied with during the year ended March 31, 2017, to provide users of the materials with reasonable assurance that the materials are reliable aids. Also, in our opinion, the quality control materials previously referred to are reliable aids to assist users in conforming with the components which are integral to the professional standards the materials purport to encompass at March 31, 2017. Provider can receive a rating of *pass*, *pass with deficiency(ies)*, or *fail*. John Wiley & Sons, Inc. has received a review rating of *pass with deficiencies*.



BUCHBINDER TUNICK & COMPANY LLP

New York, NY
May 2, 2017

John Wiley & Sons, Inc.

May 2, 2017

(Attachment)

List of Wiley Advantage Audit Materials Reviewed

Module	Version	
	Microsoft Word ¹	Powered by Audit File ²
2017 Not-for-profit Audit		
Audit Program and Planning Document	√	√
2017 Defined Contribution Plan Audit		
Audit Program and Planning Document	√	√
2017 Limited Scope 401(k) Audit		
Audit Program and Planning Document	√	√
2017 Defined Benefit Plan Audit		
Audit Program and Planning Document	√	√
2017 Union Health/Welfare Audit		
Audit Program and Planning Document	√	√
2017 Limited Scope 403(b) Audit		
Audit Program and Planning Document	√	√
2017 CIRA (Common Interest Realty Association) Audit		
Audit Program and Planning Document	√	√
2017 CIRA (Common Interest Realty Association) Review		
Review Program and Planning Document	√	√
2017 CIRA (Common Interest Realty Association) Compilation		
Compilation Program and Planning Document	√	√
2017 Real Estate Audit		
Audit Program and Planning Document	√	√
2017 Manufacturing Audit		
Audit Program and Planning Document	√	√
2017 Construction Audit		
Audit Program and Planning Document	√	√
2017 Restaurant/Bar Audit		
Audit Program and Planning Document	√	√
2017 Medical Practice Audit		
Audit Program and Planning Document	√	√
2017 Investment Entity Audit		
Audit Program and Planning Document	√	√
2017 Review		
Review Program and Planning Document	√	√
2017 Compilation		
Compilation Program and Planning Document	√	√
2017 Non-public Company Audit		
Audit Program and Planning Document	√	√

1 Delivered in a Microsoft Word file

2 Delivered in a cloud based application through www.auditfile.com



April 25, 2017

AICPA National Peer Review Committee

Ladies and Gentlemen:

This letter represents our response to the report issued in connection with the peer review of the John Wiley and Sons, Inc. (the Organization) system of quality control over the Wiley Advantage Audit quality control materials in effect for the year ended March 31, 2017. The remedial actions discussed in this letter will be monitored to ensure that they are effectively implemented as part of our system of quality control.

The Organization modified its quality control policies and procedures to include specific policies and procedures to be followed in the conversion of the Microsoft Word version of Wiley Advantage Audit to the cloud based Wiley Advantage Audit powered by Audit File. We have discussed with our oversight team the need to continually monitor our policy and procedures over all the Wiley Advantage Audit products. We will implement additional checklist steps which will be required to be completed and reviewed to ensure that critical monitoring procedures are carried out not only for the conversion but for ongoing review of our products.

In addition, the Organization, has taken steps to immediately correct the introduction pages that were omitted for the Wiley Advantage Audit powered by Audit File. Current users of these materials will be notified of the update and any sales from this point forward will have the appropriate introduction included with this media version.

While we believe this was an oversight and does not affect the reliability of our materials, we do believe that a formal written policy for the conversion and monitoring of the developer of the cloud based product will ensure that the paper versions and cloud based versions are identical.

We believe these actions are responsive to the findings of the review.

Sincerely,

A handwritten signature in black ink, appearing to read 'Shek Cho', written in a cursive style.

Shek Cho
Executive Editor



Peer Review Program

Administered by the National Peer Review Committee

American Institute of CPAs
220 Leigh Farm Road
Durham, NC 27707-8110

May 30, 2017

Sheck Cho, Executive Editor
John Wiley & Sons, Inc.
111 River Street
Hoboken, NJ 07030-5774

Dear Mr. Cho:

It is my pleasure to notify you that on May 4, 2017, the National Peer Review Committee accepted the report on the most recent review of the quality control materials described in the following attachment and the system of development and maintenance of those materials.

As you know, the report had a rating of pass with deficiencies.

Sincerely,

Michael Fawley,
Chair—National Peer Review Committee

cc: Vincent Gaudioso, CPA

Attachment 1

Module	Version	
	Microsoft Word ¹	Provided by Audit File ²
2017 Not-for-profit Audit Audit Program and Planning Document	√	√
2017 Defined Contribution Plan Audit Audit Program and Planning Document	√	√
2017 Limited Scope 401(k) Audit Audit Program and Planning Document	√	√
2017 Defined Benefit Plan Audit Audit Program and Planning Document	√	√
2017 Union Health/Welfare Audit Audit Program and Planning Document	√	√
2017 Limited Scope 403(b) Audit Audit Program and Planning Document	√	√
2017 CIRA (Common Interest Realty Association) Audit Audit Program and Planning Document	√	√
2017 CIRA (Common Interest Realty Association) Review Review Program and Planning Document	√	√
2017 CIRA (Common Interest Realty Association) Compilation Compilation Program and Planning Document	√	√
2017 Real Estate Audit Audit Program and Planning Document	√	√
2017 Manufacturing Audit Audit Program and Planning Document	√	√
2017 Construction Audit Audit Program and Planning Document	√	√
2017 Restaurant/Bar Audit Audit Program and Planning Document	√	√
2017 Medical Practice Audit Audit Program and Planning Document	√	√
2017 Investment Entity Audit Audit Program and Planning Document	√	√
2017 Review Review Program and Planning Document	√	√
2017 Compilation Compilation Program and Planning Document	√	√
2017 Non-Public Company Audit Audit Program and Planning Document	√	√

1 Delivered in a Microsoft word file

2 Delivered in a cloud based application through www.auditfile.com