



# AUASB Board Meeting Summary Paper

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**AGENDA ITEM NO.**           **3(f)**  
**Meeting Date:**               13 June 2018  
**Subject:**                     ISA 540 Auditing Accounting Estimates and Disclosures  
**Date Prepared:**             6 June 2018

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**Action Required**

**For Information Purposes Only**

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## Agenda Item Objectives

1. To update the AUASB and receive AUASB feedback on the final proposed ISA 540 including:
  - (a) update from April 2018 IAASB teleconference
  - (b) key changes to ISA 540 since March IAASB meeting
  - (c) consideration of effective date
  - (d) considerations of re-exposure.
  - (e) IAASB implementation working group
2. To receive any fatal flaw comments from the AUASB
3. To suggest to the AUASB and obtain their feedback on AUASB timing / action after the finalisation of ISA 540 in relation to the Australian ED including consideration of:
  - (a) compelling reasons
  - (b) non-standard questions to raise on ED
  - (c) outreach

## Matters to Consider

Refer BMSP attachment – AI 3(f)(i).

## AUASB Technical Group Recommendations

Refer BMSP attachment – AI 3(f)(i).

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*This document contains preliminary views and/or AUASB Technical Group recommendations to be considered at a meeting of the AUASB, and does not necessarily reflect the final decisions of the AUASB. No responsibility is taken for the results of actions or omissions to act on the basis of reliance on any information contained in this document (including any attachments), or for any errors or omissions in it.*

## **Material Presented**

Note: The AUASB technical group has provided selected documents from the IAASB meeting papers. If the AUASB would like to see the full complement of IAASB ISA 540 meeting papers, please follow the hyperlink [IAASB June 2018 meeting papers](#)

Agenda Item 3(f)	AUASB Board Meeting Summary Paper
Agenda Item 3(f)(i)	Attachment to AUASB Board Meeting Summary Paper
Agenda Item 3(f)(ii)	Proposed ISA 540 (Revised) – Issues Paper
Agenda Item 3(f)(iii)	Draft of Proposed ISA 540 (Revised) – Clean
Agenda Item 3(f)(iv)	Draft Conforming and Consequential Amendments Arising from Draft Proposed ISA – 540 (Revised) – Clean

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## **Action Required**

<b>No.</b>	<b>Action Item</b>	<b>Responsibility</b>
1.	<p>Feedback to questions raised by the AUASB technical group in section VI para 4 of attachment to BMSP:</p> <ul style="list-style-type: none"><li>a. Are there any fatal flaws that the AUASB can see in the adoption of ISA 540?</li><li>b. Based on Section II above is there any feedback the AUASB would like to feed into the IAASB?</li><li>c. What are the AUASBs views on re-exposure of ISA 540?</li><li>d. What are the AUASBs views on the effective period (refer section III above)</li><li>e. Are there any compelling reason adjustments that the AUASB can envisage upon adoption of ISA 540?</li><li>f. Does the AUASB support the suggested timeline in section VII above?</li><li>g. Since extensive outreach was conducted at the time of the IAASB exposure draft, and stakeholder feedback received and actioned as per the table above, what specific outreach on Australian exposure would the AUASB like to see?</li><li>h. Are there any specific/non-standard questions the AUASB should address on exposure?</li></ul>	AUASB