



# Board Meeting Summary Paper

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**Subject:** ASA 240 (Redrafted)  
*The Auditor's Responsibilities Relating to  
Fraud in an Audit of a Financial Report*

**Date:** 20 March 2008

<b>AUASB AGENDA ITEM NO. 7</b>
<b>Meeting Date: 14 April 2008</b>

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**Action Required**

**For Information Purposes Only**

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## Agenda Item Objectives

To: Review proposed Auditing Standard ASA 240 (Redrafted) for final approval to issue as an exposure draft, at the June 2008 meeting.

## Background

ASA 240 (Redrafted) is presented to the Board for the second time. First read was at the February 2008 meeting. The proposed standard is based on ISA 240 (Redrafted) which has not been subject to IAASB revision under the Clarity project.

ASA 240 (Redrafted) includes standardised changes in accordance with the AUASB Drafting Rules. No other changes are proposed. Changes are shown as mark-ups (Agenda Item 7.3).

## Matters to Consider

The Board is requested to consider and resolve the issues detailed in the attachment to this Board Meeting Summary Paper (Agenda Item 7.1).

The Board is requested to consider the Table of Differences (Agenda Item 7.4) and approve the proposed treatment of each difference.

Extant ASA 240 and ISA 240 (Redrafted) are included, in electronic form only, for the Board's information.

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*This document contains preliminary views and/or staff 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.*

## **Staff Recommendations**

ATG recommends proposed ASA 240 (Redrafted) be approved for issue as an ED.

## **Material Presented**

Agenda Item 7	Board Meeting Summary Paper
Agenda Item 7.1	Attachment to Board Meeting Summary Paper - Issues Paper
Agenda Item 7.2	Proposed Exposure Draft (Clean Version)
Agenda Item 7.3	Proposed Exposure Draft (Marked Up Version)
Agenda Item 7.4	Table of Differences
Agenda Item 7.5	Extant ASA 240 <i>The Auditor's Responsibilities to Consider Fraud in an Audit of a Financial Report</i>
Agenda Item 7.6	ISA 240 (Redrafted) <i>The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements</i>

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## **Action Required**

<b>No.</b>	<b>Action Item</b>	<b>Deliverable</b>	<b>Responsibility</b>	<b>Due Date</b>	<b>Status</b>
1	Approve the proposed standard for exposure	Board approval	AUASB	14 April 2008	o/s

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## **Notes**

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