



Board Meeting Summary Paper

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

Date: 11 July 2008

AUASB AGENDA ITEM NO. 8(b)
Meeting Date: 21-22 July
2008

Action Required

For Information Purposes Only

Agenda Item Objectives

To review proposed Auditing Standard ASA 240 (Revised and Redrafted) and approve issue as an exposure draft at a future date to be determined.

Background

ASA 240 (Revised and Redrafted) is presented to the Board for the fourth time. First read was at the February 2008 meeting. Second read was at 14 April 2008 meeting. The third read was at the 2-3 June meeting. The proposed standard is based on ISA 240 (Redrafted). The ISA was "redrafted" not "revised" under the IAASB 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 8(b).3).

Matters to Consider

The Board is requested to confirm approval of the recommendations detailed in the attachment to this Board Meeting Summary Paper (Agenda Item 8(b).1). No changes, other than minor editorials, have been made since the 2-3 June meeting.

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

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. Dates will be amended when issue date confirmed.

Material Presented

- Agenda Item 8(b) Board Meeting Summary Paper
- Agenda Item 8(b).1 Attachment to Board Meeting Summary Paper - Issues Paper
- Agenda Item 8(b).2 Proposed Exposure Draft (Clean Version)
- Agenda Item 8(b).3 Proposed Exposure Draft (Marked Up Version)
- Agenda Item 8(b).4 Table of Differences
- Agenda Item 8(b).5 Extant ASA 240 *The Auditor's Responsibilities to Consider Fraud in an Audit of a Financial Report* (Electronic Version only)
- Agenda Item 8(b).6 ISA 240 (Redrafted) *The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements* (Electronic Version only)

Action Required

No.	Action Item	Deliverable	Responsibility	Due Date	Status
1	Approve the proposed standard for exposure	Board approval	AUASB	2-3 June 2008	o/s

Notes

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