



# Board Meeting Summary Paper

AUASB  
AGENDA  
ITEM NO.  
**10(d)**

Meeting Date:  
**7-8 September**

**2009**

**Subject:** ASA 570 (Revised and Redrafted)  
*Going Concern*

**Date:** 17 August 2009

Action Required

For Information Purposes Only

## Agenda Item Objectives

To:

- Review Auditing Standard ASA 570 (Revised and Redrafted) for changes made subsequent to the standard being 'cleared, pending final approval'.
- Clear the Standard for approval/voting at the October 2009 Board meeting.

## Background

ASA 570 (Revised and Redrafted) is presented to the Board for the first time subsequent to it being 'cleared pending final approval' at the 20-21 July 2009 Board meeting.

Standardised changes to ASA 570 (Revised and Redrafted) result from:

- (1) ISA Conforming and other amendments
- (2) AUASB Drafting Policies and Rules; *and*
- (3) AUASB technical group quality assurance review procedures.

No other changes are proposed. All changes are shown as mark-ups, with the source of each change (other than minor formatting) identified by way of text box. Refer (Agenda Item 10(d).2).

*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.*

## **Matters to Consider**

The Board is requested to consider the changes made on the marked up version of the Auditing Standard (Agenda Item 10(d).2).

This is an important core standard with significant effects on the audit engagement.

There are 3 new appendices which have now been finalised, given the reporting standards have also been finalised (i.e ASA 70, 705, 706). These appendices incorporate the going concern diagram (Appendix 1) and example auditor's reports re going concern (Appendices 2 & 3). Refer Agenda Item 10(d).2 for the detail.

There are no significant contentious matters in regard to the drafting of this Auditing Standard.

The clean version of ASA 570 (Revised and Redrafted), and the final version of ISA 570 are included for the Board's information, in electronic form only.

## **AUASB Technical Group Recommendations**

AUASB Technical Group recommends Auditing Standard ASA 570 (Revised and Redrafted) be cleared for approval/voting at the October 2009 board meeting.

## **Material Presented**

- Agenda Item 10(d) Board Meeting Summary Paper
- Agenda Item 10(d).1 Auditing Standard ASA 570 (Clean Version) [electronic copy only]
- Agenda Item 10(d).2 Auditing Standard ASA 570 (Marked Up Version)
- Agenda Item 10(d).3 Explanatory Statement ASA 570 (Clean Version)
- Agenda Item 10(d).4 Final ISA 570 [electronic copy only]

---

## **Action Required**

No.	Action Item	Deliverable	Responsibility	Due Date	Status
1	Cleared for approval/voting at the October 2009	Board clearance	AUASB	7-8 September 2009	O/S

---

*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.*