



Board Meeting Summary Paper

AUASB
AGENDA
ITEM NO.
7(a)

Meeting Date:
7-8 September

2009

Subject: ASA 210 (Revised and Redrafted)
Agreeing the Terms of Audit Engagements

Date: 4 August 2009

Action Required

For Information Purposes Only

Agenda Item Objectives

To:

- Review Auditing Standard ASA 210 (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 210 (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 210 (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 7(a).2).

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Matters to Consider

The Board is requested to consider the changes made on the marked up version of the Auditing Standard (Agenda Item 7(a).2).

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

Although the underlying standard, ISA 210, was subject to redrafting only (i.e. not revised), there are several new Requirements to those in the extant standard. The Explanatory Statement lists these main differences [see 7(a).3]. Of particular importance is the auditor's objective to establish whether the preconditions for an audit are present, including determining whether the financial reporting framework is acceptable.

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

The clean version of ASA 210 (Revised and Redrafted), and the final version of ISA 210 are included for the Board's information, in electronic form only.

AUASB Technical Group Recommendations

AUASB Technical Group recommends Auditing Standard ASA 210 (Revised and Redrafted) be cleared for approval/voting at the October 2009 board meeting.

Material Presented

Agenda Item 7(a)	Board Meeting Summary Paper
Agenda Item 7(a).1	Auditing Standard ASA 210 (Clean Version) [electronic copy only]
Agenda Item 7(a).2	Auditing Standard ASA 210 (Marked Up Version)
Agenda Item 7(a).3	Explanatory Statement ASA 210 (Clean Version)
Agenda Item 7(a).4	Final ISA 210 [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

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