



AUASB Board Meeting Summary Paper

AGENDA ITEM NO. **4(b)**
Meeting Date: 14 June 2016
Subject: ED ASA 810
Date Prepared: 25 May 2016

Action Required

For Information Purposes Only

Agenda Item Objectives

To approve for issue the ED on ASA 810.

Background

The IAASB issued the final revised ISA 810 in late March 2016.

In summary, the changes in ISA 810 relate to:

- Additional requirements and application material to address the information gap related to a material uncertainty related to going concern or an uncorrected material misstatement of other information (now separate sections of an auditor's report and no longer addressed using an EOM or OM paragraph)
- New requirement to *refer* to any KAMs in the auditor's report on the audited financial report (reference only – no description/repetition)
- Updated illustrative auditor's reports – consistent with new ISA 700.

Decisions made at **18 April 2016** AUASB meeting:

- Remove paragraph Aus 4.1(c) - The Aus para included the following words which were additional to the ISA: *Summary financial statements may include an assertion by those responsible for the summary financial statements.* The AUASB agreed that the additional wording does not meet the compelling reasons test.
- Example wording to be included as Aus 1.1 of ASA 810:
Where an entity prepares a concise financial report in accordance with paragraph 314(2)(a) in Part 2M.3 of the *Corporations Act 2001*, an auditor's report thereon is required under paragraph 314(2)(c) in Part 2M.3 of the *Corporations Act 2001*. The minimum content of the concise financial report is determined by the Australian Accounting Standards Board and is set out in AASB 1039 *Concise Financial Reports*.
- Include an example of a concise reports auditor's report in the appendix to ASA 810.

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.

Matters to Consider

Part A – General

The AUASB is asked to consider and approve for issue the draft ED ASA 810.

Part B – NZAuASB

The AUASB has liaised with the NZAuASB who have raised no particular issue on this ISA. We understand that the NZAuASB technical group is intending to take a draft ED on ISA 810 to their 9 June 2016 NZAuASB meeting.

Part C – “Compelling Reasons” Assessment

Considered at the 18 April 2016 AUASB meeting within the BMSP paper with no issues noted, the compelling reasons paper is now attached at Agenda Item 4(b).4.

The proposed changes conform to IAASB modification guidelines for NSS?

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AUASB Technical Group Recommendations

Approve for issue the draft ED on ASA 810.

Material Presented

Agenda Item 4(b)	AUASB Board Meeting Summary Paper
Agenda Item 4(b).1	Final ISA 810 (marked up)
Agenda Item 4(b).2	ED ASA 810 (marked up)_
Agenda Item 4(b).3	ED ASA 810 (clean)
Agenda Item 4(b).4	Compelling reasons test

Action Required

No.	Action Item	Deliverable	Responsibility	Due Date	Status
1.	Approve the ED on ASA 810	Approval	AUASB	14 June 2016	o/s