



AUASB Board Meeting Summary Paper

AGENDA ITEM NO. **14(b)**

Meeting Date: 29 April 2013

Subject: Managed Investment Schemes – update on the project to revise GS 013 *Special Considerations in the Audit of Compliance Plans of Managed Investment Schemes* and GS 014 *Auditing Mortgage Schemes*.

Date: 15 April 2013

Action Required

For Information Purposes Only

Agenda Item Objective

To present for the Board's information, an update on the project to revise GS 013 *Special Considerations in the Audit of Compliance Plans of Managed Investment Schemes* and GS 014 *Auditing Mortgage Schemes*.

Background

At the 10 September 2012 meeting, the AUASB was provided with a project plan aimed at revising GS 013 and GS 014.

At the 26 November 2012 meeting, the AUASB was updated as to a meeting held between AUASB staff and ASIC on 23 October 2012. At that meeting we were made aware of further changes that ASIC were intending to make to RG 45 & RG 46. Furthermore, we understood that ASIC intended to revise RG 132 *Managed Investments: Compliance plans*, which may further impact on RG 45 & RG 46. These changes were expected to be finalised by 30 June 2013. The AUASB agreed to defer the project until ASIC's revision of RG 132 is finalised or at least available in draft as a basis for revising GS013 and GS 014.

Recent Developments

In a letter from ASIC to the AUASB dated 26 November 2012, ASIC confirmed that they intend to issue a revised RG 132 *Managed Investments: Compliance plans*.

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A meeting was held between AUASB staff and ASIC on 21 March 2013. ASIC confirmed that they are intending to considerably revise RG 132 *Managed Investments: Compliance plans* and possibly other associated RG's (including RG 45 and RG 46). ASIC further indicated that they may be in a position to provide the AUASB with an overarching strategy and timeline for the revision of RG 132 *Managed Investments: Compliance plans* and other RG's in April 2013.

In addition, we note that the revised ISAE 3000 (Revised), *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* is due during 2013, this links directly to ISAE 3100 *Compliance Engagements* that directly underpins GS 013 and GS 014.

Next Steps

ASIC has undertaken to share with the AUASB their proposed strategy document and timeline and has agreed to investigate the possibility of working collaboratively with the AUASB in updating their RG's. Until we understand where the revised RG's are heading it is difficult to predict the form and content of a revised GS 013 and GS 014.

Recommendation from the AUASB Technical Group

In view of the above, it is recommended this project continued to be deferred until ASIC's revision of RG 132 and other associated RG's are finalised or at least available in draft as a basis for revising GS 013 and GS 014.

Material Presented

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| Agenda Item 14(b) | AUASB Board Meeting Summary Paper |
| Agenda Item 14(b).1 | Letter from ASIC dated 26 November 2012 |

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