



Board Meeting Summary Paper

Subject: Amending Standard ASA 2011-1
Date: 18 February 2011

AUASB AGENDA ITEM NO. 9(a)
Meeting Date: 28 February 2011

X Action Required

For Information Purposes Only

Agenda Item Objectives

To consider the first-draft of ED 01/11 (proposed amending standard ASA 2011-1).

To determine appropriate timing of the exposure draft and whether or not to issue an Explanatory Guide.

Background

The “clarity” versions of the Australian Auditing Standards were issued in October 2009 and were operative for financial reporting periods commencing on or after 1 January 2010. Practitioners have commenced applying the standards, relating to for example:

- (a) half-year financial periods to 30 June 2010; and
- (b) year-end financial periods to 31 December 2010.

Accordingly, it is now appropriate to seek practitioner input as to any errors or other issues requiring amendment to the standards.

The first-draft ED has been developed primarily from unsolicited input received from practitioners together with issues identified by the AUASB Technical Group. The aim of exposing the proposed amending standard is to elicit further amendments from a wide range of practitioners.

Input is not sought on issues relating to the practical application of the standards – that is to be dealt with separately under the AUASB’s work programme on monitoring implementation of the standards.

Note: Once finalised, the amendments will be incorporated into each relevant Auditing Standard and the resultant “compiled” standard will be published on the AUASB website. Compiled standards are not legislative instruments.

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

1. First-draft of ED 01/11 (see Agenda Item 9(a).1)
2. Timing of the exposure to enable the standard to be operative for financial reporting periods commencing on or after 1 July 2011.
3. Development of an Explanatory Guide that shows the amendments as mark-ups to the original text of the relevant standards. Such a guide will assist users to understand the amendments in the context of the relevant text. (See example at Agenda Item 9(a).2)

AUASB Technical Group Recommendations

None at this stage.

Material Presented

- Agenda Item 9(a) Board Meeting Summary Paper
- Agenda Item 9(a).1 First-draft ED 01/11 (proposed amending standard ASA 2011-1)
- Agenda Item 9(a).2 Example of an Explanatory Guide

Action Required

No.	Action Item	Deliverable	Responsibility	Due Date	Status
1.	Consider first-draft ED	Comments and directives	AUASB	28 February 2011	
2.	Determine timing of ED and issuance of an Explanatory Guide (EG)	Timetable & input to issuance of an EG	AUASB	28 February 2011	

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