

June 2022

# **Explanatory Memorandum**

## ***Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards***

Issued by the **Auditing and Assurance Standards Board**



**Australian Government**

**Auditing and Assurance Standards Board**

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ATTACHMENT 1: Exposure Draft 02/22 *Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards*

## **EXPLANATORY MEMORANDUM**

### ***Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards***

#### **Introduction**

1. The AUASB is seeking feedback from stakeholders on proposed conforming and consequential amendments to the other AUASB Standards in order to align the terminology used in the IAASB's other standards, which are detailed in the attachment – Exposure Draft 02/22 *Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards* (ED 02/22). The aim of this Explanatory Memorandum is to provide stakeholders with information about ED 02/22.

#### **Background**

2. Where reference is made to Quality Control Standards and ethical requirements, some of the language in the extant Australian Standards on Review Engagements (ASREs) and Standards on Assurance Engagements (ASAEs) differs to that of the equivalent international standards. The ASREs and ASAEs reference ASQC 1<sup>1</sup>, while the international standards reference ISQC 1<sup>2</sup> **or requirements that are at least as demanding**. Additionally, the ASREs and ASAEs reference relevant ethical requirements (which is described in ASA 102<sup>3</sup>), while the international standards reference the IESBA Code, **together with National requirements that are more restrictive**.
3. The difference from the IAASB standards highlighted in paragraph 2 above was deemed appropriate by the AUASB in the past to ensure Assurance Practitioners who were members of the Australian professional accounting bodies were required to adopt relevant AUASB Quality Control Standards (specifically ASQC 1) and ASA 102, in addition to the then relevant version of the Accounting Professional and Ethical Standards Board's (APESB's) APES 320<sup>4</sup>. However a recent revision of APES 320 means it only applies to non-assurance services, and accordingly the AUASB's Quality Management Standards<sup>5</sup> is the only relevant quality management framework for all assurance services.
4. Considering this revision to the scope of APES 320 and to ensure the AUASB's Assurance Standards can be applied by Assurance Practitioners who are not members of the Australian professional accounting bodies, the AUASB has determined that it is appropriate to realign with the language of the international standards. The impact of this alignment is that assurance practitioners may consider other quality management frameworks and other ethical codes to be appropriate, but only if they are at least as demanding as the AUASB's frameworks and ASA 102.
5. As part of the AUASB's strategic objective to develop and issue Australian Auditing and Assurance Standards that are in the public interest and meet the needs of stakeholders based on IAASB equivalents in accordance with AUASB functions and our direction from the Financial Reporting Council (FRC), the AUASB has undertaken a review of the other AUASB standards and proposed amendments to align with IAASB's other standards.

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<sup>1</sup> ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, Other Assurance Engagements and Related Services Engagements*

<sup>2</sup> ISQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Statements, Other Financial Information, Other Assurance Engagements and Related Services Engagements*

<sup>3</sup> ASA 102 *Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements*

<sup>4</sup> APES 320 *Quality Management for Firms that provide Non-Assurance Services*

<sup>5</sup> Specifically Auditing Standard on Quality Management ASQM 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements*

## **Overview**

6. This Explanatory Memorandum gives Australian stakeholders an overview of:
  - a) Exposure draft questions; and
  - b) How to provide comments and the comment date.
7. The AUASB is issuing this exposure draft covering the necessary conforming and consequential amendments to address inconsistencies between other AUASB standards and IAASB other standards. The purpose of making the amendments is solely to align the terminology with IAASB other standards.
8. The conforming and consequential amendments have a narrow scope and do not involve re-consideration of the objectives, requirements, and application material of the other AUASB Standards, in their own right.
9. The amendments are segregated into two tables:
  - a. Table 1: Proposed conforming amendments to international equivalent other AUASB standards to align with other IAASB standards
  - b. Table 2: Flowing through the proposed conforming amendments arising from Table 1 to Australian-specific AUASB standards
10. A tabular presentation format has been used to show the extant text, the proposed conforming and consequential amendments to the other AUASB standards, and the rationale of the proposed amendments.

## **Request for Comments**

11. The AUASB requests comments on all matters in relation to ED 02/22, but specifically in relation to the questions below. Stakeholders may address only specific questions relevant to them or raise matters not specifically addressed by a question.

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### **Exposure Draft Questions**

1. Do respondents support the proposed amendments to align the terminology in AUASB Other Assurance Standards with that of the international equivalents? If not, why not?
2. Do respondents consider that Assurance Practitioners undertaking Assurance Engagements under the Australian Standards on Review Engagements (ASREs) and Standards on Assurance Engagements (SAEs) should be required to comply with ASQM 1 and ASA 102 or requirements that are at least as demanding? If not, why not?
3. Do respondents support the proposed effective date?
4. Have applicable laws and regulations been appropriately addressed in the proposed conforming and consequential amendments to the other AUASB standards? Are there any references to relevant laws or regulations that have been omitted?
5. Whether there are any laws or regulations that may, or do, prevent or impede the application of the proposed conforming and consequential amendments to the other AUASB standards, or may conflict with the proposed conforming and consequential amendments to the other AUASB standards?
6. Whether there are any principles and practices considered appropriate in maintaining or improving audit quality in Australia that may, or do, prevent or impede the application of the proposed conforming and consequential amendments to the other AUASB standards, or may conflict with the proposed conforming and consequential amendments to the other AUASB standards?
7. What, if any, are the additional significant costs to/benefits for auditors and the business community arising from compliance with the requirements of this proposed conforming and consequential amendments to the other AUASB standards? If significant costs are expected, the AUASB would like to understand:
  - (i) Where those costs are likely to occur;
  - (ii) The estimated extent of costs, in percentage terms (relative to audit fees); and
  - (iii) Whether expected costs outweigh the benefits to the users of audit services?
8. Are there any other significant public interest matters that stakeholders wish to raise?

### **Application**

12. To align with the effective date of the revised QM standards, the AUASB proposed effective date of the amendments are for:
  - a) Reviews of financial reports for financial reporting periods commencing on or after 15 December 2022; and
  - b) Other assurance and related services engagements commencing on or after 15 December 2022.

### **Comment Date**

13. Comments to the AUASB will close on Monday 22 August 2022.
14. At the completion of the exposure period, the AUASB will consider stakeholders' submissions.

**ATTACHMENT 1 – EXPOSURE DRAFT 02/22 PROPOSED  
CONFORMING AND CONSEQUENTIAL AMENDMENTS TO  
THE OTHER AUASB STANDARDS TO ALIGN TO THE  
IAASB OTHER STANDARDS**

**Table 1 – Aligning other AUASB Standards with other IAASB Standards**

Where this document inserts or deletes a paragraph or footnote, as a result of that insertion or deletion relevant paragraph numbers, cross-references and footnotes are updated.

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
<b>ASRE 2400 <i>Review of a Financial Report Performed by an Assurance Practitioner Who is Not the Auditor of the Entity</i></b>			
ASRE 2400 paragraph 4	<p><i>Relationship with ASQM 1<sup>2</sup></i></p> <p>The system of quality management and policies or procedures are the responsibility of the firm. ASQM 1 applies to firms in respect of a firm’s engagements to review financial statements.<sup>3</sup> The provisions of this ASRE regarding quality management at the level of individual review engagements are premised on the basis that the firm is subject to ASQM 1. (Ref: Para. A3–A5)</p> <p><sup>2</sup> Standard on Quality Management ASQM 1, <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements.</i></p> <p><sup>3</sup> See ASQM 1, paragraph Aus 0.1.</p>	<p><i>Relationship with ISQM 1<sup>2</sup></i></p> <p>The systems of quality management and policies or procedures are the responsibility of the firm. ISQM 1 applies to firms in respect of a firm’s engagements to review financial statements.<sup>3</sup> The provisions of this ISRE regarding quality management at the level of individual review engagements are premised on the basis that the firm is subject to ISQM 1 or requirements that are at least as demanding. (Ref: Para. A3–A5)</p>	<p><i>Relationship with ASQM 1<sup>2</sup></i></p> <p>The system of quality management and policies or procedures are the responsibility of the firm. ASQM 1 applies to firms in respect of a firm’s engagements to review financial statements.<sup>3</sup> The provisions of this ASRE regarding quality management at the level of individual review engagements are premised on the basis that the firm is subject to <u>ASQM 1 or requirements that are at least as demanding.</u> (Ref: Para. A3–A5)</p> <p><sup>2</sup> Standard on Quality Management ASQM 1, <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements.</i></p> <p><sup>3</sup> See ASQM 1, paragraph Aus 0.1.</p>
ASRE 2400 paragraph Aus 17.1(p)	<p><i>Relevant ethical requirements</i>—relevant ethical requirements as described in <i>ASA 102 Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>, as amended.</p>	<p><i>Relevant ethical requirements</i> – Principles of professional ethics and ethical requirements that are applicable to professional accountants when undertaking reviews of financial statements. Relevant ethical requirements ordinarily comprise the provisions of the International Ethics Standards Board for Accountants’ <i>International Code of Ethics for Professional Accountants (including</i></p>	<p><i>Relevant ethical requirements</i>—relevant ethical requirements as described in <i>ASA 102 Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>, as amended, <u>together with national requirements that are more restrictive.</u></p>



**ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards**

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
		<i>International Independence Standards</i> (IESBA Code) related to reviews of financial statements, together with national requirements that are more restrictive.	
ASRE 2400 paragraph A3	<p><i>Relationship with ASQM 1</i> (Ref: Para. 4)</p> <p>ASQM 1 deals with the firm’s responsibilities to design, implement and operate a system of quality management for assurance engagements including review engagements.<sup>8</sup> ASQM 1 also deals with the firm’s responsibility to establish policies or procedures addressing engagements that are required to be subject to engagement quality reviews.<sup>9</sup> ASQM 2 deals with the appointment and eligibility of the engagement quality reviewer, and the performance and documentation of the engagement quality review.<sup>10</sup></p> <p>A system of quality management addresses the following eight components:<sup>11</sup></p> <ul style="list-style-type: none"> <li>(a) The firm’s risk assessment process;</li> <li>(b) Governance and leadership;</li> <li>(c) Relevant ethical requirements;</li> <li>(d) Acceptance and continuance of client relationships and specific engagements;</li> <li>(e) Engagement performance;</li> </ul>	<p><i>Relationship with ISQMs</i> (Ref: Para. 4)</p> <p>ISQM 1 deals with the firm’s responsibilities to design, implement and operate a system of quality management for assurance engagements including review engagements.<sup>5A</sup> ISQM 1 also deals with the firm’s responsibility to establish policies or procedures addressing engagements that are required to be subject to engagement quality reviews.<sup>5B</sup> ISQM 2 deals with the appointment and eligibility of the engagement quality reviewer, and the performance and documentation of the engagement quality review.<sup>5C</sup></p> <p>A system of quality management addresses the following eight components:<sup>5D</sup></p> <ul style="list-style-type: none"> <li>(a) The firm’s risk assessment process;</li> <li>(b) Governance and leadership;</li> <li>(c) Relevant ethical requirements;</li> <li>(d) Acceptance and continuance of client relationships and specific engagements;</li> <li>(e) Engagement performance;</li> <li>(f) Resources;</li> <li>(g) Information and communication; and</li> <li>(h) The monitoring and remediation process.</li> </ul> <p>Firms or national requirements may use different terminology or frameworks to</p>	<p><i>Relationship with ASQM 1</i> (Ref: Para. 4)</p> <p>ASQM 1 deals with the firm’s responsibilities to design, implement and operate a system of quality management for assurance engagements including review engagements.<sup>8</sup> ASQM 1 also deals with the firm’s responsibility to establish policies or procedures addressing engagements that are required to be subject to engagement quality reviews.<sup>9</sup> ASQM 2 deals with the appointment and eligibility of the engagement quality reviewer, and the performance and documentation of the engagement quality review.<sup>10</sup></p> <p>A system of quality management addresses the following eight components:<sup>11</sup></p> <ul style="list-style-type: none"> <li>(a) The firm’s risk assessment process;</li> <li>(b) Governance and leadership;</li> <li>(c) Relevant ethical requirements;</li> <li>(d) Acceptance and continuance of client relationships and specific engagements;</li> <li>(e) Engagement performance;</li> <li>(f) Resources;</li> </ul>

**ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards**

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
	<p>(f) Resources;</p> <p>(g) Information and communication; and</p> <p>(h) The monitoring and remediation process.</p> <p>Firms may use different terminology or frameworks to describe the components of the system of quality management.</p> <p><sup>8</sup> See ASQM 1, paragraph 1.  <sup>9</sup> See ASQM 1, paragraph 2(a).  <sup>10</sup> See ASQM 1, paragraph 2(b).  <sup>11</sup> See ASQM 1, paragraph 6.</p>	<p>describe the components of the system of quality management.</p> <p><sup>5A</sup> ISQM 1, paragraph 1  <sup>5B</sup> ISQM 1, paragraph 2(a)  <sup>5C</sup> ISQM 1, paragraph 2(b)  <sup>5D</sup> ISQM 1, paragraph 6</p>	<p>(g) Information and communication; and</p> <p>(h) The monitoring and remediation process.</p> <p>Firms <u>or national requirements</u> may use different terminology or frameworks to describe the components of the system of quality management.</p> <p><sup>8</sup> See ASQM 1, paragraph 1.  <sup>9</sup> See ASQM 1, paragraph 2(a).  <sup>10</sup> See ASQM 1, paragraph 2(b).  <sup>11</sup> See ASQM 1, paragraph 6.</p>
ASRE 2400 paragraph A5	<p>[Deleted by the AUASB. Refer Aus A5.1]</p> <p>Aus A5.1 ASQM 1 contains requirements which are at least as demanding as its international equivalent, <i>ISQM 1 Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements</i>,* as it addresses the requirements of ISQM 1 and imposes obligations on the firm to achieve the objective of ISQM 1.</p>	<p>National requirements that deal with the firm’s responsibilities to design, implement and operate a system of quality management are at least as demanding as ISQM 1 when they address the requirements of ISQM 1, and impose obligations on the firm to achieve the objective of ISQM 1.</p>	<p>No change from extant.</p>

ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
<b>ASAE 3000 Assurance Engagements Other than Audits or Reviews of Historical Financial Information</b>			
<p>ASAE 3000 paragraph 3</p>	<p>This ASAE is premised on the basis that:</p> <p>(a) The members of the engagement team and the engagement quality reviewer (for those engagements where one has been appointed) are subject to the relevant ethical requirements<sup>#</sup> related to assurance engagements; and (Ref: Para. A30–A33)</p> <p>(b) The assurance practitioner who is performing the engagement is a member of a firm that is subject to ASQM 1,<sup>1</sup> regarding the firm’s responsibility for its system of quality management. (Ref: Para. A61–A66)</p> <p><sup>#</sup> Relevant ethical requirements are defined in ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>.</p> <p><sup>1</sup> See Auditing Standard ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i>.</p>	<p><b>Introduction</b></p> <p>...</p> <p>(a) The members of the engagement team and the engagement quality reviewer (for those engagements where one has been appointed) are subject to the provisions of the International Ethics Standards Board for Accountants’ <i>International Code of Ethics for Professional Accountants (including International Independence Standards)</i> (IESBA Code) related to assurance engagements, or other professional requirements, or requirements in law or regulation, that are at least as demanding; and (Ref: Para. A30–A34)</p> <p>(b) The practitioner who is performing the engagement is a member of a firm that is subject to ISQM 1,<sup>1</sup> or other professional requirements, or requirements in law or regulation, regarding the firm’s responsibility for its system of quality management, that are at least as demanding as ISQM 1. (Ref: Para. A61–A66)</p> <p><sup>1</sup> International Standard on Quality Management (ISQM) 1, <i>Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements</i></p>	<p>This ASAE is premised on the basis that:</p> <p>(a) The members of the engagement team and the engagement quality reviewer (for those engagements where one has been appointed) are subject to the relevant ethical requirements<sup>#</sup> related to assurance engagements, <u>or other professional requirements, that are at least as demanding</u>; and (Ref: Para. A30–A33)</p> <p>(b) The assurance practitioner who is performing the engagement is a member of a firm that is subject to ASQM 1,<sup>1</sup> <u>or other professional requirements, that are at least as demanding as ASQM 1</u>. (Ref: Para. A61–A66)</p> <p><sup>#</sup> Relevant ethical requirements are defined in ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>.</p> <p><sup>1</sup> See Auditing Standard ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i>.</p>

**ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards**

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
ASAE 3000 paragraph 20	<p>[Deleted by the AUASB. Refer Aus 20.1.]</p> <p>Aus 20.1 The assurance practitioner shall comply with the relevant ethical requirements* related to assurance engagements. (Ref. Para.A30-A34, A60).</p> <p>* See ASA 102.</p>	<p><b>Ethical Requirements</b></p> <p>The practitioner shall comply with the provisions of the IESBA Code related to assurance engagements, or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding. (Ref: Para. A30–A34, A60)</p>	<p>[Deleted by the AUASB. Refer Aus 20.1.]</p> <p>Aus 20.1 The assurance practitioner shall comply with the relevant ethical requirements* related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u> (Ref. Para.A30-A34, A60).</p> <p>* See ASA 102.</p>
ASAE 3000 paragraph 31	<p><b>Quality Management</b></p> <p><i>Characteristics of the Lead Assurance Practitioner</i></p> <p>The lead assurance practitioner shall:</p> <p>(a) Be a member of a firm that applies ASQM 1*; (Ref: Para. A60–A66)</p> <p>(b) ...</p> <p>* The term the “lead assurance practitioner” is referred to in ASQM 1 as the “engagement partner”.</p>	<p><b>Quality Management</b></p> <p><i>Characteristics of the Engagement Partner</i></p> <p>The engagement partner shall:</p> <p>(a) Be a member of a firm that applies ISQM 1, or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1;</p> <p>...</p>	<p><b>Quality Management</b></p> <p><i>Characteristics of the Lead Assurance Practitioner</i></p> <p>The lead assurance practitioner shall:</p> <p>(a) Be a member of a firm that applies ASQM 1, <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1;</u> (Ref: Para. A60–A66)</p> <p>(b) ...</p> <p>* The term the “lead assurance practitioner” is referred to in ASQM 1 as the “engagement partner”.</p>
ASAE 3000 paragraph 69	<p><i>Assurance Report Content</i></p> <p>The assurance report shall include at a minimum the following basic elements:</p>	<p><b>Preparing the Assurance Report</b></p> <p><i>Assurance Report Content</i></p> <ul style="list-style-type: none"> <li>The assurance report shall include, at a minimum, the following basic elements:</li> </ul>	<p><i>Assurance Report Content</i></p> <p>The assurance report shall include at a minimum the following basic elements:</p>

**ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards**

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
	<p>(a) A title that clearly indicates the report is an independent assurance report. (Ref: Para. A162)</p> <p>(b) ...</p> <p>(i) A statement that the firm of which the assurance practitioner is a member applies ASQM 1. (Ref: Para. A172)</p> <p>(j) A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements. (Ref: Para. A173)</p>	<ul style="list-style-type: none"> <li>• ...</li> <li>(i) A statement that the firm of which the practitioner is a member applies ISQM 1, or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ISQM 1. (Ref: Para. A172)</li> <li>(j) A statement that the practitioner complies with the independence and other ethical requirements of the IESBA Code, or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding as the provisions of the IESBA Code related to assurance engagements. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements imposed by law or regulation, applied that are at least as demanding as the provisions of the IESBA Code related to assurance engagements. (Ref: Para. A173) (Ref: Para. A172)</li> </ul>	<p>(a) A title that clearly indicates the report is an independent assurance report. (Ref: Para. A162)</p> <p>(b) ...</p> <p>(i) A statement that the firm of which the assurance practitioner is a member applies <u>ASQM 1, or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ASQM 1.</u> (Ref: Para. A172)</p> <p>(j) A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements imposed by law or regulation, applied that are at least as demanding as ASA 102.</u> (Ref: Para. A173)</p>
ASAE 3000 paragraph A34	[Deleted by the AUASB.]	Professional requirements, or requirements imposed by law or regulation, are at least as demanding as the provisions of the IESBA Code related to assurance engagements when	<p><del>[Deleted by the AUASB.]</del></p> <p><u>Professional requirements, or requirements imposed by law or regulation, are at least as</u></p>

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1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
		they address all the matters referred to in paragraphs A30–A33 and impose obligations that achieve the aims of the requirements set out in the IESBA Code related to such engagements.	<u>demanding as ASA 102 related to assurance engagements when they address all the matters referred to in paragraphs A30–A33 and impose obligations that achieve the aims of the requirements set out in ASA 102 related to such engagements.</u>
ASAE 3000 paragraph A61	<p><i>Firm Level Quality Management</i> (Ref: Para. 3(b), 31(a))</p> <p>ASQM 1 deals with the firm’s responsibilities to design, implement and operate a system of quality management for assurance engagements.<sup>5</sup> It sets out the responsibilities of the firm for establishing quality objectives that address the fulfillment of responsibilities in accordance with relevant ethical requirements, including those related to independence. ASQM 1 also deals with the firm’s responsibility to establish policies or procedures addressing engagements that are required to be subject to engagement quality reviews.<sup>6</sup> ASQM 2 deals with the appointment and eligibility of the engagement quality reviewer, and the performance and documentation of the engagement quality review.<sup>7</sup></p> <p>A system of quality management addresses the following eight components:<sup>8</sup></p> <ul style="list-style-type: none"> <li>(a) The firm’s risk assessment process;</li> <li>(b) Governance and leadership;</li> </ul>	<p><i>Firm Level Quality Management</i> (Ref: Para. 3(b), 31(a))</p> <p>ISQM 1 deals with the firm’s responsibilities to design, implement and operate a system of quality management for assurance engagements.<sup>3A</sup> It sets out the responsibilities of the firm for establishing quality objectives that address the fulfillment of responsibilities in accordance with relevant ethical requirements, including those related to independence. ISQM 1 also deals with the firm’s responsibility to establish policies or procedures addressing engagements that are required to be subject to engagement quality reviews.<sup>3B</sup> ISQM 2 deals with the appointment and eligibility of the engagement quality reviewer, and the performance and documentation of the engagement quality review.<sup>3C</sup></p> <p>A system of quality management addresses the following eight components:<sup>3D</sup></p> <ul style="list-style-type: none"> <li>(a) The firm’s risk assessment process;</li> <li>(b) Governance and leadership;</li> <li>(c) Relevant ethical requirements;</li> <li>(d) Acceptance and continuance of client relationships and specific engagements;</li> <li>(e) Engagement performance;</li> </ul>	<p><i>Firm Level Quality Management</i> (Ref: Para. 3(b), 31(a))</p> <p>ASQM 1 deals with the firm’s responsibilities to design, implement and operate a system of quality management for assurance engagements.<sup>5</sup> It sets out the responsibilities of the firm for establishing quality objectives that address the fulfillment of responsibilities in accordance with relevant ethical requirements, including those related to independence. ASQM 1 also deals with the firm’s responsibility to establish policies or procedures addressing engagements that are required to be subject to engagement quality reviews.<sup>6</sup> ASQM 2 deals with the appointment and eligibility of the engagement quality reviewer, and the performance and documentation of the engagement quality review.<sup>7</sup></p> <p>A system of quality management addresses the following eight components:<sup>8</sup></p> <ul style="list-style-type: none"> <li>(a) The firm’s risk assessment process;</li> <li>(b) Governance and leadership;</li> <li>(c) Relevant ethical requirements;</li> </ul>

**ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards**

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
	<p>(c) Relevant ethical requirements;</p> <p>(d) Acceptance and continuance of client relationships and specific engagements;</p> <p>(e) Engagement performance;</p> <p>(f) Resources;</p> <p>(g) Information and communication; and</p> <p>(h) The monitoring and remediation process.</p> <p>Firms may use different terminology or frameworks to describe the components of the system of quality management.</p> <p><sup>5</sup> See ASQM 1, paragraph 1.  <sup>6</sup> See ASQM 1, paragraph 2(a).  <sup>7</sup> See ASQM 1, paragraph 2(b).  <sup>8</sup> See ASQM 1, paragraph 6.</p>	<p>(f) Resources;</p> <p>(g) Information and communication; and</p> <p>(h) The monitoring and remediation process.</p> <p>Firms or national requirements may use different terminology or frameworks to describe the components of the system of quality management.</p> <p><sup>3A</sup> ISQM 1, paragraph 1  <sup>3B</sup> ISQM 1, paragraph 2(a)  <sup>3C</sup> ISQM 1, paragraph 2(b)  <sup>3D</sup> ISQM 1, paragraph 6</p>	<p>(d) Acceptance and continuance of client relationships and specific engagements;</p> <p>(e) Engagement performance;</p> <p>(f) Resources;</p> <p>(g) Information and communication; and</p> <p>(h) The monitoring and remediation process.</p> <p>Firms or national requirements may use different terminology or frameworks to describe the components of the system of quality management.</p> <p><sup>5</sup> See ASQM 1, paragraph 1.  <sup>6</sup> See ASQM 1, paragraph 2(a).  <sup>7</sup> See ASQM 1, paragraph 2(b).  <sup>8</sup> See ASQM 1, paragraph 6.</p>
ASAE 3000 paragraph A62	[Deleted by the AUASB.]	Other professional requirements, or requirements in law or regulation that deal with the firm’s responsibilities to design, implement, and operate a system of quality management, are at least as demanding as ISQM 1 when they address the requirements of ISQM 1 and impose obligations on the firm to achieve the objective of ISQM 1.	<p><del>[Deleted by the AUASB.]</del></p> <p><u>Other professional requirements, or requirements in law or regulation that deal with the firm’s responsibilities to design, implement, and operate a system of quality management, are at least as demanding as ASQM 1 when they address the requirements of ASQM 1 and impose obligations on the firm to achieve the objective of ASQM 1.</u></p>

**ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards**

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
ASAE 3000 paragraph A124	<p>The assurance practitioner’s firm’s quality management policies or procedures</p> <p>An assurance practitioner’s internal expert may be a partner or staff, including temporary staff, of the assurance practitioner’s firm, and therefore subject to the firm’s system of quality management, including its policies or procedures, in accordance with ASQM 1. Alternatively, an assurance practitioner’s internal expert may be a partner or staff, including temporary staff, of a network firm, which may share common quality management policies or procedures with the assurance practitioner’s firm. An assurance practitioner’s external expert is not a member of the engagement team.</p>	<p>The practitioner’s firm’s quality management policies or procedures</p> <p>A practitioner’s internal expert may be a partner or staff, including temporary staff, of the practitioner’s firm, and therefore subject to the firm’s system of quality management, including its policies or procedures, in accordance with ISQM 1 or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1. Alternatively, a practitioner’s internal expert may be a partner or staff, including temporary staff, of a network firm, which may share common quality management policies or procedures with the practitioner’s firm. A practitioner’s external expert is not a member of the engagement team.</p>	<p>The assurance practitioner’s firm’s quality management policies or procedures</p> <p>An assurance practitioner’s internal expert may be a partner or staff, including temporary staff, of the assurance practitioner’s firm, and therefore subject to the firm’s system of quality management, including its policies or procedures, in accordance with ASQM 1 <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1</u>. Alternatively, an assurance practitioner’s internal expert may be a partner or staff, including temporary staff, of a network firm, which may share common quality management policies or procedures with the assurance practitioner’s firm. An assurance practitioner’s external expert is not a member of the engagement team.</p>
ASAE 3000 paragraph A205	<p><i>Assembly of the Final Engagement File</i></p> <p>ASQM 1 requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>11</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>12</sup></p> <p><sup>11</sup> See ASQM 1, paragraph 31(f). <sup>12</sup> See ASQM 1, paragraph A83.</p>	<p><i>Assembly of the Final Engagement File</i></p> <p>ISQM 1 (or other professional requirements, or requirements in law or regulation that are at least as demanding as ISQM 1) requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>11</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>12</sup></p> <p><sup>11</sup> ISQM 1, paragraph 31(f) <sup>12</sup> ISQM 1, paragraph A83</p>	<p><i>Assembly of the Final Engagement File</i></p> <p>ASQM 1 <u>(or other professional requirements, or requirements in law or regulation that are at least as demanding as ASQM 1)</u> requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>11</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>12</sup></p> <p><sup>11</sup> See ASQM 1, paragraph 31(f).</p>



ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
			<sup>12</sup> See ASQM 1, paragraph A83.
ASAE 3000 paragraph A207	ASQM 1 requires firms to establish a quality objective that addresses the maintenance and retention of engagement documentation to meet the needs of the firm and comply with law, regulation, relevant ethical requirements, or professional standards. <sup>13</sup> The retention period for assurance engagements ordinarily is no shorter than five years from the date of the assurance report. <sup>14</sup>  <sup>13</sup> See ASQM 1, paragraph 31(f). <sup>14</sup> See ASQM 1, paragraph A85.	ISQM 1 (or national requirements that are at least as demanding as ISQM 1) requires firms to establish a quality objective that addresses the maintenance and retention of engagement documentation to meet the needs of the firm and comply with law, regulation, relevant ethical requirements, or professional standards. <sup>13</sup> The retention period for assurance engagements ordinarily is no shorter than five years from the date of the assurance report. <sup>14</sup>  <sup>13</sup> ISQM 1, paragraph 31(f) <sup>14</sup> ISQM 1, paragraph A85	ASQM 1 (or national requirements that are at least as demanding as ASQM 1) requires firms to establish a quality objective that addresses the maintenance and retention of engagement documentation to meet the needs of the firm and comply with law, regulation, relevant ethical requirements, or professional standards. <sup>13</sup> The retention period for assurance engagements ordinarily is no shorter than five years from the date of the assurance report. <sup>14</sup>  <sup>13</sup> See ASQM 1, paragraph 31(f). <sup>14</sup> See ASQM 1, paragraph A85.
<b>ASAE 3402 Assurance Reports on Controls at a Service Organisation</b>			
ASAE 3402 paragraph Aus 6.1	Compliance with ASAE 3000 requires, among other things, compliance with the relevant ethical requirements* related to assurance engagements. It also requires the lead assurance practitioner <sup>#</sup> to be a member of a firm that applies ASQM 1. <sup>†</sup>  * See ASAE 3000, paragraph 3(a), Aus 20.1 and 34. ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i> .  <sup>#</sup> The term “lead assurance practitioner” is referred to in ASQM 1 as the “engagement partner”.  <sup>†</sup> See ASAE 3000, paragraphs 3(b) and 31(a).	Compliance with ISAE 3000 (Revised) requires, among other things, compliance with the provisions of the International Ethics Standards Board for Accountants’ <i>International Code of Ethics for Professional Accountants (including International Independence Standards)</i> (IESBA Code) related to assurance engagements, or other professional requirements, or requirements imposed by law and regulation, that are at least as demanding. <sup>5</sup> It also requires the engagement partner to be a member of a firm that applies ISQM 1, <sup>6</sup> or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1.  <sup>5</sup> ISAE 3000 (Revised), paragraphs 3(a), 20 and 24 <sup>6</sup> ISAE 3000 (Revised), paragraphs 3(b) and 31 (a). International Standard of Quality Management (ISQM) 1,	Compliance with ASAE 3000 requires, among other things, compliance with the relevant ethical requirements* related to assurance engagements, <u>or other professional requirements, or requirements imposed by law and regulation, that are at least as demanding</u> . It also requires the lead assurance practitioner <sup>#</sup> to be a member of a firm that applies ASQM 1, <sup>†</sup> <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1</u> .  * See ASAE 3000, paragraph 3(a), Aus 20.1 and 34. ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i> .

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1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
		<i>Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Service Engagements</i>	# The term “lead assurance practitioner” is referred to in ASQM 1 as the “engagement partner”.  † See ASAE 3000, paragraphs 3(b) and 31(a).
ASAE 3402 paragraph 11	[Deleted by the AUASB. Refer Aus 11.1.]  Aus 11.1 The service auditor shall comply with relevant ethical requirements related to assurance engagements. * (Ref: Para. Aus A5.1)  * See ASA 102.	<b>Ethical Requirements</b>  The service auditor shall comply with the provisions of the IESBA Code relating to assurance engagements or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding. (Ref: Para. A5)	[Deleted by the AUASB. Refer Aus 11.1.]  Aus 11.1 The service auditor shall comply with relevant ethical requirements related to assurance engagements- * <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u> (Ref: Para. Aus A5.1)  * See ASA 102.
ASAE 3402 paragraph 53	<b>Preparing the Service Auditor’s Assurance Report</b>  <i>Content of the Service Auditor’s Assurance Report</i>  The service auditor’s assurance report shall include, at a minimum, the following basic elements: (Ref: Para. A47)  (a) ...  (h) [Deleted by the AUASB. Refer Aus 53.1(h).]  Aus 53.1(h) A statement that the firm of which the assurance practitioner is a member applies ASQM 1.	<b>Preparing the Service Auditor’s Assurance Report</b>  <i>Content of the Service Auditor’s Assurance Report</i>  The service auditor’s assurance report shall include, at a minimum, the following basic elements: (Ref: Para. A47)  ...  (h) A statement that the firm of which the practitioner is a member applies ISQM 1, or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements	<b>Preparing the Service Auditor’s Assurance Report</b>  <i>Content of the Service Auditor’s Assurance Report</i>  The service auditor’s assurance report shall include, at a minimum, the following basic elements: (Ref: Para. A47)  (a) ...  (h) <del>[Deleted by the AUASB. Refer Aus 53.1(h).]</del>  <del>Aus 53.1(h)</del> A statement that the firm of which the assurance practitioner is a member applies ASQM 1, <u>or other professional requirements, or</u>

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	<p>(i) [Deleted by the AUASB. Refer Aus 53.2(i).]</p> <p>Aus 53.2 (i) A statement that the assurance practitioner complies with the independence and other ethical requirements related to assurance engagements.*</p> <p>* See ASA 102.</p>	<p>in law or regulation, applied that are at least as demanding as ISQM 1.</p> <p>(i) A statement that the practitioner complies with the independence and other ethical requirements of the IESBA Code, or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding as the provisions of the IESBA Code related to assurance engagements. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements imposed by law or regulation, applied that are at least as demanding as the provisions of the IESBA Code related to assurance engagements.</p> <p>...</p>	<p><u>requirements in law or regulation, that are at least as demanding as ASQM 1. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ASQM 1.</u></p> <p>(i) [Deleted by the AUASB. Refer Aus 53.21(i).]</p> <p>Aus 53.21 (i) A statement that the assurance practitioner complies with the independence and other ethical requirements related to assurance engagements: <u>* or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements imposed by law or regulation, applied that are at least as demanding as ASA 102 related to assurance engagements.</u></p> <p>* See ASA 102.</p>

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1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
ASAE 3402 paragraph A5	<p><b>Ethical Requirements</b> (Ref: Para. 11)</p> <p>[Deleted by the AUASB. Refer Aus A5.1.]</p> <p>Aus A5.1 The service auditor is subject to relevant independence requirements, which comprise the requirements referenced in ASA 102. In performing an engagement in accordance with this ASAE, relevant independence requirements do not require the service auditor to be independent from each user entity.</p>	<p><b>Ethical Requirements</b> (Ref: Para. 11)</p> <p>The service auditor is subject to relevant independence requirements, which ordinarily comprise the <i>International Independence Standards</i> of the IESBA Code together with national requirements that are more restrictive. In performing an engagement in accordance with this ISAE, the IESBA Code does not require the service auditor to be independent from each user entity.</p>	<p><b>Ethical Requirements</b> (Ref: Para. 11)</p> <p>[Deleted by the AUASB. Refer Aus A5.1.]</p> <p>Aus A5.1 The service auditor is subject to relevant independence requirements, which comprise the requirements referenced in ASA 102 <u>together with national requirements that are more restrictive</u>. In performing an engagement in accordance with this ASAE, relevant independence requirements do not require the service auditor to be independent from each user entity.</p>
ASAE 3402 paragraph A46	<p><b>Documentation</b> (Ref: Para. 51)</p> <p>ASQM 1 requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>15</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the service auditor’s report.<sup>16</sup></p> <p><sup>15</sup> See ASQM 1, paragraph 31(f).  <sup>16</sup> See ASQM 1, paragraph A83.</p>	<p><b>Documentation</b></p> <p>ISQM 1 (or professional requirements, or requirements in law or regulation that are at least as demanding as ISQM 1) requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>15</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the service auditor’s report.<sup>16</sup></p> <p><sup>15</sup> ISQM 1, paragraph 31(f)  <sup>16</sup> ISQM 1, paragraph A83</p>	<p><b>Documentation</b> (Ref: Para. 51)</p> <p>ASQM 1 (<u>or professional requirements, or requirements in law or regulation that are at least as demanding as ASQM 1</u>) requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>15</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the service auditor’s report.<sup>16</sup></p> <p><sup>15</sup> See ASQM 1, paragraph 31(f).  <sup>16</sup> See ASQM 1, paragraph A83.</p>

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<b>ASAE 3410 Assurance Engagements on Greenhouse Gas Statements</b>			
<p>ASAE 3410 paragraph Aus 10.1</p>	<p>Compliance with ASAE 3000 requires, amongst other things, that the assurance practitioner comply with relevant ethical requirements related to assurance engagements.* It also requires the lead assurance practitioner<sup>#</sup> to be a member of a firm that applies ASQM 1.<sup>†</sup> (Ref: Para. A5–A6)</p> <p>* ASAE 3000, paragraphs 3(a), Aus 20.1 and 34. ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>, paragraph 5.</p> <p><sup>#</sup> The term “lead assurance practitioner” is referred to in ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> as the “engagement partner”.</p> <p><sup>†</sup> ASAE 3000, paragraphs 3(b) and 31(a).</p>	<p>Compliance with ISAE 3000 (Revised) requires, among other things, compliance with the provisions of the International Ethics Standards Board for Accountants’ <i>International Code of Ethics for Professional Accountants (including International Independence Standards)</i> (IESBA Code) related to assurance engagements, or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding. It also requires the engagement partner to be a member of a firm that applies ISQM 1,<sup>7</sup> or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1. (Ref: Para. A5–A6)</p> <p><sup>7</sup> ISAE 3000 (Revised), paragraphs 3(b) and 31 (a). International Standard on Quality Management (ISQM) 1, <i>Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Service Engagements</i></p>	<p>Compliance with ASAE 3000 requires, amongst other things, that the assurance practitioner comply with relevant ethical requirements related to assurance engagements,<sup>2</sup> <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u> It also requires the lead assurance practitioner<sup>#</sup> to be a member of a firm that applies ASQM 1,<sup>†</sup> <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1.</u> (Ref: Para. A5–A6)</p> <p>* ASAE 3000, paragraphs 3(a), Aus 20.1 and 34. ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>, paragraph 5.</p> <p><sup>#</sup> The term “lead assurance practitioner” is referred to in ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> as the “engagement partner”.</p> <p><sup>†</sup> ASAE 3000, paragraphs 3(b) and 31(a).</p>
<p>ASAE 3410 paragraph 76</p>	<p><b>Assurance Report Content</b></p> <p>The assurance report, at a minimum, shall include the following basic elements: (Ref: Para. A134)</p> <p>(a) ...</p>	<p><b>Assurance Report Content</b></p> <p>The assurance report shall include, at a minimum, the following basic elements: (Ref: Para. A134)</p> <p>...</p> <p>(i) A statement that the firm of which the practitioner is a member applies ISQM</p>	<p><b>Assurance Report Content</b></p> <p>The assurance report, at a minimum, shall include the following basic elements: (Ref: Para. A134)</p> <p>(a) ...</p>

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	<p>(i) [Deleted by the AUASB. Refer Aus 76.1(i).]</p> <p>Aus 76.1(i) A statement that the firm of which the assurance practitioner is a member applies ASQM 1.</p> <p>(j) [Deleted by the AUASB. Refer Aus 76.2(j).]</p> <p>Aus 76.2(j) A statement that the assurance practitioner complies with relevant ethical requirements related to other assurance engagements.*</p> <p>...</p> <p>* Relevant ethical requirements are contained in ASA 102.</p>	<p>1, or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ISQM 1.</p> <p>(j) A statement that the practitioner complies with the independence and other ethical requirements of the IESBA Code, or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding as the provisions of the IESBA Code related to assurance engagements. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements imposed by law or regulation, applied that are at least as demanding as the provisions of the IESBA Code related to assurance engagements.</p> <p>...</p>	<p>(i) <del>[Deleted by the AUASB. Refer Aus 76.1(i).]</del></p> <p><del>Aus 76.1(i)</del> A statement that the firm of which the assurance practitioner is a member applies ASQM 1, <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ASQM 1.</u></p> <p>(j) [Deleted by the AUASB. Refer Aus 76.21(j).]</p> <p>Aus 76.21(j) A statement that the assurance practitioner complies with relevant ethical requirements related to other assurance engagements-<del>*</del> <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or</u></p>

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1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
			<p><u>requirements imposed by law or regulation, applied that are at least as demanding as ASA 102 related to assurance engagements.</u></p> <p>...</p> <p>* Relevant ethical requirements are contained in ASA 102.</p>
<p>ASAE 3410 paragraph A129</p>	<p><i>Assembly of the Final Engagement File</i> (Ref: Para. 69)</p> <p>[Deleted by the AUASB. Refer Aus A129.1.]</p> <p>Aus A129.1 ASQM 1 requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>25</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>26</sup></p> <p><sup>25</sup> See ASQM 1, paragraph 31(f).  <sup>26</sup> See ASQM 1, paragraph A83.</p>	<p><i>Assembly of the Final Engagement File</i> (Ref: Para. 69)</p> <p>ISQM 1 (or other professional requirements, or requirements in law or regulation that are at least as demanding as ISQM 1) requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>11</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>12</sup></p> <p><sup>11</sup> ISQM 1, paragraph 31(f)  <sup>12</sup> ISQM 1, paragraph A83</p>	<p><i>Assembly of the Final Engagement File</i> (Ref: Para. 69)</p> <p>[Deleted by the AUASB. Refer <del>Aus A129.1.</del>]</p> <p><del>Aus A129.1</del> <u>ASQM 1 (or other professional requirements, or requirements in law or regulation that are at least as demanding as ASQM 1)</u> requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>25</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>26</sup></p> <p><sup>25</sup> See ASQM 1, paragraph 31(f).  <sup>26</sup> See ASQM 1, paragraph A83.</p>

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1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
<b>ASAE 3420 Assurance Engagements to Report on the Compilation of Pro Forma Historical Financial Information included in a Prospectus or other Document</b>			
ASAE 3420 paragraph Aus 8.1	<p>Compliance with ASAE 3000 requires, among other things, compliance with relevant ethical requirements related to assurance engagements.* It also requires the lead assurance practitioner<sup>#</sup> to be a member of a firm that applies ASQM 1.<sup>†</sup></p> <p>* See ASAE 3000, paragraphs 3(a), Aus 20.1 and 34. See also ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>.</p> <p><sup>#</sup> The term “lead assurance practitioner” is referred to as “lead engagement partner” in ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i>.</p> <p><sup>†</sup> See ASAE 3000, paragraphs 3(b) and 31(a). See also Auditing Standard ASQM 1.</p>	<p>Compliance with ISAE 3000 (Revised) requires, among other things, compliance with the provisions of the International Ethics Standards Board for Accountants’ <i>International Code of Ethics for Professional Accountants (including International Independence Standards)</i> (IESBA Code) related to assurance engagements, or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.<sup>3</sup> It also requires the engagement partner to be a member of a firm that applies ISQM 1,<sup>4</sup> or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1.</p> <p><sup>3</sup> ISAE 3000 (Revised), paragraphs 3(a), 20 and 34</p> <p><sup>4</sup> ISAE 3000 (Revised), paragraphs 3(b) and 31(a). International Standard on Quality Management (ISQM) 1, <i>Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements</i></p>	<p>Compliance with ASAE 3000 requires, among other things, compliance with relevant ethical requirements related to assurance engagements, or other <u>professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u>* It also requires the lead assurance practitioner<sup>#</sup> to be a member of a firm that applies ASQM 1,<sup>†</sup> or other <u>professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1.</u></p> <p>* See ASAE 3000, paragraphs 3(a), Aus 20.1 and 34. See also ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>.</p> <p><sup>#</sup> The term “lead assurance practitioner” is referred to as “lead engagement partner” in ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i>.</p> <p><sup>†</sup> See ASAE 3000, paragraphs 3(b) and 31(a). See also Auditing Standard ASQM 1.</p>
ASAE 3420 paragraph 35	<p>The assurance practitioner’s report shall, at a minimum, include the following basic elements: (Ref: Para. A57-Aus A57.1)</p> <p>(a) ...</p>	<p>The practitioner’s report shall include, at a minimum, the following basic elements: (Ref: Para. A57)</p> <p>...</p> <p>(g) A statement that the firm of which the practitioner is a member applies ISQM</p>	<p>The assurance practitioner’s report shall, at a minimum, include the following basic elements: (Ref: Para. A57-Aus A57.1)</p> <p>(a) ...</p>



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1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
	<p>(g) [Deleted by the AUASB. Refer Aus 35.1 (g).]</p> <p>Aus 35.1(g) A statement that the firm of which the assurance practitioner is a member, applies ASQM 1;</p> <p>(h) [Deleted by the AUASB. Refer Aus 35.2 (h).]</p> <p>Aus 35.2 (h) A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements;</p> <p>(i) ...</p>	<p>1, or other professional requirements, or requirements in law or regulation, that are at least as demanding as ISQM 1. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ISQM 1.</p> <p>(h) A statement that the practitioner complies with the independence and other ethical requirements of the IESBA Code, or other professional requirements, or requirements imposed by law and regulation, applied that are at least as demanding as the provisions of the IESBA Code related to assurance engagements. If the practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements imposed by law or regulation, applied that are at least as demanding as the provisions of the IESBA Code related to assurance engagements.</p> <p>(i) ...</p>	<p>(g) <del>[Deleted by the AUASB. Refer Aus 35.1 (g).]</del></p> <p><del>Aus 35.1(g)</del> A statement that the firm of which the assurance practitioner is a member, applies ASQM 1, <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ASQM 1;</u></p> <p>(h) [Deleted by the AUASB. Refer Aus 35.1<del>2</del> (h).]</p> <p>Aus 35.1<del>2</del> (h) A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law and regulation, applied that are at least as demanding. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or</u></p>

**ED 02/22: Proposed Conforming and Consequential Amendments to the other AUASB Standards to align to the IAASB Other Standards**

1. AUASB Standard Para No.	2. Wording in AUASB Standards after QM Conforming Amendments see <a href="#">ED 01/21</a> and <a href="#">ED 01/22</a>	3. Extant Wording in IAASB Standards	4. Amendments proposed by AUASB
			<p><u>requirements imposed by law or regulation, applied that are at least as demanding as ASA 102 related to assurance engagements;</u></p> <p>(i) ...</p>

**Table 2 – Flowing through the changes from Table 1 to Australian-specific AUASB Standards**

Where this document inserts or deletes a paragraph or footnote, as a result of that insertion or deletion relevant paragraph numbers, cross-references and footnotes are updated.

1. Paragraph No.	2. Extant Wording	3. Proposed Change	4. Reason
<b>Other AUASB Standards in harmonisation with NZAuASB</b>			
<b>ASAE 3100 Compliance Engagements</b>			
ASAE 3100 Paragraph 10	This ASAE requires the assurance practitioner to apply the ASAE 3000 requirement to comply with relevant ethical requirements related to assurance engagements. It also requires the lead assurance practitioner to be a member of a firm that applies ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> .	This ASAE requires the assurance practitioner to apply the ASAE 3000 requirement to comply with relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding</u> . It also requires the lead assurance practitioner to be a member of a firm that applies ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> <u>or requirements in law or regulation, that are at least as demanding as ASQM 1</u> .	Change consistent with ASAE 3000 paragraph 3
ASAE 3100 paragraph 19	As required by ASAE 3000, the assurance practitioner shall comply with relevant ethical requirements related to assurance engagements. <sup>7</sup> (Ref: Para. A6)  <sup>7</sup> See ASAE 3000, paragraphs Aus 20.1 and ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other assurance Engagements</i> .	As required by ASAE 3000, the assurance practitioner shall comply with relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding</u> . <sup>7</sup> (Ref: Para. A6)  <sup>7</sup> See ASAE 3000, paragraphs Aus 20.1 and ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other assurance Engagements</i> .	Change consistent with ASAE 3000 paragraph 31

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<p>ASAE 3100 paragraph 56</p>	<p><i>Assurance Report Content</i></p> <p>For both attestation and direct engagements, the assurance practitioner shall include in the assurance report the basic elements required by ASAE 3000,<sup>25</sup> which are at a minimum:</p> <p>(a) ...</p> <p>(l) A statement that the firm of which the assurance practitioner is a member applies ASQM 1;</p> <p>(m) A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements;</p> <p>(n) ...</p>	<p><i>Assurance Report Content</i></p> <p>For both attestation and direct engagements, the assurance practitioner shall include in the assurance report the basic elements required by ASAE 3000,<sup>25</sup> which are at a minimum:</p> <p>(a) ...</p> <p>(l) A statement that the firm of which the assurance practitioner is a member applies <u>ASQM 1, or other professional requirements, or requirements in law and regulation, that are at least as demanding as ASQM 1. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law and regulation, applied that are at least as demanding as ASQM 1;</u></p> <p>(m) A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding;</u></p> <p>(n) ...</p>	<p>Change consistent with ASAE 3000 paragraph 69</p>
<p><b>ASAE 3150 Assurance Engagements on Controls</b></p>			
<p>ASAE 3150 paragraph 10</p>	<p>Compliance with ASAE 3000 requires, among other things, that the assurance practitioner complies with relevant ethical requirements related to assurance engagements.<sup>11</sup> (Ref: Para. 19) It also requires the lead assurance practitioner<sup>12</sup> to be a member of a firm that applies ASQM 1.<sup>13</sup></p>	<p>Compliance with ASAE 3000 requires, among other things, that the assurance practitioner complies with relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding.</u><sup>11</sup> (Ref: Para. 19) It also requires the lead assurance practitioner<sup>12</sup> to be a member of a firm that applies ASQM 1 or other professional requirements, or</p>	<p>Change consistent with ASAE 3000 paragraph 31</p>

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	<p><sup>12</sup> The term “lead assurance practitioner” is referred to in ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> as the “engagement partner”.</p>	<p><u>requirements in law or regulation, that are at least as demanding as ASQM 1.</u><sup>13</sup></p> <p><sup>12</sup> The term “lead assurance practitioner” is referred to in ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> as the “engagement partner”.</p>	
ASAE 3150 paragraph 19	<p>As required by ASAE 3000, the assurance practitioner shall comply with relevant ethical requirements related to assurance engagements.<sup>19</sup> (Ref: Para. A10)</p> <p><sup>19</sup> See ASAE 3000, paragraphs Aus 20.1 and ASA 102.</p>	<p>As required by ASAE 3000, the assurance practitioner shall comply with relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u><sup>19</sup> (Ref: Para. A10)</p> <p><sup>19</sup> See ASAE 3000, paragraphs Aus 20.1 and ASA 102.</p>	Change consistent with ASAE 3000 paragraph 31
ASAE 3150 paragraph 89	<p><i>Assurance Report Content</i></p> <p>For both attestation and direct engagements, the assurance practitioner shall include in the assurance report the basic elements required by ASAE 3000,<sup>42</sup> which are at a minimum: (Ref: Para. A139)</p> <p>(a) ...</p> <p>(k) a statement that the firm of which the assurance practitioner is a member applies ASQM 1;</p> <p>(l) a statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements;</p> <p>(m) ...</p>	<p><i>Assurance Report Content</i></p> <p>For both attestation and direct engagements, the assurance practitioner shall include in the assurance report the basic elements required by ASAE 3000,<sup>42</sup> which are at a minimum: (Ref: Para. A139)</p> <p>(a) ...</p> <p>(k) a statement that the firm of which the assurance practitioner is a member applies <u>ASQM 1 or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1. If the assurance practitioner is not a professional accountant, the statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ASQM 1;</u></p> <p>(l) a statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to</p>	Change consistent with ASAE 3000 paragraph 69

		assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding;</u>	
		(m) ...	
<b>Other AUASB Standards (Domestic Standards)</b>			
<b>ASAE 3450 Assurance Engagements involving Corporate Fundraisings and/or Prospective Financial Information</b>			
ASAE 3450 paragraph 18	The assurance practitioner shall comply with relevant ethical requirements relating to assurance engagements, including those pertaining to independence, and implement the firm’s policies or procedures applicable to the individual engagement in accordance with ASA 102. <sup>22</sup>  <sup>22</sup> See ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i> , paragraph 5.	The assurance practitioner shall comply with relevant ethical requirements relating to assurance engagements, including those pertaining to independence, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding</u> and implement the firm’s policies or procedures applicable to the individual engagement in accordance with ASA 102. <sup>22</sup>  <sup>22</sup> See ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i> , paragraph 5.	Change consistent with ASAE 3000 paragraph 3
ASAE 3450 paragraph 19	The assurance practitioner shall design, implement and operate a system of quality management in accordance with ASQM 1. <sup>23</sup>  <sup>23</sup> See ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> .	The assurance practitioner shall design, implement and operate a system of quality management in accordance with ASQM 1 <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1.</u> <sup>23</sup>  <sup>23</sup> See ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> .	Change consistent with ASAE 3000 paragraph 31

<b>ASAE 3500 Performance Engagements</b>			
ASAE 3500 paragraph 10	<p>This ASAE requires the assurance practitioner to apply the ASAE 3000 requirement to comply with relevant ethical requirements related to assurance engagements. It also requires the Audit Office of the Auditor-General to apply ASQM 1<sup>2</sup> or the lead assurance practitioner to be a member of a firm that applies ASQM 1.</p> <p><sup>2</sup> ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements.</i></p>	<p>This ASAE requires the assurance practitioner to apply the ASAE 3000 requirement to comply with relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u> It also requires the Audit Office of the Auditor-General to apply ASQM 1<sup>2</sup> or the lead assurance practitioner to be a member of a firm that applies ASQM 1 <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1.</u></p> <p><sup>2</sup> ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements.</i></p>	Change consistent with ASAE 3000 paragraph 31
ASAE 3500 paragraph 20	<p>As required by ASAE 3000, the assurance practitioner shall comply with relevant ethical requirements related to assurance engagements.<sup>4</sup> (Ref: Para A5)</p> <p><sup>4</sup> See ASAE 3000, paragraphs Aus 20.1 and ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements.</i></p>	<p>As required by ASAE 3000, the assurance practitioner shall comply with relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u><sup>4</sup> (Ref: Para A5)</p> <p><sup>4</sup> See ASAE 3000, paragraphs Aus 20.1 and ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements.</i></p>	Change consistent with ASAE 3000 paragraph 3
ASAE 3500 paragraph 45 (e)	<p>A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements;</p> <p>...</p>	<p>A statement that the assurance practitioner complies with the independence and other relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding;</u></p> <p>...</p>	Change consistent with ASAE 3000 paragraph 3

<b>ASAE 3610 Assurance Engagements on General Purpose Water Accounting Reports</b>			
<p>ASAE 3610 paragraph 12</p>	<p>Compliance with ASAE 3000 requires, among other things, that the assurance practitioner comply with relevant ethical requirements<sup>8</sup> related to assurance engagements. It also requires the lead assurance practitioner to be a member of a firm that applies ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> (ASQM 1).<sup>9,10</sup></p> <p><sup>8</sup> ASAE 3000, paragraphs 3(a), Aus 20.1 and 34 and ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>.</p> <p><sup>9</sup> ASAE 3000, paragraphs 3(b) and 31(a).</p> <p><sup>10</sup> The term “lead assurance practitioner” is referred to in ASQM 1 as “engagement partner”.</p>	<p>Compliance with ASAE 3000 requires, among other things, that the assurance practitioner comply with relevant ethical requirements<sup>8</sup> related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding</u>. It also requires the lead assurance practitioner to be a member of a firm that applies ASQM 1 <i>Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements</i> (ASQM 1) <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1</u>.<sup>9,10</sup></p> <p><sup>8</sup> ASAE 3000, paragraphs 3(a), Aus 20.1 and 34 and ASA 102 <i>Compliance with Ethical Requirements when Performing Audits, Reviews and Other Assurance Engagements</i>.</p> <p><sup>9</sup> ASAE 3000, paragraphs 3(b) and 31(a).</p> <p><sup>10</sup> The term “lead assurance practitioner” is referred to in ASQM 1 as “engagement partner”.</p>	<p>Change consistent with ASAE 3000 paragraph 31</p>
<p>ASAE 3610 paragraph 103</p>	<p>The assurance report shall include, at a minimum, the following basic elements:</p> <p>(a) ...</p> <p>(h) A statement that the firm of which the assurance practitioner is a member applies ASQM 1.</p> <p>(i) A statement that the assurance practitioner complies with relevant ethical requirements</p>	<p>The assurance report shall include, at a minimum, the following basic elements:</p> <p>(a) ...</p> <p>(h) A statement that the firm of which the assurance practitioner is a member applies ASQM 1, <u>or other professional requirements, or requirements in law or regulation, that are at least as demanding as ASQM 1. If the assurance practitioner is not a professional accountant, the</u></p>	<p>Change consistent with ASAE 3000 paragraph 69</p>



	<p>related to assurance engagements.<sup>21</sup></p> <p>(j) ...</p> <p><sup>21</sup> Relevant ethical requirements are contained in ASA 102.</p>	<p><u>statement shall identify the professional requirements, or requirements in law or regulation, applied that are at least as demanding as ASQM 1.</u></p> <p>(i) A statement that the assurance practitioner complies with relevant ethical requirements related to assurance engagements, <u>or other professional requirements, or requirements imposed by law or regulation, that are at least as demanding.</u><sup>21</sup></p> <p>(j) ...</p> <p><sup>21</sup> Relevant ethical requirements are contained in ASA 102.</p>	
<p>ASAE 3610 paragraph A166</p>	<p>ASQM 1 requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>33</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>34</sup></p> <p><sup>33</sup> ASQM 1, paragraph 31(f). <sup>34</sup> ASQM 1, paragraph A83.</p>	<p>ASQM 1 (or other professional requirements, or <u>requirements in law or regulation that are at least as demanding as ASQM 1</u>) requires firms to establish a quality objective that addresses the assembly of engagement documentation on a timely basis after the date of the engagement report.<sup>33</sup> An appropriate time limit within which to complete the assembly of the final engagement file is ordinarily not more than 60 days after the date of the assurance report.<sup>34</sup></p> <p><sup>33</sup> ASQM 1, paragraph 31(f). <sup>34</sup> ASQM 1, paragraph A83.</p>	<p>Change consistent with ASAE 3000 paragraph A205</p>