

Ref: KLB/TN/RV

24 July 2026

The Chair

Auditing and Assurance Standards Board

PO Box 204, Collins Street West

Melbourne, VIC 8007

Dear Chair,

**CONSULTATION PAPER – IAASB PROPOSED INTERNATIONAL STANDARD ON REVIEW  
ENGAGEMENTS ISRE 2410**

We appreciate the opportunity to provide comment on the consultation paper – IAASB's Proposed International Standard on Review Engagements *ISRE 2410 (Revised)*, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*.

Pitcher Partners is an association of independent firms operating from all major cities in Australia. Firms in the Pitcher Partners National Association offer a wide range of services to our clients, and we are committed to high ethical standards across all areas of our practice. Our clients come from a wide range of industries and include listed and non-listed disclosing entities, large private businesses, family groups, government entities, and small to medium sized enterprises, and we primarily focus on the middle market.

We fully support the updating of ISRE 2410 given that it hasn't been revised since 2005. We also acknowledge there are differences between ISRE 2410 and ASRE 2410, as the Australian standard has been revised or updated several times since its first issuance date, and some of the proposals included in ED ISRE 2410 have already been addressed in the current ASRE 2410.

We generally agree with the proposed changes made by the IAASB and reflected in ED ISRE 2410 however our biggest concern is the proposed inclusion of a separate going concern section in the review report as standard (even when nothing has come to the auditor's attention) as it seems excessive for a review engagement (compared to an audit) may not be clearly understood by users and could be interpreted that the auditor has performed more work on going concern than is required in a review.

Our responses to the IAASB and AUASB questions contained in the consultation paper are included in an Appendix to this letter. In addition, we have attached a separate document with detailed comments included throughout ED ISRE 2410. We would be happy to discuss our responses further and/or participate in other consultation forums as appropriate.

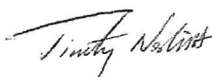
Please contact either me, Ronnie Vogt (03 8610 5118 or [ronnie.vogt@pitcher.com.au](mailto:ronnie.vogt@pitcher.com.au)) or Tim Nesbitt, (03 8612 9596 or [tim.nesbitt@pitcher.com.au](mailto:tim.nesbitt@pitcher.com.au)), in relation to any of the matters outlined in this submission.

Yours faithfully,



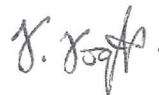
K L BYRNE

Partner



T NESBITT

Director, Audit & Accounting Technical



R VOGT

Director, Audit & Accounting Technical



## APPENDIX – RESPONSES TO THE IAASB AND AUASB CONSULTATION PAPER QUESTIONS

### Questions from IAASB Explanatory Memorandum:

| IAASB Questions                                                                                                                                                                                                                                                                                                                                                                                                                                                  | Pitcher Partner Responses                                                                                                                                                                                                                                                                                      |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1. Do you agree that ED ISRE 2410 is responsive to the public interest, considering the qualitative standard-setting characteristics and the standard setting actions in the project proposal?                                                                                                                                                                                                                                                                   | Yes, from an overall perspective.                                                                                                                                                                                                                                                                              |
| 2. Do you agree that ED ISRE 2410 strikes an appropriate balance between the work effort required to express a limited assurance conclusion on the interim review engagement, and more robust requirements in the public interest in certain areas (e.g., going concern, fraud and non-compliance with laws and regulations)? You are invited to include as part of your response insights on the implications or effects of implementing the proposed standard. | Yes, generally (except for the responses below and detailed comments included within the ED).                                                                                                                                                                                                                  |
| 3. Does ED ISRE 2410 appropriately address the foundational concepts of professional scepticism and professional judgment, and the importance of applying these concepts throughout the interim review engagement? If not, what more might be needed in this regard?                                                                                                                                                                                             | Yes, it seems reasonable (as it reflects what would be expected and what is currently performed in a review engagement).                                                                                                                                                                                       |
| 4. Does the Introduction section of ED ISRE 2410 provide a clear description of the nature and purpose of an interim review engagement, and how it differs from an audit of financial statements, to provide foundational context for the work effort needed to achieve the objective of the engagement?                                                                                                                                                         | Yes, other than the suggested wording change in paragraph 9 (refer to comment in ED).                                                                                                                                                                                                                          |
| 5. Is ED-2410 sufficiently clear that while the auditor performs primarily inquiries and analytical procedures, all procedures performed for the purpose of achieving the overall objective of the interim review engagement are “review procedures”? If not, what suggestions do you have to make this clearer?                                                                                                                                                 | <p>The ED defines “review procedures” however it is not used throughout the ED. The ED should be updated to consistently apply this term. Refer to comments in the ED on paragraphs 7, 18, 19, A20-21 &amp; A25 for examples.</p> <p>Suggested wording change in paragraph 11(a) (refer to comment in ED).</p> |
| 6. Is it sufficiently clear that, for recurring engagements, the auditor leverages the knowledge and understanding obtained from previous annual audits and interim review engagements for the entity? If not, what suggestions do you have for making this clearer?                                                                                                                                                                                             | Yes, we believe this is sufficiently clear.                                                                                                                                                                                                                                                                    |
| 7. Do you agree with the considerations that apply when the review of interim financial information is the first engagement performed for the audit client? If not, what suggestions do you have for additional considerations related to first-time interim review engagements?                                                                                                                                                                                 | <p>We believe further consideration should be given to make this clearer.</p> <p>Suggested wording change in paragraph 43 and other points noted in paragraphs A72, A77 &amp; A79 (refer to comments in ED).</p>                                                                                               |
| 8. Do you agree with the requirement for the auditor to determine materiality for the interim review engagement, and the related application                                                                                                                                                                                                                                                                                                                     | <p>Yes, we agree as the substance hasn’t changed.</p> <p>Other points noted in paragraphs 41, A67, A70 and A71 (refer to comments in ED).</p>                                                                                                                                                                  |

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| material that describes the relevant principles that apply? If not, what would you suggest?                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 9. Overall, do you agree that ED ISRE 2410 is capable of being applied for the review of interim financial information of groups?                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | Yes, we agree.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 10. Are the requirements in ED ISRE 2410 that address specific considerations related to group interim review engagements appropriate? If not, for each of these questions, please explain your reasons, and provide suggestions for additional requirements or application material that might be needed.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | Yes, we agree. However, suggested wording changes included in the application material paragraphs A63-A65 (refer to comments in ED).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 11. Do you agree that the work effort requirements related to fraud and NOCLAR are appropriate and proportionate to the circumstances of an interim review engagement, recognising that the engagement is performed by the auditor of the entity's annual financial statements and has responsibilities related to fraud and NOCLAR in the context of that engagement?<br>If not, please explain your reasons, provide suggestions for the auditor's approach to fraud and NOCLAR in an interim review engagement.                                                                                                                                                                                                                                                                                                                                                 | Yes, we agree (as it reflects what would be expected and what is currently performed in a review engagement).<br><br>Suggested wording changes and questions are included in the application material paragraphs A99, A101 and A102 (refer to comments in ED).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 12. Do you agree that the work effort requirements related to going concern are appropriate and proportionate to the circumstances of an interim review engagement, recognizing that the engagement is performed by the auditor of the entity's annual financial statements and has responsibilities related to going concern in the context of that engagement? If not, please explain your reasons and provide suggestions for how ED ISRE 2410 should address the auditor's responsibilities related to going concern in an interim review engagement.                                                                                                                                                                                                                                                                                                          | Yes, agreed (as it focuses on the auditor's understanding of the entity, inquiries and other review procedures performed with additional review procedures required if significant doubt is identified).<br><br>We highlight that paragraph A107 doesn't clearly support paragraph 58. It doesn't include guidance if management haven't done a going concern assessment or indicate whether the assessment needs to be as formal, robust or detailed as that prepared for the annual financial statements.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 13. Do you agree with the proposals to introduce a new separate section relating to going concern in the auditor's interim review report? If not, please explain your reasons and provide suggestions for how ED ISRE 2410 should address transparency about going concern in the interim review report.<br><br>In particular:<br><ul style="list-style-type: none"> <li>(a) Do you agree with the proposed required statements, appropriately worded for a limited assurance engagement, relating to the going concern basis of accounting and whether a material uncertainty exists?<br/><br/>If not, please explain your reasons and provide suggestions for how such statements should be worded in the interim review report.</li> <li>(b) Do you agree that the circumstances addressed in the requirements in paragraphs 108-111 of ED ISRE 2410</li> </ul> | <p>(a) We note the inclusion of the going concern section and wording in the review report stems from the revised ISA 570 and is consistent with what has been introduced for inclusion in the auditor's report (with only wording changes made to align with a review engagement).</p> <p>However, the wording proposed in the review report when nothing has come to the auditor's attention in relation to going concern seems excessive based on the purpose and nature of a review. The proposed wording may not be clearly understood by users and may be interpreted by users that the auditor has done more in relation to going concern than what is required for a review. If there wasn't a material uncertainty identified in the previous auditor's report, then doesn't the overall review conclusion cover the going concern assumption adequately? (Refer to comments and suggestions included on paragraph 108).</p> <p>Inclusion of the statements in paragraph 108 within the going concern section when specific circumstances exist seems odd and may be</p> |



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|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>capture the most frequently encountered scenarios in practice?<br/>If not, please explain your reasons and provide suggestions for any other scenarios that should be addressed in ED ISRE 2410.</p> <p>(c) Do you agree with the requirement in paragraph 111 of ED ISRE 2410 to include a reference in the interim review report to disclosure(s) of a going concern matter, other than a material uncertainty (for example, a "close call") only when the matter is, in the auditor's professional judgment, of such importance that it is fundamental to users' understanding of the interim financial information, and to do so in a manner akin to an emphasis of matter paragraph? If not, please explain your reasons and provide suggestions for how such matters should be addressed in ED ISRE 2410.</p> | <p>confusing for users. (Refer to comments on paragraphs 109, 111, 112, Illustration 4 in App 1 &amp; Illustrations 2 &amp; 3 in App 2)</p> <p>(b) Yes, we agree the most common scenarios are included.</p> <p>(c) Yes, we agree with the circumstances of when to disclose a going concern matter other than a material uncertainty.</p> <p>Several wording suggestions included in paragraph 111 and Illustrations 2 &amp; 3 in App 2 (refer to comments in ED).</p>     |
| <p>14. Do you agree with the proposed new structure of the auditor's interim review report? In particular, consider whether the new structure may be clearer for intended users of the report since it is consistent with the structure of the auditor's report on the financial statements. If not, please explain your reasons, including any suggestions for how the interim review report can be made clearer for intended users.</p>                                                                                                                                                                                                                                                                                                                                                                              | <p>Yes, we agree with the proposed new structure of the review report.</p>                                                                                                                                                                                                                                                                                                                                                                                                  |
| <p>15. Do you foresee any practical consequences from the approach in ED ISRE 2410 that the auditor's interim review conclusion would differ, depending on whether the applicable financial reporting framework is a fair presentation framework or a compliance framework, as defined in paragraph 13(b)? Please be as specific as possible in describing any potential issues and suggestions for how the IAASB may address them.</p>                                                                                                                                                                                                                                                                                                                                                                                | <p>Wording differences in the review conclusion seem appropriate depending on whether it relates to a fair presentation or compliance framework.</p> <p>We highlight that applicability by auditors may differ as well as inconsistencies and misunderstanding by users may arise if it's not made clear whether the IAS 34 framework is fair presentation or compliance. Would it be fair presentation unless specifically stated otherwise at the jurisdiction level?</p> |
| <p>16. Are there any other matters you would like to raise in relation to ED ISRE 2410? If so, please clearly indicate the specific paragraph numbers of any requirements, application material, or Appendix, to which your comments relate. If you provide views on other matters, please use subheadings in your response to clearly identify and distinguish different matters.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                 | <p>Refer to detailed comments within the ED in addition to those relating to responses to the specific questions (as above).</p> <p>We raise the question of whether the ED as drafted will be easily adapted and applied to different situations other than for the auditor of the financial statements.</p> <p>We believe it useful to include an illustrative engagement letter and management representation letter in the ED.</p>                                      |
| <p>17. The IAASB believes that an appropriate implementation period would be approximately 18 months after the expected date of approval of the proposed revised standard. Do you agree that this will provide a sufficient period to support effective implementation of the proposed standard? If not, what do you propose and why?</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | <p>Yes, we agree this will provide sufficient time for implementation.</p>                                                                                                                                                                                                                                                                                                                                                                                                  |

**Australian Specific Questions:**

| AUASB Questions                                                                                                                                                                                                                                                                                                      | Pitcher Partner Responses                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1. Have applicable laws and regulations been appropriately addressed in the proposed standard and related conforming amendments?                                                                                                                                                                                     | Nothing to note.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 2. Are there any laws or regulations that may, or do, prevent or impede the application of the proposed standard and related conforming amendments, or may conflict with the proposed standard and related conforming amendments?                                                                                    | Nothing to note.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 3. Are there 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 standard and related conforming amendments, or may conflict with the proposed standard and related conforming amendments? | Nothing to note.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 4. What, if any, are the additional significant costs to/benefits for users, auditors and the business community arising from compliance with the requirements of the proposed ISRE 2410?                                                                                                                            | Nothing to note.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 5. Other than references to the Corporations Act 2001, are there compelling reasons for the proposals to be modified in Australia? If so, please explain how the proposals should be modified in Australia, including any cost or benefit considerations.                                                            | <p>We have the following suggestions:</p> <ul style="list-style-type: none"> <li>- Inclusion of an Australian-specific illustrative engagement letter and management representation letter as well as specific illustrative review report in accordance with the <i>Corporations Act 2001</i>.</li> <li>- Continue to include the analytical procedures in ASRE 2410 Appendix 2, noting the wording may need to be revisited overall and enhanced to highlight these are considerations when designing and performing the appropriate analytical procedures based on the auditor's professional judgement.</li> <li>- Revisit the illustrative detailed procedures in ASRE 2410 Appendix 2 as these may be used as a checklist (although it's stated they shouldn't be), they try to cover off all procedures from start to finish in a review, some of the procedures duplicate what's included in requirement paragraphs and some of the procedures seem more "audit-like" and/or go beyond what's expected in a review.</li> </ul> |
| 6. Are there any other significant public interest matters that you wish to raise?                                                                                                                                                                                                                                   | Nothing to note.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |

# Exposure Draft

Proposed International Standard on  
Review Engagements 2410  
(Revised)

*Review of Interim  
Financial Information  
Performed by the  
Independent Auditor of  
the Entity's Annual  
Financial Statements*

**MAY 2026**

*COMMENTS DUE: SEPTEMBER 3, 2026*



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AN IFEA BOARD

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## **About the IAASB**

This document was developed and approved by the International Auditing and Assurance Standards Board. It does not constitute an authoritative pronouncement of the IAASB, nor does it amend, extend or override the International Standards on Auditing (ISAs) or other of the IAASB's International Standards.

The objective of the IAASB is to serve the public interest by setting high-quality auditing, assurance, and other related services standards and by facilitating the convergence of international and national auditing and assurance standards, thereby enhancing the quality and consistency of practice throughout the world and strengthening public confidence in the global auditing and assurance profession.

The IAASB develops auditing and assurance standards and guidance under a shared standard-setting process involving the Public Interest Oversight Board, which oversees the activities of the IAASB, and the IAASB Stakeholder Advisory Council, which provides public interest input into the development of the standards and guidance.

# PROPOSED INTERNATIONAL STANDARD ON REVIEW ENGAGEMENTS (ISRE) 2410 (REVISED)

## REVIEW OF INTERIM FINANCIAL INFORMATION PERFORMED BY THE INDEPENDENT AUDITOR OF THE ENTITY'S ANNUAL FINANCIAL STATEMENTS

(Effective for reviews of interim financial information for periods beginning on or after [DATE])

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## Introduction

### Scope of this ISRE

1. This International Standard on Review Engagements (ISRE) deals with: (Ref: Para. A1-A2)
  - (a) The responsibilities of the auditor of an entity's annual financial statements when engaged to perform a review of the entity's interim financial information; and
  - (b) The form and content of the auditor's review report on the interim financial information.

The term "auditor" is used in this ISRE because this ISRE applies to a review of interim financial information that is performed by the independent auditor of the entity's annual financial statements ("interim review engagement"), not because the auditor is performing an audit. (Ref: Para. A2)

2. This ISRE is also to be applied, adapted as necessary in the circumstances, when the auditor of the entity's annual financial statements undertakes an engagement to review other historical financial information of the entity.

### *Review of Interim Financial Information by a Practitioner Who Is Not the Auditor of the Entity's Annual Financial Statements*

3. This ISRE does not apply to an engagement to review interim financial information that is performed by a practitioner who is not the auditor of the entity's annual financial statements. Such engagements are performed in accordance with ISRE 2400 (Revised).<sup>1</sup> (Ref: Para. A3-A4)

### *Relationship with ISQM 1<sup>2</sup>*

4. ISQM 1 deals with a firm's responsibilities to design, implement and operate a system of quality management, and applies to a firm's interim review engagements. This ISRE is premised on the basis that the firm is subject to ISQM 1 or to national requirements that are at least as demanding as ISQM 1. (Ref: Para. A5)

### An Interim Review Engagement

5. An interim review engagement is a limited assurance engagement, as described in the *International Framework for Assurance Engagements* (Assurance Framework).<sup>3</sup>
6. In an interim review engagement, the auditor expresses a conclusion designed to enhance the degree of confidence of intended users about an entity's interim financial information, prepared by management in accordance with an applicable financial reporting framework. The auditor's conclusion is based on obtaining limited assurance about whether the interim financial information as a whole is free from material misstatement. The auditor performs review procedures to obtain sufficient appropriate evidence as the basis for the limited assurance conclusion. (Ref: Para. A6-A8)

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<sup>1</sup> ISRE 2400 (Revised), *Engagements to Review Historical Financial Information*

<sup>2</sup> International Standard on Quality Management (ISQM) 1, *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements*

<sup>3</sup> International Framework for Assurance Engagements, paragraphs 15 and 16



7. If the auditor becomes aware of a matter that causes the auditor to believe the interim financial information may be materially misstated, this ISRE requires the auditor to design and perform additional procedures, as considered necessary in the circumstances, assurance conclusion on the interim financial information in accordance

Ronnie Vogt  
2026-06-26 00:06:46

Suggest that this refers to "review" so it would be "additional review procedures"

#### *Difference from an Audit of Financial Statements*

8. An interim review engagement differs significantly from an audit conducted in accordance with International Standards on Auditing (ISAs). An audit of the entity's annual financial statements is a reasonable assurance engagement<sup>4</sup> in which the auditor obtains sufficient appropriate audit evidence as a basis for expressing an opinion about whether the financial statements are prepared, in all material respects, in accordance with an applicable financial reporting framework.
9. In contrast to an audit, an interim review engagement is not designed to obtain reasonable assurance. The procedures the auditor performs in an interim review engagement vary in nature and timing from, and are less in extent than, those performed in an audit. Consequently, does not enable the auditor to become aware of all significant matters. Accordingly, the level of assurance obtained in an interim review is lower than in an audit. Therefore, an interim review engagement expressing an audit opinion about whether the interim financial information is free from misstatement.

Ronnie Vogt  
2026-07-07 05:08:30

Suggest that reference is made to procedures performed primarily been inquiries and analytical procedures, and other review procedures (as applicable).

#### **Effective Date**

- 10 This ISRE is effective for reviews of interim financial information for periods beginning on or after [date].

#### **Objectives**

11. In conducting a review of interim financial information, the objectives of the auditor are:
- (a) To obtain limited assurance about whether the interim financial information as a whole is free from material misstatement, whether due to fraud or error, that causes the auditor to believe that the interim financial information is not prepared, in all material respects, in accordance with an applicable financial reporting framework, and perform review procedures in order...
  - (b) To report on the interim financial information and communicate further as required by this ISRE.
12. When limited assurance cannot be obtained, and a qualified conclusion in the auditor's interim review report is insufficient in the circumstances for purposes of reporting to the intended users, this ISRE requires the auditor to disclaim a conclusion or withdraw from the engagement, where withdrawal is possible under applicable law or regulation. (Ref: Para. A9)

Ronnie Vogt  
2026-06-26 01:32:39

Suggest that this starts with "To plan and perform review procedures in order..."

<sup>4</sup> International Framework for Assurance Engagements, paragraph 14



## Definitions

13. For purposes of this ISRE, the following terms have the meanings attributed below:

(a) *Analytical procedures*—Evaluations of financial information through analysis of plausible relationships among both financial and non-financial data. Analytical procedures also encompass such investigation as is necessary of identified fluctuations or relationships that are inconsistent with other relevant information or that differ from expected values by a significant amount.

(b) *Applicable financial reporting framework*—The financial reporting framework adopted by management and, where appropriate, those charged with governance, for the preparation of interim financial information that is acceptable in view of the objective of the interim financial information, or that is required by the applicable framework.

The term "fair presentation framework" is used to refer to a financial reporting framework that requires compliance with the requirements of the framework and also requires the entity to make disclosures that are fair presentation of the financial information.

(i) Acknowledges explicitly or implicitly that, to achieve fair presentation of the financial information, it may be necessary for management to depart from a requirement of the framework beyond those specifically required by the framework; or

(ii) Acknowledges explicitly that it may be necessary for management to depart from a requirement of the framework to achieve fair presentation of the interim financial information. Such departures are expected to be necessary only in extremely rare circumstances.

The term "compliance framework" is used to refer to a financial reporting framework that requires compliance with the requirements of the framework but does not contain the acknowledgements in (i) or (ii) above.

(c) *Engagement risk*—The risk that the auditor expresses an inappropriate conclusion when the interim financial information is materially misstated.

(d) *Inquiry*—Inquiry consists of seeking information of knowledgeable persons from within or outside the entity.

(e) *Interim financial information*—Historical financial information that is prepared and presented in accordance with an applicable financial reporting framework for a period or periods shorter than the entity's financial year. (Ref: Para. A8)

(f) *Limited assurance*—The level of assurance obtained where engagement risk is reduced to a level that is acceptable in the circumstances of the engagement, but where that risk is greater than for a reasonable assurance engagement, as the basis for expressing a conclusion in accordance with this ISRE. The nature, timing and extent of procedures performed is limited compared with that necessary in a reasonable assurance engagement but is planned to obtain a level of assurance that is, in the auditor's professional judgment, meaningful. To be meaningful, the level of assurance obtained by the auditor is likely to enhance the intended users' confidence about the interim financial information to a degree that is clearly more than inconsequential.

Ronnie Vogt

2026-06-26 01:36:34

Should it reference within the application material to common international frameworks and whether these would be considered fair presentation framework (unless explicitly stated otherwise at the jurisdiction level)? e.g., condensed interim financial report in accordance with IAS

- (g) *Other information*—Information that is not subject to the interim review engagement and is included, whether by law, regulation, or custom, in a document containing the interim financial information and the auditor's interim review report thereon. (Ref: Para. A10-A11)
- (h) *Relevant ethical requirements*—Principles of professional ethics and ethical requirements that are applicable to professional accountants when undertaking the interim review engagement. Relevant ethical requirements ordinarily comprise the provisions of the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code) and other applicable ethical requirements, together with national requirements that are more stringent than the IESBA Code.
- (i) *Review procedures*—The procedures, primarily inquiries and analytical procedures, that are necessary to meet the objective of an interim review engagement.
14. This ISRE applies to all interim review engagements, including those of a group. The Handbook's Glossary of Terms<sup>5</sup> (the Glossary) includes certain terms that apply to a group audit engagement. When this ISRE uses terms related to groups that are defined in the Glossary, such terms are intended to be read and applied in the context of a review of the interim financial information of the group performed by the auditor of the group financial statements (a "group interim review engagement"). (Ref: Para. A12)

Ronnie Vogt  
2026-06-26 01:31:23

The ED defines "review procedures" but the wording is not used consistently (as appropriate) throughout the ED. The Handbook's

## Requirements

### Conduct of an Interim Review Engagement in Accordance with this ISRE

#### *Text of this ISRE*

15. The auditor shall have an understanding of the entire text of this ISRE, including its application and other explanatory material, to understand its objectives and to apply its requirements properly. (Ref: Para. A13-A15)

#### *Complying with Relevant Requirements*

16. The auditor shall comply with each requirement of this ISRE, unless the requirement is not relevant to the interim review engagement. A requirement is relevant to the interim review engagement when the circumstances addressed by the requirement exist.
17. The auditor shall not represent compliance with this ISRE unless the auditor has complied with all the requirements of this ISRE relevant to the interim review engagement.
18. In exceptional circumstances, the auditor may judge it necessary to depart from a relevant requirement in this ISRE. In such circumstances, the auditor shall perform alternative procedures to achieve the aim of that requirement. The need for the auditor to depart from a relevant requirement is expected to arise only when the requirement is for a specific procedure to be performed and, in the specific circumstances of the interim review engagement, that procedure would be ineffective in achieving the aim of the requirement. (Ref: Para. A16)

Ronnie Vogt  
2026-06-26 00:15:23

<sup>5</sup> The Glossary of Terms relating to International Standards issued by the IAASB in the Handbook of International Quality Management, Auditing, Review, Other Assurance, and Related Services Pronouncements (the Handbook).

Should references to "procedures" in the paragraph be updated to refer to "review procedures"?



#### Documentation of a Departure from a Relevant Requirement

19. If, in exceptional circumstances, the auditor judges it necessary to depart from a relevant requirement in this ISRE, the auditor shall document how the **alternative procedures** performed achieve the aim of that requirement, and the reasons for the departure. (Ref: Para. A16)

#### Relevant Ethical Requirements

20. The auditor shall comply with relevant ethical requirements, including those associated with independence. (Ref: Para. A17-A18)

Ronnie Vogt

2026-06-26 00:15:55

Should this be updated to refer to "alternative review procedures"?

#### Professional Skepticism and Professional Judgment

21. The auditor shall plan and perform the engagement with professional skepticism recognizing that circumstances may exist that cause the interim financial information to be materially misstated. (Ref: Para. A19-A23)
22. The auditor shall exercise professional judgment in planning and performing the engagement. (Ref: Para. A24-A27)

#### Engagement-Level Quality Management

23. The engagement partner shall take overall responsibility for:
- (a) Managing and achieving quality on the engagement, including being sufficiently and appropriately involved throughout the engagement such that the engagement partner has a basis for determining whether the significant judgments made, and the conclusions reached, are appropriate given the nature and circumstances of the engagement; (Ref: Para. A28-A30)
  - (b) The direction and supervision of the members of the engagement team and the review of their work; and
  - (c) The engagement being performed in accordance with the firm's quality management policies or procedures, including: (Ref: Para. A31-A34)
    - (i) Determining that the firm's policies or procedures for the acceptance and continuance of interim review engagements have been followed, and that conclusions reached in this regard are appropriate (see also paragraphs 25-37); (Ref: Para. A35-A39)
    - (ii) Determining that sufficient and appropriate resources to perform the engagement are assigned or made available in a timely manner; (Ref: Para. A40-A41)
    - (iii) Determining that the engagement team collectively has the appropriate competence and capabilities, including sufficient time, to perform the engagement and issue a report that is appropriate in the circumstances;
    - (iv) That appropriate engagement documentation is prepared and maintained; and
    - (v) If an engagement quality review is required in accordance with ISQM 1 or the firm's policies or procedures, not dating the interim review report until completion of the engagement quality review. (Ref: Para. A42-A43)



24. The engagement partner shall consider the information from the firm's monitoring and remediation process, as communicated by the firm and, if applicable, other network firms, and whether the information may affect the interim review engagement. (Ref: Para. A44)

### Acceptance and Continuance of the Interim Review Engagement

#### *Preconditions for Accepting an Interim Review Engagement*

25. Prior to accepting an interim review engagement, the auditor shall:

- (a) Determine whether the financial reporting framework to be applied in the preparation of the interim financial information is acceptable; and (Ref: Para. A45-A49)
- (b) Obtain the agreement of management that it acknowledges and understands its responsibility: (Ref: Para. A50-A51)

- (i) For the preparation of the interim financial reporting framework, including,

- (ii) For such internal control as management prepares for the preparation of interim financial information, whether due to fraud or error; and

- (iii) To provide the auditor with:

- a. Access to all information of which management is aware that is relevant to the preparation of the interim financial information, and other matters;

- b. Additional information that the auditor may request from management for the purpose of the interim review engagement; and

- c. Unrestricted access to persons within the entity from whom the auditor determines it necessary to obtain evidence.

Ronnie Vogt

2026-07-03 05:30:08

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This agreement is typically obtained via inclusion in the engagement letter with sign off/approval by the entity. Does this mean this occurs "prior to accepting the engagement" under the current ASRE 2410, this is in the pretext of "prior to agreeing the terms of the engagement". It is noted in paragraph 34 of this ED that this information is required to be included in the engagement letter. In addition, in para. A51 of this ED states "The auditor may obtain management's agreement to provide the information, such as records, documentation, or personnel, either orally or in writing, but management's agreement is subsequently recorded within the written terms of the engagement. This suggests that this agreement needs to be obtained before issuing the engagement letter."

26. If the preconditions in paragraph 25 are not present, the auditor shall discuss the matter with management or those charged with governance, and determine whether the matter can be resolved. If changes cannot be made to meet the preconditions, the auditor shall not accept the interim review engagement, unless required by law or regulation to do so. However, an engagement conducted under such circumstances does not comply with this ISRE. Accordingly, the auditor shall not include any reference within the auditor's interim review report to the interim review engagement having been conducted in accordance with this ISRE.

27. If it is discovered after the engagement has been accepted that one or more of the preconditions is not present, the auditor shall discuss the matter with management or those charged with governance, and shall determine:

- (a) Whether the matter can be resolved;
- (b) Whether it is appropriate to continue performing the engagement; and
- (c) Whether and, if so, how to communicate the matter in the auditor's interim review report.

*Other Factors Affecting Acceptance of the Interim Review Engagement*

28. Unless required by law or regulation, the auditor shall not accept an interim review engagement if the auditor is not satisfied that there is a rational purpose for the engagement. (Ref: Para. A52-A53)
29. If management or those charged with governance impose a limitation on the scope of the auditor's work in the terms of the proposed interim review engagement such that the auditor believes the limitation will result in the auditor disclaiming a conclusion on the interim financial information, the auditor shall not accept the engagement, unless required by law or regulation to do so.
30. If the engagement partner obtains information that may have caused the firm to decline the engagement had that information been known by the firm prior to accepting the client relationship or interim review engagement, the engagement partner shall communicate that information promptly to the firm, so that the firm and the engagement partner can take the necessary action.

*Additional Considerations When the Wording of the Auditor's Interim Review Report Is Prescribed by Law or Regulation*

31. If law or regulation prescribes the layout or wording of the auditor's interim review report, and the layout or wording it prescribes is significantly different from the requirements in paragraph 95 of this ISRE, the auditor shall evaluate:
  - (a) Whether intended users may misunderstand the auditor's limited assurance conclusion; and
  - (b) If so, whether additional explanation in the auditor's interim review report can mitigate the possible misunderstanding.
32. If the auditor concludes that additional explanation in the auditor's interim review report cannot mitigate such a possible misunderstanding, the auditor shall not accept the interim review engagement, unless required by law or regulation to do so. An interim review engagement conducted in accordance with such law or regulation does not comply with this ISRE. Accordingly, the auditor shall not include any reference in the auditor's interim review report to the interim review engagement having been conducted in accordance with this ISRE. (Ref: Para. A183)

*Agreeing the Terms of Engagement*

33. The auditor shall agree the terms of the interim review engagement with management or those charged with governance, as appropriate, prior to performing the engagement. (Ref: Para. A54)
34. The agreed terms of the engagement shall be recorded in an engagement letter or other suitable form of written agreement and shall include: (Ref: Para. A55-A56, A60)
  - (a) The objective and scope of the interim review engagement;
  - (b) Identification of the applicable financial reporting framework to be used for the preparation of the interim financial information;
  - (c) The responsibilities of management and, where appropriate, those charged with governance, including those in paragraph 25(b); (Ref: Para. A57)
  - (d) The responsibilities of the auditor;



- (e) A statement that the engagement is not an audit, and that the practitioner will not express an opinion on the interim financial information; and
  - (f) A reference to the expected form and content of the auditor's interim review report to be issued, and a statement that there may be circumstances in which the report may differ from its expected form and content.
35. For recurring interim review engagements, the auditor shall evaluate whether the circumstances require the terms of the interim review engagement to be revised, or if there is a need to remind management or those charged with governance, as appropriate, of the existing terms. (Ref: Para. A58)

*Change in the Terms of the Interim Review Engagement* (Ref: Para. A59)

36. The auditor shall not agree to a change in the terms of the interim review engagement unless there is reasonable justification for doing so. If the auditor is unable to agree to a request to a change in the terms of the review engagement and is not permitted by management or those charged with governance, as appropriate, to continue the review engagement under the original terms, the auditor shall:
- (a) Withdraw from the review engagement, when possible under applicable law or regulation; and
  - (b) Determine whether there is any obligation, either contractual or otherwise, to report the circumstances to other parties, such as those charged with governance, owners or regulators.
37. If the terms of the interim review engagement are changed, the auditor and management or those charged with governance, as appropriate, shall agree on and record the new terms of engagement in an engagement letter or other suitable form of written agreement.

**Communications with Management and Those Charged with Governance**

38. The auditor shall communicate on a timely basis, significant matters that, in the auditor's professional judgment, merit the attention of management or those charged with governance, as appropriate. (Ref: Para. A61-A62)

**Planning and Performing the Engagement**

*Group Interim Review Engagements*

39. For a group interim review engagement, the group auditor shall determine the nature, timing and extent of the work to be performed by component auditors, if any. (Ref: Para. A63-A64)
40. If component auditors are involved, the group auditor shall communicate with the component auditors about the work to be performed, and the expected communications about the results of that work. (Ref: Para. A65)

**Materiality**

41. The auditor shall determine materiality for the interim financial information in designing review procedures and evaluating the results of those procedures. (Ref: Para. A66-A70)

Ronnie Vogt

2026-07-07 08:10:28

In relation to logical order and flow, should materiality come before understanding the entity? In the current standard, Understanding the Entity comes before Materiality.



42. If the auditor becomes aware of information during the interim review engagement that would have caused the auditor to have determined a different materiality, the auditor shall revise materiality for the interim financial information as a whole and determine the effect on the review procedures performed. (Ref. Para. A71)

*Obtaining an Understanding of the Entity and its Environment, the Applicable Financial Reporting Framework and the Entity's System of Internal Control*

43. The auditor shall:

- (a) Obtain an understanding of the entity and its environment, the applicable financial reporting framework, and the entity's system of internal control for the preparation of annual and interim financial information; and
- (b) Based on that understanding, identify areas in the interim financial information where material misstatements, whether due to fraud or error, are likely to arise. (Ref. Para. A72-A73)

Ronnie Vogt

2026-07-07 07:38:12

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This does not clearly articulate that this is required for the purposes of performing the interim review engagement. This may be interpreted by a first time auditor that they obtain an understanding for what is needed for the interim review and then will update their understanding for the year-end audit. Can a statement be included to make this crystal clear for recently appointed auditors who have not yet performed the audit of the annual financial statements?  
procedures and other review procedures

*Designing and Performing Review Procedures*

44. The auditor shall design and perform inquiries, analytical procedures, and other review procedures that focus on addressing areas in the interim financial information where material misstatements are likely to arise. (Ref: Para. A80-A92)
45. The auditor shall inquire of management and others within the entity as appropriate, about: (Ref: Para. A93-A97)

- (a) Whether the interim financial information has been prepared in accordance with the applicable financial reporting framework;
- (b) Whether there have been any changes in accounting principles or in the methods of applying accounting principles;
- (c) Whether any new transactions have necessitated the application of a new accounting principle or changes in the entity's accounting policies;
- (d) Significant accounting estimates, including whether there have been changes in management's selection of methods, significant assumptions and data and, if applicable, management's intention and ability to carry out specific courses of action on behalf of the entity;
- (e) Whether significant, unusual or complex transactions, events or matters have affected or may affect the entity's interim financial information, including new or revised accounting principles or methods of applying accounting principles. (Ref: Para. A95)
- (f) The results of management's assessment of the risk that the interim financial information may be materially misstated as a result of fraud;
- (g) Significant deficiencies in the design or operation of internal control as it relates to the preparation and presentation of both annual and interim financial information;
- (h) Whether the interim financial information contains any misstatements that management is aware of but has not made adjustments to correct;

Ronnie Vogt

2026-06-26 03:44:00

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Suggest that this wording moves so it is not interpreted as linking to the inquiries. Thus, word would be "...and as appropriate others within the entity about:"  
application of a new accounting principle

Ronnie Vogt

2026-06-26 03:49:35

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Not a major point, but I feel like this was addressed in the previous point (d)

- (i) The current status of matters giving rise to a modification of the auditor's opinion on the most recent annual financial statements or the auditor's interim review conclusion on previous interim periods, if any;
  - (j) Whether uncorrected misstatements identified during the most recent annual audit or interim review engagements have been corrected and, if so, when they were corrected and the amounts of the adjustments;
  - (k) Significant journal entries or other adjustments to the interim financial information;
  - (l) New, or significant changes in, commitments, contractual obligations or contingencies that may materially affect the interim financial information;
  - (m) New, or significant changes in, litigation or claims that may materially affect the interim financial information; and (Ref. Para. A97)
  - (n) Compliance with debt covenants.
46. When designing analytical procedures, the auditor shall consider whether the information to be used to perform the analytical procedures is adequate for that purpose. (Ref. Para. A98)
47. The auditor shall read the minutes of the meetings of shareholders, those charged with governance, and other appropriate committees, and inquire about matters dealt with at meetings for which minutes are not available, to identify matters that may affect the interim financial information.
48. The auditor shall read the interim financial information, and consider whether there is anything that causes the auditor to believe that the interim financial information may not be prepared, in all material respects, in accordance with the applicable financial reporting framework.

#### Related Parties

49. The auditor shall inquire of management and others within the entity, as appropriate, about:
- (a) Changes in, or new, related parties and related party transactions, including the purpose of those transactions; and
  - (b) Whether related party transactions have been appropriately accounted for and disclosed in the interim financial information.
50. The auditor shall remain alert for information that may indicate the existence of related party relationships, or transactions that management has not previously identified or disclosed to the auditor.
51. If the auditor becomes aware of significant transactions outside the entity's normal course of business, the auditor shall inquire of management about:
- (a) The nature of those transactions;
  - (b) Whether related parties were involved; and
  - (c) The business rationale for those transactions.



#### Fraud and Non-compliance with Laws and Regulations

52. The auditor shall inquire of management and others within the entity as appropriate, whether they have knowledge of any fraud or suspected fraud, or any identified or suspected non-compliance with laws and regulations that may affect the interim financial information.
53. The auditor shall remain alert to the possibility that procedures performed during the interim review engagement may bring to the auditor's attention information about fraud or suspected fraud or instances of non-compliance or suspected non-compliance with laws and regulations.

#### Fraud

54. If the auditor becomes aware of fraud or suspected fraud, the auditor shall: (Ref: Para. A99)
  - (a) Obtain an understanding about the matter, including about the entity's process to investigate the matter and any remedial actions taken; and
  - (b) Unless the fraud or suspected fraud is clearly inconsequential, obtain further information to evaluate whether the fraud or suspected fraud may have a material effect on the interim financial information. (Ref: Para. A100)
55. If the auditor identifies a misstatement due to fraud, the auditor shall consider: (Ref: Para. A101)
  - (a) The implications of the misstatement in relation to other aspects of the interim review engagement; and
  - (b) The possible effect on the reliability of management's representations.

#### Non-compliance with laws and regulations

56. The auditor shall respond appropriately to non-compliance or suspected non-compliance with laws and regulations identified during the interim review engagement by obtaining: (Ref: Para. A102)
  - (a) An understanding of the nature of the act and the circumstances in which it occurred; and
  - (b) Further information to evaluate the possible effect on the interim financial information.

#### Communication with management and those charged with governance and reporting to an appropriate authority

57. If the auditor becomes aware of instances of fraud or suspected fraud, or of non-compliance or suspected non-compliance with laws and regulations, the auditor shall:
  - (a) Unless prohibited by law or regulation, communicate such matters on a timely basis with the appropriate level of management or with those charged with governance, as appropriate; and (Ref: Para. A103)
  - (b) Determine whether law, regulation or relevant ethical requirements: (Ref: Para. A104-A106)
    - (i) Require the auditor to report to an appropriate authority outside the entity; or
    - (ii) Establish responsibilities or rights under which reporting to an appropriate authority outside the entity may be appropriate in the circumstances.



### Going Concern

58. The auditor shall inquire whether, in preparing the interim financial information, management has performed an assessment of the entity's ability to continue as a going concern. (Ref: Para. A107)
59. If management has not yet done so, the auditor shall request management to make its assessment, covering a period of at least twelve months from the date of approval of the interim financial information.
60. If management's assessment covers less than twelve months from the date of approval of the interim financial information, the auditor shall request management to extend its assessment to at least twelve months from that date. (Ref: Para. A108-A109)
61. If management is unwilling to make or extend its assessment, the auditor shall consider the implications for the interim review engagement.
62. The auditor shall inquire about: (Ref: Para. A110)
- (a) Significant changes, if any, since the previous annual audit or interim review period in the methods, data or assumptions used by management in making the assessment at the interim date;
  - (b) The status of any events or conditions that existed at the date of the assessment for the most recent annual financial statements or interim review period, including any changes in circumstances or actions taken to resolve them; and
  - (c) Any new events or conditions that have arisen since the previous annual audit or interim review period, that may cast significant doubt on the entity's ability to continue as a going concern.
63. If, as a result of the inquiries in paragraph 62 and other review procedures performed, the auditor becomes aware of events or conditions that may cast significant doubt on the entity's ability to continue as a going concern, the auditor shall:
- (a) Perform inquiries of management as to its plans for future actions in relation to its going concern assessment;
  - (b) Consider:
    - (i) The feasibility of management's plans;
    - (ii) The likelihood that the outcome of such plans will be sufficient to mitigate the effects of identified events or conditions; and
    - (iii) Whether management has both the intent and ability to carry out specific courses of action; and
  - (c) Consider performing other procedures as necessary in the circumstances regarding management's plans. (Ref: Para. A111-A112)
64. Based on the evidence obtained from the review procedures performed, the auditor shall evaluate whether anything has come to the auditor's attention that: (Ref: Para. A112)
- (a) Causes the auditor to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate; or

Ronnie Vogt

2026-06-26 05:47:02

Should this be "other review procedures"

Should this be "other review procedures"

Should this be "other review procedures"

Should this be "other review procedures"

Should this be "other review procedures"

- (b) Indicates that a material uncertainty related to going concern exists.
65. The auditor shall evaluate the adequacy of disclosures related to the entity's ability to continue as a going concern, in view of the requirements of the applicable financial reporting framework. (Ref: Para. A113-A114)

#### Using the Work of an Auditor's Expert

66. If the auditor determines that it is necessary to use the work of an auditor's expert to obtain sufficient appropriate evidence, the auditor shall: (Ref: Para. A115)
- (a) Evaluate whether the expert has the necessary competence, capabilities and objectivity for the auditor's purposes; and
- (b) Determine that the work performed by that expert is adequate for the auditor's purposes.
67. If, based on the evaluation in paragraph 66(a), the auditor concludes that the expert does not have the necessary competence or capabilities, or that threats to the expert's objectivity cannot be eliminated or reduced to an acceptable level, the auditor shall not use the work of that expert. (Ref: Para. A116-A117)

#### Reconciling the Interim Financial Information to the Underlying Accounting Records

68. The auditor shall obtain evidence that the interim financial information reconciles with the entity's underlying accounting records. (Ref: Para. A118)
69. For a group interim review engagement, the auditor shall obtain evidence that the group interim financial information agrees or reconciles to the consolidated financial statements, and to the records of significant consolidation journal entries and adjustments. (Ref: Para. A119)

#### Additional Procedures When the Auditor Becomes Aware that the Interim Financial Information May Be Materially Misstated

70. If the auditor becomes aware of a matter(s) that causes the auditor to believe the interim financial information may be materially misstated, the auditor shall design and perform additional procedures to obtain further evidence until the auditor is able to: (Ref: Para. A120-A122)
- (a) Conclude that the matter(s) is not likely to cause the interim financial information to be materially misstated; or
- (b) Determine that the matter(s) causes the interim financial information as a whole to be materially misstated.

#### Subsequent Events

71. The auditor shall inquire whether management and, where appropriate, those charged with governance, have identified and addressed events occurring between the date of the interim financial information and the date of the auditor's interim review report that require adjustment of, or disclosure in, the interim financial information.



72. If the auditor becomes aware of events occurring between the date of the interim financial information and the date of the auditor's interim review report that require adjustment of, or disclosure in, the interim financial information, the auditor shall request management to correct those misstatements.
73. The auditor has no obligation to perform any procedures regarding the interim financial information after the date of the auditor's interim review report. However, if, after the date of the auditor's interim review report but before the date the interim financial information is issued, a fact becomes known to the auditor that, had it been known to the auditor at the date of the auditor's interim review report, may have caused the auditor to amend the report, the auditor shall:
- (a) Discuss the matter with management and, where appropriate, those charged with governance;
  - (b) Determine whether the interim financial information needs amendment; and
  - (c) If so, inquire how management intends to address the matter in the interim financial information.
74. If management does not amend the interim financial information in circumstances where the auditor believes it needs to be amended, and the auditor's interim review report has already been provided to the entity, the auditor shall notify management and those charged with governance not to issue the interim financial information to third parties before the necessary amendments have been made. If the interim financial information is nevertheless subsequently issued without the necessary amendments, the auditor shall take appropriate action to seek to prevent reliance on the auditor's interim review report.

### **Written Representations**

#### *Written Representations about Management's Responsibilities*

75. The auditor shall request written representations from management that: (Ref: Para. A124-A126)
- (a) It has fulfilled its responsibility for the preparation of the interim financial information in accordance with the applicable financial reporting framework, including where relevant, its fair presentation, as set out in the terms of the engagement;
  - (b) It has provided the auditor with all relevant information and access to information as agreed in the terms of the engagement; and
  - (c) All transactions have been recorded and are reflected in the interim financial information.

If law or regulation requires management to make written public statements about its responsibilities, and the auditor determines that such statements provide some or all of the representations required, the matters covered by such statements need not be included in the written representation.

#### *Other Written Representations*

76. The auditor shall also request written representations from management and, where appropriate, those charged with governance, that: (Ref: Para. A124)
- (a) It believes that the effects of uncorrected misstatements are immaterial, individually or in aggregate, to the interim financial information taken as a whole. A summary of such items shall be included in, or attached to, the written representation;

- (b) The methods, significant assumptions and the data used in making accounting estimates and related disclosures are appropriate in view of the requirements of the applicable financial reporting framework;
- (c) With respect to going concern:
  - (i) It has determined that the use of the going concern basis of accounting in the preparation of the interim financial information is appropriate;
  - (ii) Its assessment of going concern at the interim reporting period reflects all events or conditions that may cast significant doubt on the entity's ability to continue as a going concern that it is aware of, and that it has disclosed to the auditor all such events or conditions, if any;
  - (iii) If events or conditions have been identified that may cast significant doubt on the entity's ability to continue as a going concern, it has disclosed to the auditor its plans for future actions and that it has evaluated the feasibility of those plans, and determined whether it has the intent and ability to carry out specific courses of action;
  - (iv) Matters relevant to going concern have been adequately disclosed in the interim financial information in accordance with the requirements of the applicable financial reporting framework, including, when applicable, significant judgments made by management in concluding that there is no material uncertainty related to the entity's ability to continue as a going concern;

- (d) It acknowledges its responsibility for the design, implementation and maintenance of internal control to prevent or detect fraud and has appropriately communicated this to management.

- (e) It has disclosed to the auditor:

- (i) The results of its assessment of the risk that the interim financial information may be materially misstated as a result of fraud;
- (ii) Its knowledge of any fraud or suspected fraud, including allegations of fraud, affecting the entity involving:
  - a. Management;
  - b. Employees who have significant roles in internal control; or
  - c. Others if the fraud could have an effect on the interim financial information;

- (iii) Its knowledge of suspected fraud, including allegations of fraud, affecting the entity's interim financial information communicated by employees, former employees, analysts, regulators, or others;

- (iv) All known instances of non-compliance or suspected non-compliance with laws and regulations whose effects should be considered in preparing the interim financial information;

- (v) The identity of the entity's related parties and transactions or arrangements that it is aware of

Ronnie Vogt

2026-06-26 06:49:16

In the past this has been referred to as "prevent and detect" (with an 'and' rather than 'or'). Also, shouldn't this be referring to "fraud or error"? Fraud or error is referred to in relation to responsibility of management in relation to internal control in para. 25(b)(ii) and in the review report as per para. 95(f)(

Ronnie Vogt

2026-06-26 06:13:43

The distinction of this representation compared to one above is that this is communicated to management rather than them identifying it directly. And, as a result, they should have communicated instances of these to the auditor, regardless of whether they involved management, etc as outlined (e)(ii) above? Is that correct?



- (vi) All events occurring subsequent to the date of the interim financial information and for which the applicable financial reporting framework requires adjustment or disclosure;
  - (vii) Significant commitments, contractual obligations or contingencies that have affected or may affect the entity's interim financial information; and
  - (viii) All known actual or possible litigation and claims whose effects may be material to the interim financial information.
77. The written representations shall be in the form of a representation letter addressed to the auditor.
78. If management does not provide one or more of the requested written representations, or the auditor has doubts about the competence or integrity of those providing the written representations, or about the reliability of the written representations, the auditor shall:
- (a) Discuss the matter with management and, where appropriate, those charged with governance;
  - (b) Re-evaluate the integrity of management, and evaluate the effect that such matters may have on the reliability of the evidence obtained; and
  - (c) Take appropriate actions, including determining the possible effect on the conclusion in the auditor's interim review report in accordance with this ISRE.
79. The auditor shall disclaim a conclusion on the interim financial information, or withdraw from the engagement if withdrawal is possible under applicable law or regulation, as appropriate, if:
- (a) The auditor concludes that there is sufficient doubt about the integrity of management such that the written representations are not reliable; or
  - (b) Management does not provide the representations relating to management's responsibilities required by paragraph 75.

*Date of and Period(s) Covered by Written Representations*

80. The date of the written representations shall be as near as practicable to, but not after, the date of the auditor's interim review report. The written representations shall be for all of the interim financial information and period(s) referred to in the auditor's interim review report.

**Accumulation and Evaluation of Misstatements**

*Accumulation of Identified Misstatements*

81. The auditor shall accumulate misstatements identified during the interim review engagement, other than those that are clearly trivial. (Ref: Para. A127-A128)

*Communicating and Correcting Identified Misstatements*

82. The auditor shall communicate on a timely basis all misstatements accumulated during the interim review engagement with the appropriate level of management and, where appropriate, those charged with governance, to correct those misstatements.

Ronnie Vogt  
2026-06-26 06:19:01

But the auditor is not required to determine a clearly trivial threshold amount as this is not included or referenced to in the materiality requirements or supporting application paragraphs.

83. If management refuses to correct some or all of the misstatements, the auditor shall obtain an understanding of management's reasons for not doing so, and shall consider that understanding when concluding whether the interim financial information is free from material misstatement in accordance with paragraph 91.
84. Unless prohibited by law or regulation, the auditor shall communicate with those charged with governance uncorrected misstatements and the effect that they, individually or in aggregate, may have on the conclusion in the auditor's interim review report. (Ref: Para. A129)

#### *Evaluating the Effect of Uncorrected Misstatements*

85. The auditor shall determine whether uncorrected misstatements are material, individually or in the aggregate, to the interim financial information. (Ref: Para. A130)

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#### **Other Information**

86. The auditor shall read the other information to consider whether it is materially inconsistent with the interim financial information. (Ref: Para. A131)
87. If a material inconsistency appears to exist, the auditor shall discuss the matter with management or those charged with governance, as appropriate, to determine whether a material misstatement of the interim financial information may exist. (Ref: Para. A132-A133)
88. If the auditor becomes aware that a material misstatement of the other information exists, and management refuses to correct the other information, the auditor shall consider the implications for the engagement. (Ref: Para. A134-A136)

Should this say: "whether accumulated uncorrected misstatements"?

#### **Forming a Conclusion on the Interim Financial Information**

##### *Evaluating the Evidence Obtained from the Review Procedures Performed*

89. The auditor shall evaluate whether sufficient appropriate evidence has been obtained from the review procedures performed to enable the auditor to form a conclusion on the interim financial information. In making this evaluation, the auditor shall consider all evidence obtained, including evidence that is consistent or inconsistent with other evidence, regardless of whether it appears to corroborate or to contradict the interim financial information as prepared by management.
90. If sufficient appropriate evidence has not been obtained, the auditor shall attempt to obtain further evidence as necessary in the circumstances. (Ref: Para. A82-A83, A137-A138)

##### *Concluding*

91. The auditor shall form a conclusion about whether the interim financial information is free from material misstatement.
92. In forming that conclusion, the auditor shall:
- (a) Consider the:
    - (i) Evaluation in paragraph 89 about whether sufficient appropriate evidence has been obtained; and



- (ii) Determination in paragraph 85 about whether uncorrected misstatements are material, individually or in the aggregate, to the interim financial information;
  - (b) Consider qualitative aspects of the entity's accounting practices, including indicators of possible bias in management's judgments; (Ref: Para. A139)
  - (c) Evaluate whether the interim financial information adequately refers to or describes the applicable financial reporting framework; and (Ref: Para. A140-A141)
  - (d) Consider whether, in the context of the requirements of the applicable financial reporting framework and the results of procedures performed:
    - (i) The terminology used in the interim financial information, of each financial statement, is appropriate;
    - (ii) The interim financial information adequately discloses information;
    - (iii) The accounting policies selected and applied are consistent with the applicable financial reporting framework and are appropriate;
    - (iv) The accounting estimates and related disclosures made by management appear reasonable;
    - (v) The information presented in the interim financial information appears relevant, reliable, comparable, and understandable; and
    - (vi) The interim financial information provides adequate disclosures to enable the intended users to understand the effects of material transactions and events on the information conveyed in the interim financial information. (Ref: Para. A142-A143)
93. If the interim financial information is prepared using a fair presentation framework, the auditor shall also consider: (Ref: Para. A142)
- (a) The overall presentation, structure and content of the interim financial information; and
  - (b) Whether the interim financial information appears to represent the underlying transactions and events in a manner that achieves fair presentation.

*Taking Overall Responsibility for Managing and Achieving Quality*

94. Prior to dating the interim review report, the engagement partner shall: (Ref: Para. A144-A145)
- (a) Take responsibility for determining whether relevant ethical requirements, including those related to independence, have been fulfilled. For a group interim review engagement in which component auditors have been involved, this includes taking responsibility for confirming that component auditors have complied with the relevant ethical requirements, including those related to independence;
  - (b) Determine, through review of engagement documentation and discussion with the engagement team, that sufficient appropriate evidence has been obtained to support the auditor's interim review conclusion and the interim review report to be issued;

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Given the auditor is providing limited assurance, this wording doesn't sound right as it may suggest reasonable assurance. Perhaps "appear reasonable" be replaced with "are not unreasonable".

- (c) Read the interim financial information and the interim review report to determine that the report to be issued will be appropriate in the circumstances;
- (d) Determine that:
  - (i) The engagement partner's involvement has been sufficient and appropriate throughout the interim review engagement such that the engagement partner has the basis of determining the significant judgments made and the conclusions reached are appropriate; and (Ref: Para. A145)
  - (ii) The nature and circumstances of the engagement, any changes thereto, and the firm's related policies or procedures have been taken into account in complying with paragraph 23; and
- (e) If the engagement is subject to an engagement quality review, determine that the engagement quality review has been completed.

### **Preparing the Auditor's Interim Review Report**

95. The auditor's interim review report shall be in writing and shall include at a minimum: (Ref: Para. A146, A183-A184)
- (a) A title that clearly indicates that it is the report of an independent auditor for an interim review engagement; (Ref: Para. A147)
  - (b) The addressee(s), as required by the circumstances of the engagement; (Ref: Para. A148)
  - (c) The auditor's conclusion, in the first section of the interim review report, with the heading "Conclusion," that:
    - (i) Identifies the entity whose interim financial information has been reviewed;
    - (ii) States that the interim financial information has been reviewed;
    - (iii) Identifies the interim financial information reviewed, including, if applicable, the title of each statement, and the date(s) and period(s) covered by the interim financial information; (Ref: Para. A149)
    - (iv) Refers to the explanatory notes, including material accounting policy information; and
    - (v) Includes a paragraph that contains:
      - a. The auditor's conclusion on the interim financial information, in accordance with paragraphs 97-107; and
      - b. A reference to the applicable financial reporting framework used to prepare the interim financial information, including identification of the jurisdiction of origin of the financial reporting framework if it is not IFRS Accounting Standards as issued by the International Accounting Standards Board. (Ref: Para. A150-A152)
  - (d) A basis for conclusion section, directly following the Conclusion section, with the heading "Basis for Conclusion," that: (Ref: Para. A153-A155)



- (i) States that the review of the interim financial information was conducted in accordance with ISRE 2410 (Revised), *Review of Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*;
- (ii) States that the auditor is responsible for expressing a conclusion on the interim financial information based on the review;
- (iii) Describes an interim review engagement and its limitations, including statements that:
  - a. A review of interim financial information performed in accordance with this ISRE is a limited assurance engagement;
  - b. A review involves performing procedures, primarily consisting of inquiries of management and others within the entity, as appropriate, and analytical procedures, and evaluating the evidence obtained;
  - c. The procedures performed in a review of interim financial information vary in nature and timing from, and are less in extent than, those performed in an audit conducted in accordance with International Standards on Auditing. Consequently, a review of interim financial information does not enable the auditor to become aware of all significant matters that might be identified in an audit. Accordingly, the level of assurance obtained in a review of interim financial information is substantially lower than in an audit, and therefore the auditor does not express an audit opinion on the interim financial information;
- (iv) Includes a statement that the auditor is independent of the entity in accordance with relevant ethical requirements and has fulfilled the auditor's other ethical responsibilities in accordance with these requirements.
  - a. The statement shall identify the jurisdiction of origin of the relevant ethical requirements, or refer to the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards); and
  - b. If the relevant ethical requirements require the auditor to publicly disclose when the auditor applied independence requirements specific to audits or reviews of certain entities, the statement shall indicate that the auditor is independent of the entity in accordance with the independence requirements applicable to the audits or reviews of those entities;
- (v) States that the auditor believes that the evidence obtained is sufficient and appropriate to provide a basis for the auditor's conclusion;
- (e) A section related to going concern, in accordance with paragraphs 108 to 114;
- (f) A section, with an appropriate heading, describing the responsibility of management, or as appropriate, those charged with governance, for: (Ref: Para. A156-A159)
- (i) The preparation and, where relevant, the fair presentation of the interim financial information in accordance with the applicable financial reporting framework;

- (ii) Such internal control as management determines is necessary to enable the preparation of interim financial information that is free from material fraud or error; and
  - (iii) Assessing the entity's ability to continue as a going concern. Should there be a "the" before "interim financial information"? If applicable, matters related to going concern;
- (g) The auditor's signature; (Ref: Para. A160-A161)
  - (h) The location in the jurisdiction where the auditor practices; and
  - (i) The date of the auditor's interim review report in accordance with paragraph 116.
96. The name of the engagement partner shall be included in the auditor's interim review report of a publicly traded entity unless, in rare circumstances, such disclosure is reasonably expected to lead to a significant personal security threat. (Ref: Para. A162)

#### *Expressing the Auditor's Interim Review Conclusion*

##### **Unmodified Conclusion**

97. The auditor shall express an unmodified conclusion when the auditor concludes, based on the procedures performed and evidence obtained, that nothing has come to the auditor's attention that causes the auditor to believe that the interim financial information is not prepared, in all material respects, in accordance with the applicable financial reporting framework.
98. When the auditor expresses an unmodified conclusion, the auditor shall, unless otherwise required by law or regulation, use one of the following phrases, as appropriate:
- (a) For interim financial information prepared in accordance with a fair presentation framework: (Ref: Para. A163-A164)
    - (i) "Based on our review, nothing has come to our attention that causes us to believe that the interim financial information does not present fairly, in all material respects, [...] in accordance with [the applicable financial reporting framework]"; or
    - (ii) "Based on our review, nothing has come to our attention that causes us to believe that the interim financial information does not give a true and fair view of [...] in accordance with [the applicable financial reporting framework]".
  - (b) For interim financial information prepared in accordance with a compliance framework: "Based on our review, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with [the applicable financial reporting framework]".

##### **Modified Conclusion**

99. The auditor shall express a modified conclusion when: (Ref: Para. A165)
- (a) The auditor determines, based on the procedures performed and the evidence obtained, that the interim financial information is materially misstated; or

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Should there be a "the" before "interim financial information"? If applicable,

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Should this be "review procedures performed"?



- (b) The auditor is unable to obtain sufficient appropriate evidence in relation to one or more areas of the interim financial information that are material in relation to the interim financial information as a whole.

100. If the auditor expresses a modified conclusion, the auditor shall:

- (a) Use the heading "Qualified Conclusion," "Adverse Conclusion" or "Disclaimer of Conclusion," as appropriate, for the Conclusion section of the interim review report (see paragraph 95(c)); and
- (b) Use the heading "Basis for Qualified Conclusion," "Basis for Adverse Conclusion" or "Basis for Disclaimer of Conclusion," as appropriate, for the Basis for Conclusion section of the interim review report (see paragraph 95(d)), and describe in this section the matter(s) giving rise to the modification.

Interim financial information is materially misstated

101. If the auditor determines that the interim financial information is materially misstated, the auditor shall express:

- (a) A qualified conclusion, when the auditor concludes that the effects of the matter(s) giving rise to the modification are material, but not pervasive to the interim financial information; or (Ref: Para. A166)
- (b) An adverse conclusion, when the effects of the matter(s) giving rise to the modification are both material and pervasive to the interim financial information. (Ref: Para. A167)

102. If the auditor expresses either a qualified conclusion or an adverse conclusion due to a material misstatement of the interim financial information, the auditor shall include, in the "Basis for Qualified Conclusion" or "Basis for Adverse Conclusion" sections, as appropriate:

- (a) If the material misstatement relates to specific amounts in the interim financial information (including quantitative disclosures), a description and quantification of the financial effects of the misstatement, unless impracticable. If impracticable, the auditor shall include a statement stating that fact.
- (b) If the material misstatement relates to narrative disclosures, an explanation of how disclosures are misstated.
- (c) If the material misstatement relates to the non-disclosure of information required to be disclosed, a description of the nature of the information, and, unless prohibited by law or regulation, include the omitted disclosures if it is practicable to do so. (Ref: Para. A168)

Inability to obtain sufficient appropriate evidence

103. If the auditor is unable to obtain sufficient appropriate evidence, the auditor shall: (Ref: Para. A169)

- (a) Express a qualified conclusion if the auditor concludes that the possible effects on the interim financial information of undetected misstatements, if any, could be material but not pervasive; or

- (b) Disclaim a conclusion if the auditor concludes that the possible effects on the interim financial information of undetected misstatements, if any, could be both material and pervasive.
104. The auditor shall describe in the Basis for Qualified Conclusion or Basis for Disclaimer of Conclusion section, as appropriate, the reason(s) for the inability to obtain sufficient appropriate evidence.
105. If the auditor's inability to obtain sufficient appropriate evidence is due to a limitation on the scope of the interim review imposed by management after the auditor has accepted the engagement, and the auditor has determined that the possible effects on the interim financial information of undetected misstatements are material and pervasive, the auditor shall withdraw from the interim review engagement, where withdrawal is possible under applicable law or regulation. (Ref: Para. A170-A171)
106. If the auditor disclaims a conclusion on the interim financial information, the auditor shall: (Ref: Para. A172)
- (a) State in the Disclaimer of Conclusion section that:

- (i) Due to the significance of the auditor's inability to obtain sufficient appropriate evidence to form a conclusion on the interim financial information, the auditor disclaims a conclusion on the interim financial information.
- (ii) Accordingly, the auditor disclaims a conclusion on the interim financial information.

- (b) Amend the statement required by paragraph 106(a) to state that the interim financial information has been reviewed, to the extent of the review, and that the auditor is not aware of any material misstatements in the financial information.

#### Other Circumstances Affecting the Auditor's Interim Review Conclusion

107. Even if the auditor has expressed an adverse conclusion or disclaimed a conclusion on the interim financial information, the auditor shall describe in the applicable Basis for Conclusion section the reasons for any other matters of which the auditor is aware that would have required a modification of the interim review conclusion, and the possible effects thereof.

#### Going Concern (Ref: Para. A173)

108. If nothing has come to the auditor's attention to indicate that a material uncertainty related to going concern exists in the interim period, the auditor shall include a separate section in the interim review report, with the heading "Going Concern," stating that:
- (a) In the context of the auditor's review of the interim financial information, and in forming the conclusion thereon, nothing has come to the auditor's attention that causes the auditor to believe that management's use of the going concern basis of accounting is inappropriate;
- (b) Based on the evidence obtained, nothing has come to the auditor's attention to indicate that a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern; and

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The first suggestion is that the going concern section is not included all in the review report if nothing has come to the auditor's attention. Other suggestions if the going concern section remains:

- Given the focus of users on whether a material uncertainty exists, the statement relating to the going concern basis of accounting need not be at all?
- Can the reference to "not a guarantee" be removed from the third statement as this potentially creates more misunderstanding or misinterpretation by users?
- Wording updates to be made to all three aspects as different wording used for (a) and (b), focus on evidence obtained in (b) and doesn't need any reference to "based on the review procedures performed" which is limited in nature and are not the same as those performed in an audit.
- Clear separation of the three different elements in the going concern section.



- (c) The auditor's statements are based on the evidence obtained up to the date of the interim review report and are not a guarantee as to the entity's ability to continue as a going concern.

109. If the auditor's report on the most recent annual financial statements of the entity included a Material Uncertainty Related to Going Concern section, and:

- (a) The events or conditions that led the auditor to conclude that a material uncertainty existed remain at the interim reporting date, and
- (b) Management has identified and adequately disclosed the material uncertainty in the interim financial information,

the auditor shall include a separate section in the interim review report, with the heading "Material Uncertainty Related to Going Concern," that includes:

- (c) A reference to the related disclosure(s) in the annual financial statements and a statement that the auditor's report on those financial statements included a Material Uncertainty Related to Going Concern section;
- (d) A reference to the related disclosure(s) in the interim financial information that describes the events or conditions and states that these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the entity's ability to continue as a going concern;

- (e) A statement that the auditor's interim review conclusion is not modified in respect of the matter, and

- (f) The statements in paragraphs 108(a) and 108(c).

110. If the auditor's report on the most recent annual financial statements of the entity did not include a Material Uncertainty Related to Going Concern section,

- (a) Events or conditions have been identified in the interim financial information that indicate that a material uncertainty exists that may cast significant doubt on the entity's ability to continue as a going concern, and
- (b) Management has identified and adequately disclosed in the interim financial information a material uncertainty related to the entity's ability to continue as a going concern,

the auditor shall include a separate section in the interim review report, with the heading "Material Uncertainty Related to Going Concern," that includes:

- (c) A reference to the related disclosure(s) in the interim financial information that describes the events or conditions and states that these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern;
- (d) A statement that the auditor's interim review conclusion is not modified in respect of the matter; and
- (e) The statements in paragraphs 108(a) and 108(c).

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Conclusion is not modified in respect of the matter.

Should this be "continues to exist" as it is not for new c  
different reasons, but instead it continues from what w  
included in the previous annual financial statements ar  
auditor's report? This would also distinguish it from the  
next scenario that events or conditions have been ider  
during the interim period relating to MURTCG.  
interim period that may cast significant doubt

#### Other Circumstances Related to Going Concern

111. If a matter related to going concern, other than a material uncertainty, is disclosed in the interim financial information and, in the auditor's judgment, the matter is of such importance that it is fundamental to users' understanding of the interim financial information, the auditor shall, in the separate Going Concern section required by paragraph 108, include: (Ref: Para. A174-A175)

- (a) A reference to the related disclosure(s) in the interim financial information
- (b) A statement that the auditor's interim review conclusion is not modified in respect of the matter

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#### Inadequate Disclosures About a Material Uncertainty Related to Going Concern

112. If the auditor's evaluation in accordance with paragraph 108 indicates that a material uncertainty related to going concern exists that has not been adequately disclosed, the auditor shall:

- (a) Express a qualified or adverse conclusion, as appropriate, in accordance with paragraph 101
- (b) In the Basis for Qualified (or Adverse) Conclusion, state that a material uncertainty exists and that the interim financial information does not adequately disclose this matter; and

How would this inclusion in the GC section (as per paragraph 108(c)) practically work? The GC section states nothing has come to the auditor's attention, and then reference is made to a disclosure (without sufficient context or linkage) and then a statement that the conclusion is not modified which is not included in the GC section otherwise (which may be incorrectly interpreted by users that the conclusion is modified if only para 108 is applicable). If applicable, could this be included in a sub-section within the GC section? Should it be placed at the start of the GC section?

- (c) Include a separate section in the interim review report, with the heading "Material Uncertainty Related to Going Concern," that draws attention to the Basis for Qualified (Adverse) Conclusion section of the auditor's interim review report, and includes the statements in paragraphs 108(a) and 108(c).

#### Use of Going Concern Basis of Accounting is Inappropriate

113. If the interim financial information has been prepared on a going concern basis and the auditor's evaluation in accordance with paragraph 108 indicates that, in the auditor's professional judgment, management's use of the going concern basis of preparation of the interim financial information is inappropriate, the auditor shall:

- (a) The auditor shall express an adverse conclusion
- (b) Unless required by law or regulation, the auditor shall not include separate sections on Going Concern or Material Uncertainty Related to Going Concern in the auditor's interim review report.

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How would the statements in para 108 be applicable "as is" in these circumstances? Even more so if an adverse conclusion is expressed. I know that 108(a) relates to whether the GC basis of accounting is appropriate, but could this be confusing for users? If 108(c) is included "as is", does the reference to "not a guarantee as to the entity's ability to continue as a going concern" potentially dilute the qualified or adverse conclusion. Why is this needed in these circumstances?

#### Considerations If the Auditor Disclaims a Conclusion on the Interim Financial Information

114. If the auditor disclaims a conclusion on the interim financial information in accordance with paragraph 103(b), the auditor shall not include separate sections on Going Concern or Material Uncertainty Related to Going Concern in the auditor's interim review report. (Ref: Para. A176)

#### Other Reporting Responsibilities

115. If the auditor addresses reporting responsibilities in the interim review report that are in addition to the auditor's responsibilities under this ISRE, the auditor shall include a separate section in the interim review report, with an appropriate heading. (Ref: Para. A177-A178)



*Date of the Auditor's Interim Review Report*

116. The auditor's interim review report shall be dated no earlier than the date on which the auditor has obtained sufficient appropriate evidence on which to base the auditor's conclusion on the interim financial information, including evidence that: (Ref: Para. A179–A182)
- (a) All the statements and disclosures that comprise the interim financial information have been prepared; and
  - (b) Those with the recognized authority have asserted that they have taken responsibility for that interim financial information.

*Emphasis of Matter Paragraph*

117. If the auditor considers it necessary to draw users' attention to a matter presented or disclosed in the interim financial information that, in the auditor's judgment, is of such importance that it is fundamental to users' understanding of the interim financial information and this is not prohibited by law or regulation, the auditor shall do so in a paragraph in the auditor's interim review report, with an appropriate heading that includes the term "Emphasis of Matter" that also indicates that the auditor's conclusion is not modified in respect of the matter.

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*Other Matter Paragraph*

118. If the auditor considers it necessary to communicate a matter that is not prohibited by law or regulation, the auditor's review report, with the heading "Other Matter" or other appropriate heading, in the auditor's interim review report and

Should this include where the EOM paragraph should be placed in the review report? Or perhaps this can be included in guidance (although this may not promote consistency) in the auditor's judgment, is relevant to users

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**Comparative Information**

119. If comparative information is included in the interim financial information, the auditor shall obtain sufficient evidence about whether:
- (a) The comparative information agrees with the amounts and other disclosures presented in the prior period; and
  - (b) The accounting policies reflected in the comparative information are consistent with those applied in the current period.

Should this include where the OM paragraph should be placed in the review report? Or perhaps this can be included in guidance (although this may not promote consistency).

**Documentation**

*Form, Content and Extent of Engagement Documentation*

120. The auditor shall prepare, on a timely basis, documentation that is sufficient to enable an experienced auditor, having no previous connection with the engagement, to understand: (Ref: Para. A184)
- (a) The nature, timing and extent of the procedures performed to comply with this ISRE and applicable legal and regulatory requirements;
  - (b) The results of the procedures performed, and the auditor's conclusions formed on the basis of those results; and

- (c) Significant matters arising during the engagement, the auditor's conclusions reached thereon, and significant professional judgments made in reaching those conclusions.
- 121. If the auditor identified information that is inconsistent with the auditor's final conclusion regarding a significant matter, the auditor shall document how the auditor addressed the inconsistency.
- 122. In documenting the nature, timing and extent of procedures performed, the auditor shall record:
  - (a) Who performed the work and the date such work was completed; and
  - (b) Who reviewed the work performed, and the date and extent of such review.
- 123. The auditor shall also document discussions with management, those charged with governance, and others as relevant to the performance of the interim review engagement, related to significant matters arising during the engagement, including the nature of the significant matters discussed, and when and with whom the discussions took place.

#### *Assembly of the Engagement Documentation*

- 124. The auditor shall assemble the interim review engagement documentation in an interim review engagement file, and complete the administrative process of assembling the final engagement file on a timely basis after the date of the auditor's interim review report. After the assembly of the final engagement file has been completed, the auditor shall not delete or discard engagement documentation of any nature before the end of its retention period. (Ref: Para. A185-A186)
- 125. If the auditor finds it necessary to modify existing engagement documentation or add new engagement documentation after the assembly of the final interim review engagement file has been completed, the auditor shall, regardless of the nature of the modifications or additions, document:
  - (a) The specific reasons for making them; and
  - (b) When and by whom they were made and reviewed.

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## **Application and Other Explanatory Material**

### **Scope of this ISRE (Ref: Para. 1)**

- A1. This ISRE applies to interim review engagements performed by the auditor of the entity's annual financial statements. In many cases, the auditor will have audited the entity's previous annual financial statements and be engaged to audit the current-period annual financial statements, or the auditor may expect to be engaged to do so (e.g., the auditor's appointment has been approved by the entity's shareholders for the current period but an engagement letter has not yet been signed). In other cases, the auditor may not expect to be engaged to audit the current period annual financial statements (e.g., the entity may have commenced the process of appointing a successor auditor). In these circumstances, the auditor may perform an interim review engagement in accordance with this ISRE to provide for an appropriate transition until the appointment of the successor auditor becomes effective.
- A2. The auditor of the entity's annual financial statements performs the audit in accordance with the ISAs. The ISAs have been written for audits of historical financial information and do not apply to other



assurance engagements, including interim review engagements. However, certain aspects of an interim review engagement in accordance with this ISRE may be addressed in connection with the audit engagement (e.g., requirements related to acceptance and continuance of the engagement). Accordingly, the auditor may find it useful to refer to the ISAs for guidance on those aspects of the interim review engagement.

*Reviews of Interim Financial Information by a Practitioner Who Is Not the Auditor of the Entity's Annual Financial Statements (Ref: Para. 3)*

- A3. Through performing the audit of the entity's annual financial statements, the auditor obtains an understanding of the entity and its environment, the applicable financial reporting framework and the entity's system of internal control. Accordingly, when the auditor is engaged to perform an interim review engagement for that entity in accordance with this ISRE, the auditor updates this understanding, which assists the auditor with designing the review procedures to be performed.
- A4. A practitioner who is not the auditor of the entity's annual financial statements does not ordinarily have this level of understanding of the entity and its environment, the applicable financial reporting framework and the entity's system of internal control. Therefore, that practitioner performs an interim review engagement in accordance with ISRE 2400 (Revised).

*Relationship with ISQM 1 (Ref: Para. 4)*

- A5. Firms or national requirements may use different terminology or frameworks to describe the components of the system of quality management. 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.

**An Interim Review Engagement**

*The Applicable Financial Reporting Framework for Interim Financial Information (Ref: Para. 6)*

- A6. Local law or regulation, securities regulation, stock exchange rules, or jurisdictional standards may specify the financial reporting framework used to prepare the interim financial information, the period for which it is prepared (e.g. quarterly or half-yearly), or whether the interim financial information is required to be reviewed, or possibly audited, by the independent auditor of the entity's annual financial statements.
- A7. The applicable financial reporting framework may, for example, consist of recognized financial reporting standards supplemented by other requirements in law or regulation relating to interim financial reporting.
- A8. The applicable financial reporting framework may require, or may permit, an entity to provide less information at interim dates than in its annual financial statements. In addition, the requirements for preparing interim financial information may be different from those for a complete set of annual financial statements. For example, the financial reporting framework may permit a greater use of estimates than in the annual financial statements, or permit the interim financial information to be presented in the form of condensed financial statements and explanatory notes. Certain disclosures may not be required in condensed interim financial statements, which are focused on new activities,

events, and circumstances since the previous annual reporting period. In these circumstances, the financial reporting framework may require, or management may choose to include, in the interim financial information, a statement that the condensed interim financial information is to be read in conjunction with the latest annual audited financial statements. This also presumes that the users of the interim financial information will have access to the latest audited financial statements, such as is the case with publicly traded entities.

**Objectives** (Ref: Para. 12)

- A9. In certain circumstances, law or regulation may not permit withdrawal from the engagement. For example, this may be the case in the public sector, where the option of withdrawing from the engagement may not be available because of the nature of the applicable legal mandate based on public interest considerations, or in jurisdictions where an auditor is appointed for a specific period and is prohibited from withdrawing before the end of that period. In these circumstances, the auditor may consider it necessary to include an Other Matter paragraph in the auditor's interim review report in accordance with paragraph 118, to explain why it is not possible to withdraw from the engagement.

**Definitions**

*Other Information* (Ref: Para. 13(g))

- A10. Depending on law, regulation or custom in a particular jurisdiction, other information may include, for example, management commentary, performance summaries, or a chairperson's statement, when included in the document that also contains the interim financial information and the auditor's report thereon.
- A11. Documents such as, for example, preliminary announcements of financial information and securities offering documents, including prospectuses, that may include interim financial information, are not considered other information for the purpose of this ISRE.

*Group Interim Review Engagements* (Ref: Para. 14)

- A12. The Glossary includes, for example, definitions of component, component auditor, group audit, group auditor, group engagement partner, and group financial statements.

**Conduct of a Review Engagement in Accordance with this ISRE**

*Text of this ISRE* (Ref: Para. 15)

- A13. This ISRE contains the objectives of the auditor in following the ISRE, which provide the context in which the requirements of this ISRE are set, and which are intended to assist the auditor in understanding what needs to be accomplished in an interim review engagement.
- A14. This ISRE contains requirements, expressed using "shall," designed to enable the auditor to meet the objectives. In addition, it contains introductory material, definitions, and application and other explanatory material, that provide context relevant to a proper understanding of the ISRE. The application and other explanatory material provides further explanation of the requirements and guidance for carrying them out. While such guidance does not impose a requirement, it is relevant to the proper application of the requirements. The application and other explanatory material may also



provide background information on matters addressed in this ISRE that assists in the application of the requirements.

- A15. In performing an interim review engagement, the auditor may be required to comply with legal or regulatory requirements, which may differ from the requirements established in this ISRE. This ISRE does not override law or regulation that governs a review of interim financial information. In the event that such law or regulation differs from the requirements of this ISRE, an interim review engagement conducted only in accordance with such law or regulation will not necessarily comply with this ISRE.

#### **Complying with Relevant Requirements (Ref: Para. 18-19)**

- A16. The requirements of this ISRE are designed to enable the auditor to achieve the objectives specified in the ISRE. Accordingly, other than in exceptional circumstances, the auditor is required to comply with each requirement that is relevant in the circumstances of the interim review engagement. A requirement is relevant unless the requirement is conditional and the condition does not exist. For example, the requirement to modify the auditor's conclusion when there is an inability to obtain sufficient appropriate evidence is not relevant when there is no such inability.

#### **Relevant Ethical Requirements (Ref: Para. 20)**

- A17. Relevant ethical requirements may include provisions that apply for both audit and review engagements. For example, the provisions related to independence in Part 4A of the IESBA Code apply to both audit and review engagements unless otherwise stated. The IESBA Code sets out fundamental principles that establish the standard of behavior expected of a professional accountant: integrity, objectivity, professional competence and due care, confidentiality, and professional behavior. The IESBA Code specifies the required approach for a professional accountant to comply with the fundamental principles and, when applicable, the International Independence Standards. Law or regulation in a jurisdiction may also contain provisions addressing ethical requirements, including independence, such as privacy laws affecting the confidentiality of information.
- A18. The IESBA Code describes independence as comprising both independence of mind and independence in appearance. The auditor's independence safeguards the auditor's ability to form a conclusion without being affected by influences that might otherwise compromise that conclusion. Independence enhances the auditor's ability to act with integrity, to be objective and to maintain an attitude of professional skepticism.

#### **Professional Skepticism and Professional Judgment**

##### *Professional Skepticism (Ref: Para. 21)*

- A19. Professional skepticism is necessary for the critical assessment of evidence. This includes:
- Considering all evidence obtained, including evidence that appears inconsistent with other evidence, and evidence that appears to contradict what is presented in the interim financial information.
  - Questioning the reliability of information intended to be used as evidence, including responses to inquiries, obtained from management and those charged with governance.

- Considering the sufficiency and appropriateness of evidence obtained in light of the engagement circumstances.

A20. Professional skepticism includes being alert to, for example:

- Information that calls into question the reliability of information intended to be used as evidence, including responses to inquiries.
- Conditions that may indicate possible misstatement due to fraud or error.
- Any other circumstances that suggest the need for additional procedures.

A21. Maintaining professional skepticism throughout the interim review engagement the risks of:

- Overlooking unusual circumstances.
- Over-generalizing when drawing conclusions from evidence obtained.
- Using inappropriate assumptions in determining the nature, timing, and in evaluating the results thereof.

Ronnie Vogt  
2026-06-26 00:22:55

Another example of this. Should be "additional review procedures"?

Ronnie Vogt  
2026-06-26 00:24:07

A22. The auditor cannot be expected to disregard past experience of the honesty and integrity of the entity's management and those charged with governance. Nevertheless, a belief that management and those charged with governance are honest and have integrity does not relieve the auditor of the need to maintain professional skepticism, nor allow the auditor to be satisfied with evidence that is inadequate for the purpose of the interim review engagement.

A23. ISA 220 (Revised)<sup>6</sup> includes application material describing possible impediments to the exercise of professional skepticism at the engagement level. The auditor may find it useful to refer to such guidance when considering such matters in the context of an interim review engagement.

#### Professional Judgment (Ref: Para. 22)

A24. Professional judgment is essential to the proper conduct of an interim review engagement. The distinguishing feature of the professional judgment expected of the auditor is that it is exercised by an auditor whose training, knowledge and experience, including in the use of assurance skills and techniques, have assisted in developing the necessary competencies to achieve reasonable judgments.

A25. Professional judgment is necessary, in particular:

- Regarding decisions about materiality, and about the nature, timing and extent of procedures performed.
- When evaluating whether the evidence obtained from the procedures performed reduces the engagement risk to a level that is acceptable in the engagement.
- When considering management's judgments in applying the framework.

Ronnie Vogt  
2026-06-26 00:25:32

Should these refer to "review procedure

<sup>6</sup> ISA 220 (Revised), *Quality Management for an Audit of Financial Statements*, paragraphs A34-A36



- When forming the conclusion on the interim financial information based on the evidence obtained, including considering the reasonableness of the estimates made by management in preparing the interim financial information.
- A26. The exercise of professional judgment by the auditor is based on the facts and circumstances of the interim review engagement, including matters such as:
- Knowledge acquired from previous audits and interim review engagements, where applicable.
  - The auditor's understanding of the entity and its environment, including its system of internal control, and of the application of the applicable financial reporting framework in the entity's industry.
  - The extent to which the preparation and presentation of the interim financial information in accordance with the applicable financial reporting framework requires the exercise of management judgment.
- A27. Professional judgment is not to be used as the justification for decisions that are not otherwise supported by the facts and circumstances of the engagement, or the evidence obtained.

### **Engagement-Level Quality Management**

#### *Managing and Achieving Quality on the Engagement (Ref: Para. 23(a))*

- A28. The engagement partner remains ultimately responsible, and therefore accountable, for compliance with the requirements of this ISRE. The engagement partner may assign the design or performance of procedures, tasks or actions related to a requirement of this ISRE to other appropriately skilled or suitably experienced members of the engagement team. However, this does not diminish the requirement for the engagement partner to take overall responsibility for managing and achieving quality on the engagement, for example, through direction and supervision of those members of the engagement team, and review of their work.
- A29. Taking responsibility for managing and achieving quality on the interim review engagement, may also include emphasizing, through the engagement partner's actions and behaviors, and appropriate messaging to the other members of the engagement team, the importance of:
- (a) Performing work that complies with professional standards and regulatory and legal requirements.
  - (b) Exercising professional skepticism throughout the engagement.
  - (c) Complying with the firm's quality management policies or procedures as applicable.
  - (d) Issuing an interim review report that is appropriate in the circumstances.
  - (e) The engagement team's ability to raise concerns without fear of reprisals.
- A30. Being sufficiently and appropriately involved throughout the interim review engagement may be demonstrated by the engagement partner in different ways, including:
- Taking responsibility for the nature, timing and extent of the direction and supervision of the members of the engagement team, and the review of their work in complying with the requirements of this ISRE.

- Varying the nature, timing and extent of such direction, supervision and review in the context of the nature and circumstances of the engagement.

*Engagement Performed in Accordance with the Firm's Quality Management Policies or Procedures* (Ref: Para. 23(c))

- A31. ISQM 1 deals with the firm's responsibilities to design, implement and operate a system of quality management for audits or reviews of financial statements, or other assurance or related services engagements. Under ISQM 1,<sup>7</sup> the objective of the firm is to design, implement and operate a system of quality management that provides the firm with reasonable assurance that:
- (a) The firm and its personnel fulfill their responsibilities in accordance with professional standards and applicable legal and regulatory requirements, and conduct engagements in accordance with such standards and requirements; and
  - (b) Engagement reports issued by the firm or engagement partners are appropriate in the circumstances.<sup>8</sup>
- A32. Within the context of the firm's system of quality management, the engagement team, led by the engagement partner, has a responsibility to implement the firm's policies or procedures applicable to the interim review engagement, and communicate to the firm information arising from the interim review engagement that is required to be communicated by the firm's policies or procedures to support the firm's system of quality management.
- A33. Ordinarily, the engagement team may depend on the firm's quality management policies or procedures unless:
- The engagement team's understanding or practical experience indicates that the firm's policies or procedures will not effectively address the nature and circumstances of the engagement; or
  - Information provided by the firm or other parties about the effectiveness of such policies or procedures suggests otherwise (e.g., information provided by the firm's monitoring activities, external inspections or other relevant sources indicates that the firm's policies or procedures are not operating effectively).
- A34. The firm's policies or procedures may address audit and interim review engagements separately, or such policies or procedures may cover both types of engagements since both are performed by the auditor of the entity's annual financial statements.<sup>9</sup> The engagement team may depend on the firm's policies or procedures related to, for example:
- Competence and capabilities of personnel through their recruitment and formal training.
  - Independence, through the accumulation and communication of relevant independence information.

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<sup>7</sup> ISQM 1, paragraph 1

<sup>8</sup> ISQM 1, paragraph 14

<sup>9</sup> ISA 220 (Revised) deals with the specific responsibilities of the auditor regarding quality management at the engagement level for an audit of financial statements.



- Maintenance of client relationships through the firm's policies or procedures for acceptance and continuance of client relationships and interim review engagements.
- Adherence to regulatory and legal requirements through the firm's monitoring and remediation process.

*Firm Policies or Procedures for the Acceptance and Continuance of Interim Review Engagements* (Ref: Para. 23(c)(i))

- A35. The firm's policies or procedures for the acceptance and continuance of audit client relationships and audit engagements may also address interim review engagements because both audit and interim review engagements are performed by the independent auditor of the entity's annual financial statements. Consequently, the terms of the interim review engagement may be incremental to or, in some jurisdictions, may form part of, the terms agreed upon for the audit of the annual financial statements.
- A36. Information that assists the engagement partner in determining whether the firm's policies or procedures for the acceptance and continuance of client relationships and interim review engagements have been followed, and that conclusions reached are appropriate, may include information concerning:
- The integrity of the principal owners, key management and those charged with governance.
  - Significant matters that have arisen during the current or a previous interim review engagement, or the previous audit, and their implications for continuing the relationship.
- A37. The firm's policies or procedures may also address circumstances in which the results of the auditor's procedures for acceptance or continuance of the interim review engagement may have implications for the acceptance or continuance of the related audit engagement. Such policies or procedures may include communicating relevant information promptly to the firm in these circumstances, so that the firm and the engagement partner can take the necessary action.
- A38. The firm's policies or procedures may also address circumstances in which the interim review engagement is the first engagement performed for a new audit client. In these circumstances, the firm's policies or procedures may require communication with the predecessor auditor, including a request to review the predecessor auditor's audit documentation. Such communication may provide useful information for the client acceptance process, as well as for obtaining an initial understanding of the entity and its environment, the applicable financial reporting framework and the entity's system of internal control in accordance with paragraph 43.
- A39. The auditor's consideration of acceptance and continuance of client relationships and interim review engagements, occurs throughout the engagement, as conditions and changes in circumstances occur.

*Sufficient and Appropriate Resources to Perform the Engagement* (Ref: Para 23(c)(ii))

- A40. This ISRE requires the engagement partner to take overall responsibility for the engagement being performed in accordance with the firm's quality management policies or procedures, including determining that sufficient and appropriate resources to perform the engagement are assigned or

made available in a timely manner. For a group interim review engagement, such resources may include component auditors. See also paragraph 39.

- A41. As described in ISQM 1,<sup>10</sup> engagement resources include human, technological and intellectual resources. In determining that sufficient appropriate resources are made available to the engagement team to perform the engagement in a timely manner, the engagement partner may consider, for example, whether technological tools that have been approved for use by the firm, and which the engagement team has expertise in, are available.

*Engagement Quality Review for the Interim Review Engagement* (Ref: Para. 23(c)(v))

- A42. ISQM 1<sup>11</sup> also deals with the firm's responsibility to establish policies or procedures addressing engagements that are required to be subject to engagement quality reviews. ISQM 2<sup>12</sup> deals with the appointment and eligibility of the engagement quality reviewer, and the performance and documentation of the engagement quality review.
- A43. When an engagement quality review is performed, the engagement quality reviewer is required to notify the engagement partner when the engagement quality review is complete.<sup>13</sup> Therefore, this ISRE requires that the interim review report not be dated until the completion of the engagement quality review (see paragraph 95(i)).

*Considering Information from the Firm's Monitoring and Remediation Process* (Ref: Para. 24)

- A44. In considering information from the firm's monitoring and remediation process that may affect the interim review engagement, the engagement partner may consider deficiencies<sup>14</sup> identified in the firm's system of quality management and the remedial actions undertaken by the firm to address those deficiencies. A deficiency in the firm's system of quality management does not necessarily indicate that an interim review engagement was not performed in accordance with professional standards and applicable legal and regulatory requirements, or that the auditor's interim review report was not appropriate.

## **Acceptance and Continuance of the Interim Review Engagement**

*Preconditions for Accepting an Interim Review Engagement*

The Applicable Financial Reporting Framework (Ref: Para. 25(a))

- A45. Without an acceptable financial reporting framework, management does not have an appropriate basis for the preparation of the interim financial information, and the auditor does not have suitable criteria for the review of the interim financial information.
- A46. A condition for acceptance and continuance of an assurance engagement is that the criteria are suitable and available to intended users. The requirements of the applicable financial reporting

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<sup>10</sup> ISQM 1, paragraph 32

<sup>11</sup> ISQM 1, paragraph 2

<sup>12</sup> ISQM 2, *Engagement Quality Reviews*

<sup>13</sup> ISQM 2, paragraph 27

<sup>14</sup> ISQM 1, paragraph 16(a)



framework determine the form and content of the interim financial information, including what constitutes a complete set of interim financial statements and, if permitted by the framework, requirements for the presentation of condensed interim financial information (see also paragraph A8). Some financial reporting frameworks are fair presentation frameworks, while others are compliance frameworks (see paragraph 13(b)). The applicable financial reporting framework provides the criteria the auditor uses to review the interim financial information including, where relevant, the fair presentation of the interim financial information.

- A47. In many cases, in the absence of any indications to the contrary, the auditor may presume that the applicable financial reporting framework is acceptable (e.g., a financial reporting framework that is prescribed by law or regulation in a jurisdiction to be used in the preparation of interim financial information for certain types of entities).
- A48. The auditor's determination of the acceptability of the financial reporting framework to be applied in the preparation of the interim financial information may include consideration of factors such as:
- The purpose of the interim financial information (e.g., whether it is prepared to meet the common financial information needs of a wide range of users or the financial information needs of specific users).
  - The nature of the interim financial information (e.g., whether the interim financial information is a complete set of interim financial statements or a condensed set of interim financial statements).
  - Whether the applicable financial reporting framework is prescribed in relevant law or regulation.
- A49. Deficiencies in the applicable financial reporting framework indicating that the framework is not acceptable may be encountered after the interim review engagement has been accepted. When use of that financial reporting framework is not prescribed by law or regulation, management may decide to adopt another framework that is acceptable. When management does so, the auditor is required, in accordance with paragraph 37, to agree the new terms of the interim review engagement with management to reflect the change in the applicable financial reporting framework.

#### Responsibilities of Management (Ref: Para. 25(b))

- A50. The interim financial information of an entity is prepared by management of the entity with oversight from those charged with governance. This ISRE does not impose responsibilities on management and those charged with governance, nor does it override law or regulation that govern their respective responsibilities. An interim review engagement in accordance with this ISRE is conducted on the premise that management and, where appropriate, those charged with governance have acknowledged certain responsibilities that are fundamental to the conduct of the interim review engagement. The review of the interim financial information by the entity's auditor does not relieve management or those charged with governance of their responsibilities.
- A51. The responsibilities of management outlined in paragraph 25(b) are similar to those that management acknowledges and understands it has in connection with the audit of the financial statements.<sup>15</sup> However, the responsibilities in paragraph 25(b) are related specifically to the preparation of interim

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<sup>15</sup> ISA 210, paragraph 6(b)

financial information and the review of that information by the auditor. Because of the importance of the preconditions for undertaking a review of interim financial information, the auditor is required to obtain the agreement of management that it understands these responsibilities before accepting the interim review engagement. The auditor may obtain management's agreement either orally or in writing, but management's agreement is subsequently recorded within the written terms of the engagement. As explained in paragraph A35, the terms of the interim review engagement may be incremental to, or form part of, the terms agreed upon for the audit of the annual financial statements.

Ronnie Vogt  
2026-07-03 05:31:13

*Other Factors Affecting Acceptance of the Interim Review Engagement* (Ref: Para. 28)

Refer to the comment relating to para. 25(b) at

A52. Whether the engagement exhibits a rational purpose may be influenced by the intended use and intended users of the interim financial information. In many cases, interim review engagements may be required by law or regulation. If so, the auditor may presume, in the absence of indications to the contrary, that the engagement has a rational purpose.

A53. An example of an interim review engagement that may not have a rational purpose may be when the engagement is intended to meet compliance requirements of relevant law or regulation, and such law or regulation requires the interim financial information to be audited rather than reviewed.

*Agreeing the Terms of Engagement* (Ref: Para. 33-35)

A54. As explained in paragraph A35, the firm's policies or procedures may address the acceptance and continuance of audit client relationships and audit and interim review engagements together, including as part of a single engagement letter. In some jurisdictions, it may be necessary to address the terms of the engagement to review interim financial information in a separate engagement letter because the audit of the financial statements may be required by corporate or commercial law, while reviews of interim financial information may be required by securities regulation. This ISRE does not preclude combining the terms of engagement to review interim financial information with the terms of engagement to audit the annual financial statements in appropriate circumstances.

*Engagement Letter or Other Suitable Form of Written Agreement* (Ref: Para. 34)

A55. Agreeing the terms of the engagement in a written engagement letter prior to commencing the interim review engagement helps to avoid misunderstandings between the auditor and the entity's management or, as applicable, those charged with governance with respect to the interim review engagement.

*Form and content of the engagement letter*

A56. The form and content of the engagement letter may vary for each engagement. In addition to the matters required by paragraph 34, an engagement letter may address, for example:

- Arrangements concerning the involvement of component auditors and auditors' experts in the interim review engagement.
- Arrangements to be made with the predecessor auditor, if any, in the case of a first-time interim review engagement.



- The fact that an interim review engagement will not satisfy any statutory or third-party requirements for an audit.
- The intended use and distribution of the interim financial information, and any restrictions on the use or distribution, if applicable.
- Management's agreement to provide written representations to the auditor.
- Management's agreement to inform the auditor of facts that may affect the interim financial information of which management may become aware during the period commencing on the date of the auditor's interim review report to the date the interim financial information is issued.
- A request for management to acknowledge receipt of the engagement letter and to agree to the terms of the engagement outlined therein.
- Agreement from management and, where appropriate, those charged with governance that, if any document containing the interim financial information indicates that the interim financial information has been reviewed by the entity's auditor, the interim review report will also be included in that document.

Responsibilities of management prescribed by law or regulation (Ref: Para. 34(c))

A57. The written terms of agreement may use the wording of the law or regulation if the law or regulation establishes responsibilities for management that are equivalent in effect to those described in paragraph 25(b).

Recurring Engagements (Ref: Para. 35)

A58. Whether the interim review engagement is addressed in a separate engagement letter or as part of the engagement letter for the audit, the auditor may decide not to send a new engagement letter or other written agreement each period. Factors that may indicate that it is appropriate to revise the terms of the interim review engagement, or to remind management and those charged with governance, as appropriate, of the existing terms of the interim review engagement, may include, for example:

- Any indication that management misunderstands the objective and scope of the interim review.
- Any revised or special terms of the engagement.
- A change in legal or regulatory requirements affecting the entity.
- A change in the applicable financial reporting framework used to prepare the interim financial information.

*Change in the Terms of the Interim Review Engagement* (Ref: Para. 36)

A59. A change in circumstances that affects the entity's requirements, or a misunderstanding concerning the nature of the interim review engagement, may be considered a reasonable justification for requesting a change to the terms of the interim review engagement. In contrast, a change may not be considered reasonable if it appears that the change relates to interim financial information that is incorrect, incomplete or otherwise unsatisfactory.

*Considerations Specific to Public Sector Entities*

- A60. Law or regulation governing interim review engagements in the public sector ordinarily mandates the appointment of the auditor and often sets out the auditor's responsibilities and powers, including the power to access an entity's records and other information. Consequently, engagement letters may not be a widespread practice in the public sector. The auditor may nonetheless consider that there are benefits in agreeing with the entity the terms of the interim review engagement by way of an engagement letter, setting out the matters referred to in paragraph 34.

**Communications with Management and Those Charged with Governance** (Ref: Para. 38)

- A61. In a review of interim financial information, the auditor's communications with management and those charged with governance take the form of:
- (a) Inquiries the auditor makes in the course of performing the interim review engagement; and
  - (b) Other communications, in the context of having effective two-way communication to understand matters arising and to develop a constructive working relationship for the engagement.
- A62. As a result of performing the review of interim financial information, the auditor may become aware of matters that in the auditor's professional judgment, are significant to those charged with governance, who have responsibility for overseeing the financial reporting and disclosure process, while some matters may only need to be brought to management's attention. The appropriate timing of communications will vary depending on considerations such as the nature and significance of the matter, and the action expected to be taken by management or those charged with governance.



## Examples

Matters that may be significant for the responsibilities of those charged with governance:

- Any identified or suspected fraud involving management or employees with significant roles in internal control, that has come to the auditor's attention (see paragraph 57)
- Identified or suspected fraud that has come to the auditor's attention, that involves other parties, that is not clearly inconsequential (see paragraph 57)
- Matters involving non-compliance with laws and regulations that have come to the auditor's attention, other than when these matters are clearly inconsequential (see paragraph 57)
- Significant matters discussed with management, such as, for example:
  - Significant events or transactions in the period that were brought to the auditor's attention;
  - Areas of disagreement with management, including any areas of management bias
- Significant difficulties encountered during the engagement, such as, for example:
  - Significant delays by management, the unavailability of entity personnel, or an unwillingness by management to provide information necessary for the auditor to perform procedures.
  - An unreasonably brief time within which to complete the engagement.
  - Extensive unexpected effort required to obtain sufficient appropriate evidence.
  - The unavailability of expected information.

## Planning and Performing the Engagement

Group Interim Review Engagements (Ref: Para 39-40)

- Ronnie Vogt**  
2026-07-07 08:12:57
- A63. The objective in a group interim review is to obtain limited assurance about whether the group interim financial information is a whole is free of material misstatement. In applying the requirements of paragraph 23(c), the group engagement partner may determine, based on professional judgment, that it is possible to obtain sufficient appropriate evidence as the basis for forming a conclusion on the group interim financial information by performing procedures at the group level alone. Alternatively, the group engagement partner may, and often will, determine that component auditors are to be involved. For example, component auditors may be asked to provide information, or to perform review procedures on the group interim financial information.
- Ronnie Vogt**  
2026-07-07 08:13:06
- A64. In determining the nature, timing and extent of involvement of component auditors, if any, the group auditor may consider factors such as, for example, whether:
- The component auditors are involved in performing the audit of the group's annual financial statements, and if so, the reasons for that involvement, and whether those reasons may also be relevant in the context of the interim review engagement.
- Ronnie Vogt**  
2026-07-07 08:13:18
- Suggest adding "group" to the start of this.

- The component is a new component of the group.
- An element of unpredictability is necessary.
- Significant events or transactions have occurred in a component since the date of the most recent annual financial statements, and whether information about those events may be available at the group level.
- The interim financial information of the component is significant to the group as a whole.
- It is practicable to perform inquiries and other review procedures at the group level or through shared service centers.

Ronnie Vogt  
2026-07-07 08:13:35

Shouldn't this just be "perform review procedures"?

- A65. If component auditors are involved in performing procedures to obtain evidence in an interim review engagement, the group engagement partner remains responsible, and therefore accountable, for obtaining sufficient appropriate evidence as the basis for the conclusion on the group interim financial information. Clear and timely communication between the auditor and component auditors about their respective responsibilities supports achieving this objective. For example, the auditor should provide clear direction to component auditors about the nature, timing, and extent of their involvement in the interim review engagement, and the matters expected to be communicated to the group auditor and the form of such communications, support establishing the basis for effective two-way communication. Such communications may also include communications about the relevant ethical requirements, including those related to independence, that apply to the group interim review engagement.

Ronnie Vogt  
2026-07-07 08:13:46

Suggest adding "group" so it is "a group interim review engagement".

Ronnie Vogt  
2026-07-07 08:13:56

Suggest adding "group" here.

#### Materiality (Ref: Para. 41)

- A66. The auditor's determination of materiality is a matter of professional judgment that involves quantitative and qualitative considerations. The determination is affected by the auditor's perception of the financial information needs of users of the interim financial information and is made in the context of the applicable financial reporting framework used in preparing the interim financial information and of the periods covered therein.

- A67. Some financial reporting frameworks may include a discussion of the context of the preparation and presentation of interim financial information as a reference for the determination of materiality by the auditor. In the context of the framework, the following principles may be applied:

Ronnie Vogt  
2026-07-07 08:11:27

Is "surrounding circumstances" the appropriate language to use? It also seems like this bullet point is sandwiched in the middle of the other two bullet points which may not be the intended link directly together.

- Misstatements, including omissions, are considered material if, in the aggregate, could reasonably be expected to influence the economic decisions of users taken on the basis of the interim financial information;
- Judgments about materiality are made in light of surrounding circumstances, and are affected by the size or nature of a misstatement, or a combination of both; and
- Judgments about matters that are material to users of the interim financial information are based on a consideration of the common financial information needs of users as a group. The size or nature of a 'potential' misstatement may vary widely, and the possible effect of misstatements on specific individual users, which may not be considered.

Ronnie Vogt  
2026-07-07 08:11:39

The size or nature of a 'potential' misstatement?



A68. In the audit of the entity's annual financial statements, the auditor may have applied a percentage to a chosen benchmark as a starting point in determining a quantitative materiality for the financial statements as a whole.<sup>16</sup> In an interim review engagement, the auditor may use the same benchmark and an appropriate percentage as a starting point for the interim financial information as a whole, or may consider other factors.

Ronnie Vogt

2026-07-07 08:11:55

A69. In some circumstances, such as when an entity's operations for the current interim period differ significantly from the prior interim period or the interim financial information will communicate material to the group auditor based on a lower amount. This is strange based on the nature of review procedures. Why the purpose of the inclusion of this?

A70. In a group interim review engagement, the materiality determined in accordance with paragraph 41 is the materiality for the group interim financial information as a whole. The auditor may consider designating an amount, lower than materiality for the group interim financial information as a whole, to be used by component auditors, for example, for purposes of communicating matters identified in the component financial information to the group auditor.

#### Revising Materiality (Ref: Para. 42)

A71. The auditor's determination of materiality for the interim financial information as a whole may need to be revised during the engagement. Such changes may result from matters such as:

- A change in the circumstances that occurred during the review (for example, a decision to dispose of a major part of the entity's business).
- New information, or a change in the auditor's understanding of the entity and its environment, as a result of performing procedures for the review if information comes to the auditor's attention during the review. If the interim financial results are likely to be substantially different from the annual financial results that were used initially to determine materiality for the engagement).

Ronnie Vogt

2026-07-07 08:12:13

#### Obtaining an Understanding of the Entity and Its Environment, the Applicable Financial Reporting Framework and the Entity's System of Internal Control (Ref: Para. 43)

A72. When performing an audit of the entity's annual financial statements, the auditor obtains an understanding of the entity and its environment, the applicable financial reporting framework and the entity's system of internal control as it relates to the preparation of the annual financial statements, and identifies and assesses the risks of material misstatement of the financial statements.<sup>17</sup> This ISRE does not require the identification and assessment of the risks of material misstatement of the interim financial information. However, the auditor's risk assessment procedures and other work performed for the most recent annual audit inform the auditor's identification of areas in the interim financial information where material misstatements are likely to arise and therefore provide a basis for designing review procedures to address those areas.

A73. In performing the interim review engagement, the auditor updates the understanding and leveraging the knowledge

Ronnie Vogt

2026-07-07 07:39:14

<sup>16</sup> See ISA 320, *Materiality in Planning and Performing an Audit*, paragraphs A1-A5.

<sup>17</sup> See ISA 315 (Revised 2019), *Identifying and Assessing the Risks of Material Misstatement*.

It seems strange that this paragraph comes first in the application material. It makes more sense and logical order to start with para. A73. and this paragraph comes after A74.



(and previous interim review engagements performed during the period since that date). As a practical matter, the auditor's understanding is obtained and updated on an iterative basis throughout the engagement, and is updated as changes in conditions and circumstances arise. See paragraphs A77-A79 related to considerations for first-time interim review engagements.

Ronnie Vogt  
2026-06-26 03:03:35

- A74. The nature and extent of procedures performed by the auditor to obtain an understanding of the entity and its environment, the applicable financial reporting framework, and the internal control are a matter of professional judgment. Ordinarily, such procedures include the following:

Suggest updating to "interim review engagement" the entity's system

- Reading the documentation of the preceding year's annual audit, reviews of prior interim period(s) of the current year, and the corresponding interim period(s) of the prior year to the extent necessary to enable the auditor to identify matters that may affect the current-period interim financial information. In reading such documents, the auditor may specifically consider the nature of any:

- Corrected material misstatements.
- Matters identified in any summary of uncorrected misstatements.
- Significant accounting estimates.
- Significant risks,<sup>18</sup> including risks of material misstatement due to fraud.<sup>19</sup>
- Significant financial accounting and reporting matters, including those that may be of continuing significance, such as significant deficiencies in internal control.

Ronnie Vogt  
2026-06-26 03:06:50

That was subject to audit and review by auditor or a predecessor auditor?

- Reading the most recent annual and comparable prior period interim financial information.
- Considering the results of any audit procedures performed with respect to the current year's annual financial statements.
- Considering the results of any internal audit activities and reports issued, and the subsequent actions taken by management.

- Inquiring of management about matters such as:

Ronnie Vogt  
2026-06-26 03:09:23

- The effect of changes in the entity's business model and a This is relating to the current period? (a bullet point above is referring to previous periods)
- Whether significant changes in the entity's system of internal control, as it relates to the information, have occurred subsequent to the most recent annual audit or review of interim financial information, including changes in the entity's policies, procedures, and personnel, as well as the nature and extent of such changes.
- The process by which the interim financial information has been prepared and the reliability of the underlying accounting records.

- For group interim review engagements, inquiries of management about the nature of consolidation adjustments relevant to the preparation of the group's interim financial

<sup>18</sup> ISA 315 (Revised 2019), paragraph 12(l)

<sup>19</sup> ISA 240 (Revised), *The Auditor's Responsibilities Relating to Fraud in an Audit of Financial Statements*, paragraph 39(b)



information, and about any significant differences to those processed in connection with the annual financial statements or previous interim periods.

This is not an exhaustive list, nor a prescriptive list of procedures the auditor may deem necessary to perform in all circumstances.

- A75. Paragraph 43 requires the auditor to obtain an understanding of the entity's system of internal control as it relates to the preparation of both annual and interim financial information because accounting principles and practices used in the preparation of interim financial information may differ from those used in the preparation of the annual financial statements, as permitted by the applicable financial reporting framework.
- A76. The procedures to obtain the understanding of the entity's system of internal control for purposes of the interim review engagement consist primarily of inquiries and are less in extent than the procedures required to obtain an understanding of the system of internal control for the audit of the entity's annual financial statements. This ISRE does not require a detailed understanding of each of the components of internal control nor does it require performing procedures to obtain evidence about the design and implementation of controls. The auditor's primary consideration is whether the understanding provides a basis for the auditor to identify areas in the interim financial information where material misstatements are likely to arise, and to inform the auditor's approach to designing and performing review procedures.

#### Additional Considerations for First-Time Interim Review Engagements

- A77. If the interim review is the first engagement performed after being engaged to audit the entity's annual financial statements, the auditor is still required to obtain the understanding required by paragraph 43 as it relates to the preparation of both annual and interim financial information. The nature and extent of the procedures needed to do so are a matter of professional judgment. Procedures such as those described in paragraph A74 are also relevant in these circumstances. The auditor may decide to perform the procedures needed to obtain the understanding of the entity and its environment and the entity's system of internal control required for purposes of the audit of the annual financial statements.<sup>20</sup>

- A78. Additional considerations for first-time interim review engagements may include the following:

- Unless prohibited by law or regulation, making arrangements with the predecessor auditor, for example, to review the predecessor auditor's working papers for the preceding year's annual audit, reviews of prior interim period(s) of the current year, and the corresponding interim period(s) of the prior year.
- Considering any significant issues discussed with management in connection with the initial appointment as the entity's auditor.

- A79. If the predecessor auditor does not respond to the incoming auditor's inquiries or does not allow the auditor to review the predecessor auditor's working papers, the auditor may inquire as to the reasons why and perform other procedures to obtain the understanding required by paragraph 43. In such circumstances, the auditor may have no alternative but to perform the procedures needed to obtain

<sup>20</sup> See ISA 315 (Revised 2019), paragraphs 19-26

Ronnie Vogt  
2026-07-07 07:40:19

include the following:  
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If they don't do this, then what would the need to do given the auditor needs to essentially obtain the understanding related to the audit?

Ronnie Vogt  
2026-07-07 07:41:10

Ah, so my comment above at para. A77 linked to whether they can leverage from predecessor auditor's working papers?

the understanding of the entity and its environment and the entity's system of internal control required for purposes of the audit of the annual financial statements.

*Designing and Performing Review Procedures (Ref: Para. 44)*

A80. The review procedures are designed and performed for the purpose of obtaining sufficient appropriate evidence as the basis for a conclusion on the interim financial information as a whole. The nature and extent of procedures performed are influenced by:

- (a) The requirements of this ISRE; and
- (b) Requirements established under applicable law or regulation, requirements contained in applicable laws or regulations.

Ronnie Vogt

2026-07-05 23:13:05

Should this refer to "review procedures" including additional reporting

A81. For group interim review engagements, the planned nature, timing and extent of the procedures for the review are directed at achieving the auditor's objectives for the review engagement stated in this ISRE in the context of the group interim financial information.

A82. The circumstances of interim review engagements may vary and, accordingly, in certain circumstances the auditor may decide to design and perform procedures other than inquiries, analytical procedures, and the procedures specifically required by this ISRE, to obtain sufficient appropriate evidence as the basis for the auditor's limited assurance conclusion. For example, if the auditor becomes aware of a significant contract when obtaining an understanding of the entity, the auditor may decide to read the contract. The auditor may also determine that such procedures are necessary when attempting to obtain further evidence in accordance with paragraph 90; or when additional procedures are required to be performed in accordance with paragraph 70. The fact that the auditor may deem it necessary to perform other procedures does not alter the auditor's objective of obtaining limited assurance in relation to the interim financial information as a whole.

A83. While the auditor is not required to corroborate management's responses to inquiries, documents and records, performing interim review procedures includes evaluating the reasonableness and consistency of management's responses to other review procedures, and the auditor's understanding of the entity.

Ronnie Vogt

2026-07-05 23:16:10

In order to further support this statement (and other paragraphs in this ED), should reference to "procedures" throughout the paragraph (A82) be updated to refer to "review procedures".

A84. An interim review does not ordinarily involve performing tests of controls that would be performed during an audit.

A85. The auditor may perform certain review procedures before or simultaneously with the entity's preparation of the interim financial information. For example, it may be practicable to update the understanding of the entity and its environment, the applicable financial reporting framework, and the entity's system of internal control, and begin reading applicable minutes before the end of the interim period. Performing some of the review procedures earlier in the interim period may also assist early identification and consideration of significant matters affecting the interim financial information.



## Analytical Procedures in an Interim Review Engagement

A86. In a review of interim financial information, performing analytical procedures may assist the auditor in:

- Obtaining or updating the auditor's understanding of the entity and its environment, and identifying areas where material misstatements are likely to arise in the interim financial information.
- Identifying inconsistencies or variances from expected trends, values or norms in the interim financial information, which may indicate that a material misstatement of the interim financial information may exist.
- Obtaining evidence that may corroborate or contradict information in the interim financial information, or be consistent or inconsistent with other evidence obtained.
- Obtaining evidence in accordance with paragraph 70, when the auditor becomes aware of matter(s) that cause the auditor to believe that the interim financial information may be materially misstated.

A87. Various methods may be used to perform analytical procedures. Such methods range from performing simple comparisons and ratio analysis, to using statistical techniques, such as trend analysis or regression analysis. Analytical procedures may be performed manually, or using technological tools. The auditor's use of technological tools to perform analytical procedures does not change the auditor's intended purpose in performing these procedures.

A88. Examples of analytical procedures the auditor may consider when performing a review of interim financial information include:

- Comparing the current period interim financial information with:
  - The interim financial information of the immediately preceding interim period.
  - The interim financial information of the corresponding interim period of the preceding financial year.
  - The interim financial information that was expected by management for the current period, based on forecasts or budgets.
  - The most recent audited annual financial statements.
- Comparing current interim financial information with relevant non-financial information
- Comparing the recorded amounts, or ratios developed from recorded amounts, to expectations about those amounts or ratios, developed by the auditor. The auditor may develop such expectations by identifying and applying relationships that may reasonably be expected to exist based on the auditor's understanding of the entity and of the industry in which the entity operates (see also paragraph A90).
- Comparing ratios and indicators for the current interim period with those for the corresponding interim period of the preceding financial year or with industry ratios and indicators.

Ronnie Vogt  
2026-07-05 23:21:41

This may be incorrectly interpreted as sounding more like substantive analytic procedures if the auditor is developing expectations and comparing this to recorded amounts. Should this be referenced or linked to paragraph A90?

- Comparing relationships among elements in the current interim financial information with corresponding relationships in the interim financial information of prior periods. (e.g., comparing ratios of expenses by type as a percentage of sales, assets by type as a percentage of total assets, or the percentage of change in sales to percentage of change in receivables.)

A89. Such analytical procedures may be performed at a disaggregated level. For example:

- By period (e.g., revenue or expense items, amounts).
- By different operational activity (e.g., product lines).
- By location (e.g., by geographical region, or by country).
- By attributes of transactions (e.g., revenue from architects, or craftsmen).

Ronnie Vogt  
2026-07-05 23:27:48

A big part of the issue is the current wording relating to "developing an expectation" which sounds very much aligned with an SAP. Can this be reworded to something different? Such as "When the auditor has expectations" or "When the auditor identifies expectations".

A90. When the auditor develops expectations in performing engagement, such expectations are ordinarily less substantive analytical procedures in an audit. This review engagement may be designed to support relationships and ratios. Examples of sources of expectations, depending on the engagement circumstances, include:

- Financial information for comparable prior periods.
- Information about expected operating and including extrapolations from interim or annual financial statements.
- Relationships among elements of financial information.
- Information regarding the industry in which the entity operates, such as gross margin information, or comparison of the entity's ratio of sales to accounts receivable with industry averages or with other entities of comparable size in the same industry.
- Relationships of financial information with relevant non-financial information, such as payroll costs to number of employees.

Ronnie Vogt  
2026-07-05 23:24:44

Shouldn't it more directly say they are not the same as substantive analytical procedures in an audit? It also relates to the requirements around developing a threshold (required SAP), treatment of differences and identification/capture of misstatements.

Ronnie Vogt  
2026-07-05 23:28:36

This sounds quite SAP-like

#### Relationship with Procedures for the Audit of the Annual Financial Statements

A91. Certain procedures performed for the purpose of the interim review engagement (e.g., reading the minutes of meetings of the board of directors) may also provide information that is relevant to the audit of the annual financial statements.

A92. In addition, while not required to do so by this ISRE, the auditor may decide to perform, at the time of the interim review, certain procedures that would need to be performed for the purpose of the audit of the annual financial statements, for example, procedures related to:

- Significant or unusual transactions that occurred during the interim period, such as business combinations, restructurings, or significant revenue transactions; or
- Opening balances, when applicable.



In these circumstances, the auditor may also obtain information relevant to the understanding of the entity that may further inform the inquiries, analytical and other review procedures to be performed.

Inquiries (Ref: Para. 45)

A93. The auditor's inquiries are primarily of members of management responsible for financial and accounting matters, but also may include others within the entity, such as IT personnel and in-house legal counsel.

A94. Depending on the engagement circumstances, the auditor may also inquire about, for example:

- Actions taken at meetings of owners, those charged with governance and committees thereof, and proceedings at other meetings, if any, that affect the information and disclosures contained in the interim financial information.
- Communications the entity has received, or expects to receive or obtain, from regulatory agencies.
- Matters identified in the course of applying other procedures.

A95. Examples of significant, unusual or complex transactions, events or matters the auditor may inquire about include:

- Significant changes in the entity's business activities or operations, such as a business combination or disposal of a segment of the business.
- Significant changes to the terms of contracts that materially affect the entity's interim financial information, including terms of finance and debt contracts or covenants.
- Significant transactions occurring or recognized in the interim reporting period, particularly those in the last several days of the interim period or the first several days of the next interim period.
- Material non-monetary transactions, or transactions for no consideration.

A96. The application of professional skepticism in evaluating responses provided by management is important to enable the auditor to evaluate whether there are any matter(s) that would cause the auditor to believe the interim financial information may be materially misstated.

Inquiry concerning litigation or claims (Ref: Para. 45(m))

A97. In an interim review engagement, the auditor is not required to send a letter of inquiry to the entity's legal counsel. However, if a matter comes to the auditor's attention that causes the auditor to believe that the interim financial information may be materially misstated in respect of such matters, and the auditor believes that legal counsel may have relevant information concerning the matter, direct communication with the entity's legal counsel may be appropriate in applying paragraph 70.

Information Used in Performing Analytical Procedures (Ref: Para. 46)

A98. The auditor's consideration of whether information to be used for analytical procedures is adequate for the intended purposes of those procedures is based on the auditor's understanding of the entity and its environment, the applicable financial reporting framework, and the entity's system of internal

Ronnie Vogt

2026-07-05 23:32:49

matters the auditor may inquire

Should this be "other review procedures

ations, such as a business

control. It is influenced by the nature and source of the information and by the circumstances in which the information is obtained. Relevant considerations may include, for example:

- The source of the information. For example, information may be more reliable when it is obtained from independent sources outside the entity.
- The comparability of the information available. For example, broad industry data may need to be supplemented or be adjusted to be comparable to data of an entity that produces and sells specialized products.
- The nature and relevance of the information available. For example, budgets are established as results to be expected rather than as goals to be achieved.

- The reliability of the information, including the knowledge and skills of the preparer, the preparation of the information, and related controls that are designed to ensure its integrity (completeness, accuracy and validity). Such controls may include, for example, controls over the preparation, review and maintenance of budgetary information. Does it need to be clearly stated that review procedures don't need to or don't commonly include testing the design of relevant controls like that in an audit?

Fraud and Non-Compliance with Laws and Regulations (Ref: Para. 52-57)

Fraud (Ref: Para. 54-55)

- A99. The procedures performed in accordance with paragraph 54 are for the auditor to evaluate whether the fraud or suspected fraud may have a material effect on the interim financial information. If this evaluation causes the auditor to believe that the interim financial information may be materially misstated, the auditor is required to perform additional procedures in accordance with paragraph 70.

- A100. The auditor's understanding obtained in accordance with paragraph 54 of the entity or suspected fraud is clearly inconsequential. For example, management's follow-up on information from the entity's whistleblower program may indicate that the suspected fraud was clearly inconsequential because it was limited to a misappropriation of certain low value office supplies.

- A101. Because fraud involves incentive or pressure to commit fraud, a person's rationalization of the act, an instance of fraud is unlikely to be an isolated occurrence. Therefore, when a misstatement due to fraud is identified, the reliability of the entity's representations to inquiries and information obtained from other review procedures may be called into question. Wouldn't this depend on who was involved in the fraud and whether it was inconsequential?

Non-compliance with laws and regulations (Ref: Para. 56)

- A102. Responding appropriately to non-compliance with laws and regulations, identified during the engagement, may include taking action, such as:

- Discussing the matter with management or those charged with governance.
- Requesting the entity to consult with an appropriately qualified third party, such as the entity's legal counsel or a regulator.
- Reading correspondence, if any, with the relevant licensing or regulatory authorities.



- Considering the implications of the matter in relation to other aspects of the interim review engagement, including the auditor's identification of the areas in the interim financial information where material misstatements are likely to arise, and the reliability of written representations from management.
- Considering the implications for the engagement to audit the entity's annual financial statements.
- Obtaining legal advice about the consequences of different courses of action.
- Withdrawing from the engagement, if possible under law or regulation.

Communication with management and those charged with governance and the reporting authority (Ref: Para. 57)

Ronnie Vogt  
2026-06-26 05:35:37

What about suspected fraud or non-compliance?

A103. In determining the appropriate level of management or those charged with governance to communicate instances of fraud or non-compliance or with laws and regulations, the auditor may consider whether management may have been involved in the fraud and regulations and whether any of those charged with governance are involved in managing the entity.

Ronnie Vogt  
2026-06-26 05:34:29

regulator, the auditor may or non-compliance with laws  
Typo – "or" should be deleted.

A104. Relevant ethical requirements may include a requirement to report compliance with laws and regulations to an appropriate level of management or those charged with governance. In some jurisdictions, law or regulation may restrict the auditor's communication of certain matters with management or those charged with governance. Law or regulation may specifically prohibit a communication, or other action, that might preclude the reporting authority into an actual, or suspected illegal act, including circumstances, the issues considered by the auditor may be complex and it appropriate to obtain legal advice.

Ronnie Vogt  
2026-06-26 05:39:10

What about instances of fraud or suspected fraud?

A105. The determination required by paragraph 57(b) may involve complex professional judgments. Accordingly, the auditor may consider consulting internally (e.g., within the firm or a network firm) or on a confidential basis with a regulator or professional body (unless doing so is prohibited by law or regulation or would breach the duty of confidentiality). The auditor may also consider obtaining legal advice to understand the auditor's options and the professional or legal implications of taking any particular course of action.

Ronnie Vogt  
2026-06-26 05:38:11

Typo - full stop to be included after "governance".

Considerations specific to public sector entities

A106. A public sector auditor may be obliged to report on instances of fraud or suspected fraud or non-compliance or suspected non-compliance with laws and regulations to the legislature or other governing body or to report such instances in the auditor's interim review report.

Going Concern (Ref: Para. 58-65)

A107. Some financial reporting frameworks contain an explicit requirement for management to make a specific assessment of the entity's ability to continue as a going concern when preparing the annual financial statements and include standards regarding matters to be considered and disclosures to be

made in connection with going concern.<sup>21</sup> The financial reporting framework used to prepare the interim financial information also may require management to make an assessment of the entity's ability to continue as a going concern.

- A108. The level of detail and the formality of management's process to extend its assessment of the entity's ability to continue as a going concern to at least twelve months from the date of approval of the interim financial information may vary from entity to entity. If management has chosen not to extend the period of assessment, management and those charged with governance may be able to provide additional information to support the appropriateness of management's use of the going concern basis of accounting in the preparation of the interim financial information. For example, this may be the case when the entity has profitable operations and has no liquidity concerns, and management or those charged with governance have not identified any events or conditions that may cast significant doubt beyond the period of assessment they have chosen.
- A109. For purposes of this ISRE, the date of approval of the interim financial information is the date on which those with the recognized authority for the interim financial information determine that the interim financial information is complete and has been prepared in accordance with the applicable financial reporting framework and have asserted that they have taken responsibility for them.

Events or conditions that may cast significant doubt about an entity's ability to continue as a going concern (Ref: Para. 62)

- A110. If the inquiries performed in accordance with paragraph 62 indicate that events or conditions that existed at the date of the assessment of the most recent annual financial statements or previous interim review have resolved, the auditor may decide to perform **other procedures** to obtain additional evidence about their resolution.

**Example**

In response to the auditor's inquiries, management may explain that a capital raising exercise that was uncertain at the date of the annual financial statements has been completed successfully. The auditor may decide to inspect relevant documentation to obtain evidence about the transaction.

Ronnie Vogt

2026-06-26 05:49:42

Should this be "other review procedures" or "other procedures"?

Procedures relating to management's plans to address events or conditions identified (Ref: Para. 63(c))

- A111. Evidence obtained through inquiry is often the principal source of evidence about management intent. However, information available to support management's intent may be limited. In that case, understanding management's past history of carrying out its stated intentions, management's stated reasons for choosing a particular course of action, and management's ability to pursue a specific course of action may provide relevant information to corroborate the evidence obtained through inquiry.

- A112. The auditor's decision to perform **other procedures** regarding management's plans to address events or conditions identified is a matter of professional judgment. Such procedures are designed and performed to provide the auditor with a basis for the auditor's evaluation in accordance with

Ronnie Vogt

2026-06-26 05:50:40

Should be "other review procedures" or something like: "other procedures sufficient to provide a review conclusion"?

<sup>21</sup> ISA 570 (Revised 2024), *Going Concern*, paragraph 3



Examples

- When management's plans include obtaining financial support from other parties, the auditor may perform procedures to obtain evidence of the intent and ability of those parties to maintain or provide such support.
- When management's plans involve significant assumptions and complex models, the auditor may recalculate aspects of the model for mathematical accuracy and to obtain evidence that the calculations were applied in accordance with the assumptions and methods selected.

The adequacy of disclosures relating to going concern (Ref: Para. 65)

A113. The adequacy of disclosures is considered in view of the requirements of the applicable financial reporting framework, which may require certain disclosures related to going concern to be made in interim financial information. For example, these may include disclosures of a material uncertainty about the entity's ability to continue as a going concern, or disclosures of significant judgments made by management in concluding that no material uncertainty exists.

A114. If a matter comes to the auditor's attention that causes the auditor to believe that the interim financial information may be materially misstated or misleading in relation to going concern, the auditor is required to perform **additional procedures** in accordance with paragraph

Using the Work of an Auditor's Expert (Ref: Para. 66)

A115. The auditor may have determined that it is necessary to use the work of an auditor's expert to assist in the auditor in obtaining evidence for purposes of the audit of the entity's annual financial statements, or may have used an auditor's expert in past engagements. In these circumstances, the auditor may have previously evaluated the expert's competence, capabilities and objectivity in accordance with the requirements in ISA 620.<sup>22</sup> However, the facts and circumstances giving rise to the need to involve an expert in the interim review engagement may be different. Accordingly, paragraph 66(a) requires the auditor to evaluate whether the expert has the necessary competence, capabilities and objectivity for the auditor's purposes in the interim review engagement. In addition, this does not change the requirement in paragraph 66(b) to determine that the work performed by the expert is adequate for purposes of the interim review engagement.

Prohibition on using the work of an auditor's expert (Ref: Para. 67)

A116. Using the work of an auditor's expert that does not have the necessary competence, capabilities, or objectivity for the auditor's purposes would affect the auditor's fulfillment of fundamental ethical principles such as integrity, objectivity, and professional competence and due care.

A117. Relevant ethical requirements may also prohibit the auditor from using the work of an auditor's expert if the auditor is unable to determine whether the expert has, or determines that the expert does not have, the necessary competence, capabilities, or objectivity for the auditor's purposes.<sup>23</sup>

<sup>22</sup> ISA 620, *Using the Work of an Auditor's Expert*

<sup>23</sup> See, for example, paragraph R390.21 of the IESBA Code related to using the work of an external expert.

Reconciling the Interim Financial Information to the Underlying Accounting Records (Ref: Para 68-69) A118.

The auditor may obtain evidence that the interim financial information agrees with, or reconciles to, the underlying accounting records by tracing the interim financial information to the relevant accounting records, such as the general ledger, or to a summary record or schedule that reflects the agreement or reconciliation of the interim financial information amounts with the underlying accounting records (such as a trial balance).

A119. The extent of the procedures to be performed in accordance with paragraph 69 is a matter of professional judgment, taking into account the auditor's understanding of the entity's process for preparing the interim financial information, and whether a material misstatement of the interim financial information is likely to arise in the consolidation process (e.g., due to issues identified in previous audit or interim review engagements). For example, the auditor may decide that it is appropriate to agree the interim financial information of selected components to the consolidation schedule. If component auditors have been involved in performing review procedures, the auditor may also consider obtaining confirmation from the component auditors that the information included in the consolidation schedule for those components reconciles to the underlying records at those components.

**Additional Procedures When the Auditor Becomes Aware that the Interim Financial Information is Materially Misstated (Ref: Para. 70)**

Ronnie Vogt  
2026-07-05 23:46:11

A120. The auditor's additional procedures when a matter comes to the auditor's attention that causes the auditor to believe that there may be a material misstatement in the interim financial information is a matter of professional judgment and will vary depending on the circumstances. Should this sub-title and paragraphs within this section refer to "additional review procedures" (as review procedures is defined in para. 13(i) of this ED)?

A121. The auditor's judgment about the nature, timing and extent of additional procedures that are needed to obtain evidence to either conclude that a material misstatement is not likely to exist, or to determine that a material misstatement exists, is guided by factors such as

- Information obtained from the auditor's evaluation of the results of the procedures already performed.
- The auditor's updated understanding of the entity and its environment, the applicable financial reporting framework, and the entity's system of internal control, obtained throughout the course of the engagement.
- The auditor's view on the persuasiveness of evidence that is needed to address the matter that causes the auditor to believe that the interim financial information may be materially misstated.

A122. Additional procedures focus on obtaining sufficient appropriate evidence to enable the auditor to form a conclusion on matters that the auditor believes may cause the interim financial information to be materially misstated. The procedures may include:

- Additional inquiry or analytical procedures, for example, being performed in greater detail or being focused on the affected items (i.e., the amounts or disclosures concerning the affected account balances or class of transactions as reflected in the interim financial information).
- Other types of procedures, for example, inspecting documentation or performing external confirmations.



- A123. The auditor may determine that, having performed additional procedures to address a matter in accordance with paragraph 70, it is not possible or practicable to obtain sufficient appropriate evidence that would enable the auditor to either conclude that the matter is unlikely to cause the interim financial information to be materially misstated or that a material misstatement exists. In such circumstances, the auditor may be unable to conclude that sufficient appropriate evidence has been obtained in accordance with the requirements that apply when the auditor

Ronnie Vogt  
2026-07-06 00:27:56

#### Written Representations (Ref: Para. 75-76)

- A124. Written representations are an important part of the audit. If management modifies or does not provide the requested written representations, it may alert the auditor to the possibility that one or more significant issues may exist. Further, a request for written, rather than oral, representations in many cases may prompt management to consider such matters more rigorously, thereby enhancing the quality of the representations.

One question that is raised in these circumstances is whether the auditor needs to essentially perform audit-like procedures as the "additional procedures" before coming to this conclusion? It is noted that reference to "additional procedures" does not specifically refer to "additional review procedures" which it should as the procedures are for the purpose of forming a conclusion (not an opinion) on the review engagement. If

- A125. In addition to the written representations requested under this ISRE, the auditor may consider it necessary to request other written representations, for example, to provide the auditor with additional information about the interim financial information.

Ronnie Vogt  
2026-06-26 06:25:30

- A126. In some cases, management may include written representations that have no effect that representations are made to the auditor. It is not reasonable for the auditor to accept such representations unless they are being made by those with appropriate knowledge and belief. It is the auditor's responsibility to evaluate the representations.

Is this "may"? The requirement in paragraph 81 states that misstatements are accumulated "other than those that are clearly trivial" so this suggests the auditor has to identify a clearly trivial amount (although this is not stated anywhere else in the ED). Linked to this, para. A128 then goes on to provide further explanation of "clearly trivial". Should this term be defined in para. 13 of this standard and also referenced in the Materiality section as something the auditor is required to determine/calculate? Also, it refers to "inconsequential" in paragraph 81 as well as various other paragraphs within the ED. We acknowledge this wording is also used in the auditing standards and a general dictionary definition is applied, however it may be appropriate to consider whether a definition of this included in the ED. The auditor expects that the accumulation of such amounts

#### Accumulation and Evaluation of Identified Misstatements (Ref: Para. 81-85)

- A127. The auditor may designate an amount below which misstatements would be clearly trivial and would not need to be accumulated because they are clearly trivial. In so doing, relevant considerations include the fact that the determination of materiality involves quantitative as well as qualitative considerations, and that misstatements of a relatively small amount could nevertheless have a material effect on the interim financial information.

- A128. "Clearly trivial" is not another expression for "not material." Misstatements that are clearly trivial are of a wholly different (smaller) order of magnitude, or of a wholly different nature than those that would be determined to be material, and are misstatements that are clearly inconsequential, whether taken individually or in the aggregate and whether judged by any criteria of size, nature or circumstances. When there is any uncertainty about whether one or more items are clearly trivial, the misstatement is considered not to be clearly trivial.

- A129. The auditor's communication with those charged with governance in respect of uncorrected misstatements may include matters such as the reasons for, and the consequences of, a failure to correct misstatements, having regard to the size and nature of the misstatement judged in the surrounding circumstances. See also paragraph A62.

Ronnie Vogt  
2026-06-26 06:21:10  
Should this be "specific" or "particular"?



A130. The auditor's evaluation of the effect of uncorrected misstatements involves professional judgment and ordinarily takes into account matters such as:

- (a) The nature and amount of the misstatements, including those related to disclosures, and the particular circumstances of their occurrence;
- (b) Whether the misstatements originated in the preceding year or interim period(s) of the current year; and
- (c) The potential effect of the misstatements on future interim or annual periods.

**Other Information** (Ref: Para. 86-88)

A131. The auditor is required by paragraph 21 to plan and perform the engagement with professional skepticism. Maintaining professional skepticism when reading and considering the other information includes, for example, being alert to information that may be inconsistent with the interim financial information or with the auditor's knowledge about the entity obtained in the interim review engagement or during the previous audits or interim review engagements.

A132. Material inconsistencies between the other information and the interim financial information may be an indication of a material misstatement of the interim financial information, or a material misstatement of the other information. The auditor's discussions in accordance with paragraph 87 enable the auditor to determine, for example, whether additional procedures in accordance with paragraph 70 may be necessary.

A133. If the discussions with management or those charged with governance, as appropriate, or the results of additional procedures performed in the circumstances, indicate that a misstatement exists in the interim financial information, and that misstatement is not corrected by management, such misstatement is evaluated together with any others that have come to the auditor's attention in accordance with paragraph 85.

*Material Misstatement of the Other Information*

A134. If the discussions with management or those charged with governance, as appropriate, indicate that a material misstatement may exist in the other information, the auditor may request that management or those charged with governance, as appropriate, provide support for the basis of management's statements in the other information. Based on management's further information or explanations, the auditor may be satisfied that the other information is not materially misstated. For example, management explanations may indicate reasonable and sufficient grounds for valid differences of judgment. Conversely, the discussion with management may provide further information that supports that a material misstatement of the other information exists.

A135. A material misstatement of the other information may undermine the credibility of the interim financial information and the auditor's interim review report thereon. In addition, relevant ethical requirements may explicitly require the auditor to avoid being knowingly associated with information that the auditor believes contains a materially false or misleading statement, statements or information provided



recklessly, or omits or obscures required information where such omission or obscurity would be misleading.<sup>24</sup>

A136. The actions the auditor takes if the other information is not corrected after communicating with management, or when applicable, those charged with governance, are a matter of professional judgment. The auditor may consider whether the rationale given by management and those charged with governance for not making the correction raises doubt about the integrity or honesty of management or those charged with governance, such as when the auditor suspects an intention to mislead. The auditor may also consider it appropriate to seek legal advice. In some cases, the auditor may be required by law, regulation or other professional standards to communicate the matter to a regulator or relevant professional body. Withdrawal from the engagement, where withdrawal is possible under applicable law or regulation, may be appropriate. The auditor also may need to consider the implications for the audit of the entity's annual financial statements and, more broadly, continuance of the relationship with the audit client.

### Forming a Conclusion on the Interim Financial Information

#### *Evaluating the Evidence Obtained from the Procedures Performed* (Ref: Para. 89-90)

A137. In some circumstances, the auditor may not have obtained the evidence that the auditor had expected to obtain through performing primarily inquiry, analytical and other review procedures, and procedures in this ISRE addressing specific circumstances. This may arise even though the auditor has not become aware of any specific matter(s) that individually cause the interim financial information may be materially misstated, as addressed in paragraph 90. In these circumstances, the auditor may determine to either extend the procedures already performed, or perform additional procedures as necessary in the circumstances to obtain sufficient appropriate evidence to be able to form a conclusion on whether the interim financial information as a whole is free of material misstatement.

Ronnie Vogt  
2026-07-06 00:46:39  
In these circumstances, the auditor may determine to either extend the procedures already performed, or perform additional procedures as necessary in the circumstances to obtain sufficient appropriate evidence to be able to form a conclusion on whether the interim financial information as a whole is free of material misstatement.

A138. The inability to perform a specific procedure does not constitute a limitation on the scope of the interim review engagement if the auditor is able to obtain sufficient appropriate evidence through other review procedures. However, if, having performed further procedures as required in paragraph 90, the auditor is unable to obtain sufficient appropriate evidence to form a conclusion, paragraph 103 requires the auditor to express a modified conclusion.

Ronnie Vogt  
2026-07-06 00:49:00  
Should this be "other review procedures" or "other review procedures as required in paragraph 90, the auditor is unable to obtain sufficient appropriate evidence to form a conclusion, paragraph 103 requires the auditor to express a modified conclusion."

#### *Concluding*

#### *Qualitative Aspects of the Entity's Accounting Practices* (Ref: Para. 92(b))

A139. In considering the qualitative aspects of the entity's accounting practices, the auditor may become aware of possible bias in management's judgments. The auditor may conclude that the cumulative effect of a lack of neutrality, together with the effect of apparent uncorrected misstatements causes the interim financial information as a whole to be materially misstated. Indicators of a lack of neutrality that may affect the auditor's evaluation of whether the financial statements as a whole may be materially misstated include:

<sup>24</sup> See, for example, paragraph R111.2 of the IESBA Code.

- The selective correction of apparent misstatement brought to management's attention during the interim review (e.g., correcting misstatements with the effect of increasing reported earnings, but not correcting misstatements that have the effect of decreasing reported earnings).
- Possible management bias in the making of accounting estimates. Indicators of possible management bias do not necessarily mean there are possible misstatements for purposes of considering the reasonableness of individual accounting estimates (see also paragraph 92(d)(iv)). They may, however, affect the auditor's evaluation of whether the interim financial information as a whole may be materially misstated.

*Description of the Applicable Financial Reporting Framework (Ref: Para. 92(c))*

A140. The description of the applicable financial reporting framework in the interim financial information informs intended users of the interim financial information about the framework on which the interim financial information is based. If the interim financial information is prepared for a special purpose, a description of the special purpose financial reporting framework used informs intended users that the special purpose interim financial information may not be appropriate for any other use.

A141. A description of the applicable financial reporting framework that contains imprecise qualifying or limiting language (e.g., "the financial statements are in substantial compliance with IFRS Accounting Standards issued by the International Accounting Standards Board") is not an adequate description of that framework as it may mislead intended users of the interim financial information.

*Disclosure of Effects of Material Transactions and Events on Information Conveyed in Interim Financial Information (Ref: Para. 92(d)(vi), 93)*

A142. In the case of interim financial information prepared in accordance with the requirements of a fair presentation framework, management may need to include additional disclosures in the interim financial information beyond those specifically required by the applicable financial reporting framework or, in extremely rare circumstances, to depart from a requirement in the framework, in order to achieve the fair presentation of the interim financial information.

A143. It will be extremely rare for the auditor to consider interim financial information prepared in accordance with a compliance framework to be misleading if the auditor has determined at the time of engagement acceptance that the framework is acceptable.

*Taking Overall Responsibility for Managing and Achieving Quality (Ref: Para. 94)*

A144. When making the determinations in accordance with paragraph 94, the engagement partner may consider, for example, how requirements of this ISRE have been complied with given the nature and circumstances of the interim review engagement, and how the engagement documentation evidences the engagement partner's involvement throughout the engagement.

A145. Indicators that the engagement partner may not have been sufficiently and appropriately involved may include, for example:

- Lack of timely review by the engagement partner of the risk assessment procedures performed and the planned inquiries, analytical procedures and other review procedures.



- Evidence that those to whom tasks, actions or procedures have been assigned were not adequately informed about the nature of their responsibilities and authority, the scope of the work being assigned and the objectives thereof, and were not provided other necessary instructions and relevant information.
- A lack of evidence of the engagement partner's direction and supervision of the other members of the engagement team and the review of their work, including, when relevant, component auditors in a group interim review engagement.

**Preparing the Auditor's Interim Review Report** (Ref: Para. 95)

A146. A written report encompasses reports issued in hard copy format and those using an electronic medium. Appendix 1 contains illustrations of auditor's interim review reports that reflect examples of possible circumstances set out in paragraphs 95-107.

*Title* (Ref: Para. 95(a))

A147. A title indicating the report is the report of an independent auditor, for example, "Independent Auditor's Interim Review Report," affirms that the auditor has met all of the relevant ethical requirements regarding independence and, therefore, distinguishes the independent auditor's interim review report from reports issued by others.

*Addressee(s)* (Ref: Para. 95(b))

A148. Law or regulation may specify to whom the auditor's interim review report is to be addressed in a particular jurisdiction. The auditor's interim review report is normally addressed to those for whom the report is prepared, often either the shareholders or those charged with governance of the entity whose interim financial information is being reviewed.

*Identification of the Interim Financial Information Reviewed* (Para. 95(c)(iii))

A149. When the auditor is aware that the interim financial information that has been reviewed will be included in a document that contains other information, the auditor may consider, if the form of presentation allows, identifying the page numbers on which the interim financial information that has been reviewed is presented. This helps users to identify the interim financial information to which the auditor's interim review report relates.

*Reference to the Applicable Financial Reporting Framework* (Ref: Para. 95(c)(v)b)

A150. The identification of the applicable financial reporting framework in the auditor's conclusion on the interim financial information is intended to advise users of the interim review report of the context in which that conclusion is expressed. It is not intended to limit the determination required by paragraph 25(a).

A151. The applicable financial reporting framework is identified in such terms as:

- "... in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board;"
- "... in accordance with accounting principles generally accepted in Jurisdiction X ..."

A152. When the applicable financial reporting framework encompasses financial reporting standards and legal or regulatory requirements, the framework is identified in terms such as "... in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board and the requirements of Jurisdiction X Corporations Act."

Ronnie Vogt  
2026-07-06 01:14:53

*Basis for Conclusion* (Ref: Para. 95(d))

A153. The reference to the standard used by the auditor for the review of the interim financial information conveys to the users of the auditor's interim review report that the interim review has been conducted in accordance with established standards.

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Apart from the inclusion of "Corporations Act" as an example, I am not sure what these examples are adding to those in A151.

A154. The auditor's interim review report states that the auditor's responsibility is to express a conclusion on the interim financial information based on the review performed, to contrast the auditor's responsibility with management's responsibility for preparation of the interim financial information.

A155. The description of the nature of an interim review engagement in the auditor's interim review report explains the scope and limitations of the engagement for the benefit of the readers of the report. This explanation clarifies, for avoidance of doubt, that the interim review engagement is not an audit and that accordingly, the auditor does not express an audit opinion on the interim financial information.

*Management's Responsibility for the Interim Financial Information* (Ref: Para. 95(f))

A156. The description of management's responsibilities in the auditor's interim review report provides context for readers of the report about management's responsibilities as they relate to the engagement performed.

A157. The auditor's interim review report need not refer specifically to "management" but instead may use the term that is appropriate in the context of the legal framework in the particular jurisdiction. In some jurisdictions, the appropriate reference is to those charged with governance of the entity.

A158. There may be circumstances when it is appropriate for the auditor to add to the description of management's responsibilities as described in this ISRE, to reflect additional responsibilities that are relevant to the preparation of the interim financial information in the context of a jurisdiction, or due to the type of entity.

A159. In some jurisdictions, law or regulation prescribing management's responsibilities may specifically refer to a responsibility for the adequacy of the accounting books and records, or accounting system. As books, records and systems are an integral part of internal control, this ISRE does not use these descriptions or make any specific reference to them.

*Signature of the Auditor* (Ref: Para. 95(g))

A160. The auditor's signature is either in the name of the audit firm, the personal name of the auditor, or both, as appropriate. In addition to the auditor's signature, the auditor may be required to state in the auditor's interim review report the auditor's professional accountancy designation or the fact that the auditor or firm, as appropriate, has been recognized by the appropriate licensing authority.

A161. In some cases, law or regulation may allow for the use of electronic signatures in the auditor's interim review report.



*Name of the Engagement Partner* (Ref: Para. 96)

A162. ISA 700 (Revised) explains that law, regulation or national auditing standards may also require that the auditor's report include the name of the engagement partner responsible for audits other than those of financial statements of publicly traded entities. This may also be the case for the auditor's interim review report on the interim financial information of entities that are not publicly traded entities. ISA 700 (Revised) provides additional guidance that may be useful in those circumstances, including the rare circumstances in which disclosure of the name of the engagement partner may lead to a significant personal security threat.<sup>25</sup>

*Expressing the Auditor's Interim Review Conclusion*

Unmodified Conclusion (Ref: Para. 98)

A163. In the case of interim financial information prepared in accordance with a fair presentation framework, the "[...]" in paragraph 98(a) is replaced with a description of the matters that the interim financial information is designed to present. For example, in the case of interim financial statements prepared in accordance with IFRS Accounting Standards issued by the International Accounting Standards Board, the "[...]" would be replaced with a reference to *the financial position of the entity as at the end of the period and the entity's financial performance and cash flows for the period then ended*.

A164. Whether the phrase "present fairly, in all material respects," or the phrase "gives a true and fair view" is used in a particular jurisdiction is determined by the law or regulation governing the review of the interim financial information in that jurisdiction, or by generally accepted practice in that jurisdiction. If law or regulation requires the use of different wording, this does not affect the requirement in this ISRE for the auditor to evaluate the fair presentation of the interim financial information prepared in accordance with a fair presentation framework.

Modified Conclusion (Ref: Para. 99)

A165. If the auditor expresses a modified conclusion and management issues the interim financial information without including the modified interim review report in the document containing the interim financial information, the auditor may consider seeking legal advice to determine the appropriate course of action in the circumstances, or the possibility of resigning from the appointment to audit the annual financial statements.

Interim financial information is materially misstated (Ref: Para. 101)

A166. Examples of a qualified conclusion on the interim financial information due to a material misstatement: (Ref: Para. 101(a))

- (a) For a fair presentation framework – "Based on our review, except for the effects of the matter(s) described in the Basis for Qualified Conclusion section, nothing has come to our attention that causes us to believe that the interim financial information does not present fairly, in all material respects, [...] in accordance with [the applicable financial reporting framework]"; or

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<sup>25</sup> ISA 700 (Revised), *Forming an Opinion and Reporting on Financial Statements*, paragraphs A63-A64

- (b) For a compliance framework – “Based on our review, except for the effects of the matter(s) described in the Basis for Qualified Conclusion section, nothing has come to our attention that causes us to believe that the interim financial information is not prepared, in all material respects, in accordance with [the applicable financial reporting framework].”

A167. Examples of an adverse conclusion on the interim financial information due to a material misstatement: (Ref: Para. 101(b))

- (a) For a fair presentation framework - “Based on our review, due to the significance of the matter(s) described in the Basis for Adverse Conclusion section, the interim financial information does not present fairly, in all material respects, ... in accordance with [the applicable financial reporting framework];” or
- (b) For a compliance framework - “Based on our review, due to the significance of the matter(s) described in the Basis for Adverse Conclusion section, the interim financial information is not prepared, in all material respects, in accordance with [the applicable financial reporting framework].”

A168. Disclosing the omitted information within the Basis for Conclusion section would not be practicable if:

- (a) The disclosures have not been prepared by management or the disclosures are otherwise not readily available to the auditor; or
- (b) In the auditor's judgment, the disclosures would be unduly voluminous in the auditor's interim review report.

Inability to obtain sufficient appropriate evidence (Ref: Para 103-105)

A169. Example wording for a qualified conclusion due to an inability to obtain sufficient appropriate evidence is the same as in paragraphs A166(a) and (b), except that the word “effects” would be replaced with “possible effects.”

A170. In the circumstances described by paragraph 105, the auditor may also need to consider the implications for the audit of the entity's annual financial statements and, more broadly, continuance of the relationship with the audit client.

A171. Withdrawal from the interim review engagement may not be possible, for example, because there is a legal or regulatory requirement for the auditor to issue an interim review report. If the auditor has substantially completed the interim review, the auditor may decide to complete the review to the extent possible, disclaim a conclusion and explain the scope limitation in the Basis for Disclaimer of Conclusion section of the interim review report, in addition to communicating these matters to those charged with governance in accordance with paragraph 38.

Disclaimer of conclusion – multiple uncertainties (Ref: Para. 106)

A172. In extremely rare circumstances involving multiple uncertainties, the auditor may conclude that, notwithstanding having obtained sufficient appropriate evidence regarding each of the individual uncertainties, it is not possible to form a conclusion on the interim financial information as a whole



due to the potential interaction of the uncertainties and the possible cumulative effect on the interim financial information.

*Going Concern* (Ref: Para. 108-114)

A173. The information required by paragraphs 108-114 represents the minimum information that is to be presented in the auditor's interim review report in each of the circumstances described. The auditor may provide additional information, for example, drawing attention to key aspects of the related disclosure(s), such as management's judgments. Illustrations 1 and 2 in Appendix 2 provide examples of the Going Concern section of the interim review report in the circumstances described in paragraphs 109 and 110 respectively. Appendix 1 includes illustrative interim review reports containing examples of the Going Concern section in the circumstances described in paragraphs 108 (see illustrations 1-3 and 5-6) and 112 (see illustration 4).

*Other Circumstances Related to Going Concern* (Ref: Para. 111)

A174. Circumstances in which the auditor may consider that it is appropriate to draw users' attention to a matter related to going concern, other than a material uncertainty, may include:

- The auditor's report on the most recent annual financial statements of the entity included a Material Uncertainty Related to Going Concern section, and the events or conditions that led the auditor to conclude that a material uncertainty existed at that date have been resolved in the interim period, and the resolution has been disclosed in the interim financial information in accordance with the applicable financial reporting framework.
- Significant judgments were made by management in concluding that there is no material uncertainty at the interim reporting date related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern, and adequate disclosure about such judgments was provided in the interim financial information in accordance with the requirements of the applicable financial reporting framework. Illustration 3 in Appendix 2 provides an example of the Going Concern section of the interim review report in these circumstances.

A175. If the auditor's evaluation in accordance with paragraph 65 indicates that a disclosure about significant judgments made by management in concluding that there is no material uncertainty is inadequate, and the auditor determines that the interim financial information is materially misstated, the auditor is required to express a modified conclusion in accordance with paragraph 99(a). In such circumstances, the requirements in paragraph 108 apply and the auditor may also include a reference to the Basis for Qualified Conclusion section from within the Going Concern section.

*Considerations If the Auditor Disclaims a Conclusion on the Interim Financial Information* (Ref: Para. 114)

A176. Including a separate section on going concern in the auditor's interim review report when the auditor disclaims a conclusion on the interim financial information would be inconsistent with the disclaimer of conclusion on the interim financial information as a whole, and may suggest that the interim financial information is more credible in relation to those matters.

*Other Reporting Responsibilities (Ref: Para. 115)*

A177. In some jurisdictions, the auditor may have additional responsibilities to report on other matters that are supplementary to the auditor's responsibility under this ISRE. Law or regulation may require or permit the auditor to report on these other responsibilities within the auditor's interim review report, or in a separate report.

A178. If required or permitted to report on these other responsibilities in the auditor's interim review report, creating separate sections in the report for the "Report on the Interim Financial Information" and the "Report on Other Legal and Regulatory Requirements" clearly distinguishes the auditor's responsibility under this ISRE to report on the interim financial information from other responsibilities. Such a separate section may contain sub-heading(s) that describe(s) the content of the other reporting responsibility paragraph(s).

*Date of the Auditor's Review Report (Ref: Para. 95(i), 116)*

A179. The date of the auditor's interim review report informs intended users that the auditor has considered the effect of events and transactions of which the auditor became aware and that occurred up to that date.

A180. Since the auditor's conclusion is provided on the interim financial information and the interim financial information is the responsibility of management, the auditor is not in a position to conclude that sufficient appropriate evidence has been obtained until evidence is obtained that all the statements and disclosures that comprise the interim financial information have been prepared and management has accepted responsibility for them.

A181. Law or regulation may identify the individuals or bodies (e.g., the directors) that are responsible for concluding that all the statements and disclosures that comprise the interim financial information have been prepared, and may specify the necessary approval process. In such cases, evidence is obtained of that approval before dating the review report on the interim financial information. However, the approval process may not be prescribed in law or regulation. In such cases, the auditor may consider the procedures the entity follows in preparing and finalizing its interim financial information, in view of its management and governance structures, to identify the individuals or body with the authority to conclude that all the statements and disclosures that comprise the interim financial information, including the related notes, have been prepared.

A182. Paragraph A109 explains the date of approval of the interim financial information for purposes of this ISRE.

*Auditor's Review Report Prescribed by Law or Regulation (Ref: Para. 31-32, 95)*

A183. When specific requirements in a particular jurisdiction do not conflict with this ISRE, adoption of the layout and wording used in this ISRE assists intended users of the auditor's review report to more readily recognize the auditor's interim review report as a report on a review of interim financial information, conducted in accordance with this ISRE. Paragraphs 31-32 address circumstances in which law or regulation prescribes the layout or wording of the auditor's interim review report in terms that are significantly different from the requirements of this ISRE.



## Documentation

### *Form, Content and Extent of Engagement Documentation* (Ref: Para. 120-123)

A184. An important factor in determining the form, content and extent of engagement documentation related to significant matters arising during the engagement is the extent to which the matters involved the exercise of professional judgment. Documenting significant professional judgments made serves to explain the auditor's conclusions, and to reinforce the quality of the judgments and support the auditor's overall conclusion on the interim financial information.

### *Assembly of the Engagement Documentation* (Ref: Para. 124-125)

A185. The firm's policies or procedures may address the assembly of engagement documentation, including that engagement documentation is assembled on a timely basis after the date of the auditor's interim review report, and is appropriately maintained and retained to meet the needs of the firm and comply with law, regulation, relevant ethical requirements, or professional standards.<sup>26</sup>

A186. Such policies or procedures may also include specific considerations for the auditor to address when audit procedures for the annual financial statements are performed concurrently with the review of interim financial information (see paragraph A92). Maintaining separate documentation for each engagement allows the auditor to clearly distinguish the evidence obtained from procedures performed for purposes of the respective engagements. This separation assists the auditor with complying with paragraph 120, which specifies that the documentation for the interim review engagement evidences the basis for the auditor's limited assurance conclusion.

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<sup>26</sup> ISQM 1, paragraph 31(f)

## Appendix 1

(Ref: Para. A146)

### Illustrations of Independent Auditor's Reports on Interim Financial Information

- **Illustration 1:** An interim review report on the condensed consolidated interim financial information of a publicly traded entity (a group) containing an unmodified conclusion. The interim financial information was prepared in accordance with a fair presentation framework.
- **Illustration 2:** An interim review report on the condensed interim financial information of an entity other than a publicly traded entity containing an unmodified conclusion. The interim financial information was prepared in accordance with a compliance framework.
- **Illustration 3:** An interim review report on the condensed consolidated interim financial information of a publicly traded entity (a group) prepared in accordance with a fair presentation framework. The auditor's report contains a qualified conclusion due to a material misstatement of the interim financial information. The auditor concluded that the misstatement was material but not pervasive to the interim financial information as a whole.
- **Illustration 4:** An interim review report on the condensed interim financial information of a publicly traded entity prepared in accordance with a fair presentation framework. The auditor's report contains a qualified conclusion due to inadequate disclosure of a material uncertainty related to going concern. The auditor concluded that the effects of the inadequate disclosure are material but not pervasive to the interim financial information as a whole.
- **Illustration 5:** An interim review report on the condensed interim financial information of a publicly traded entity prepared in accordance with a fair presentation framework. The auditor's report contains a qualified conclusion due to an inability to obtain sufficient appropriate evidence. The auditor concluded that the possible effects of the inability to obtain sufficient appropriate evidence could be material but not pervasive to the interim financial information as a whole.
- **Illustration 6:** An interim review report on the interim financial information of an entity other than a publicly traded entity prepared in accordance with a compliance framework. The auditor's report contains an adverse conclusion due to the non-consolidation of subsidiaries required to be consolidated in accordance with the applicable financial reporting framework. The auditor concluded that the effects were material and pervasive to the interim financial information as a whole.



### **Illustration 1 – An Interim Review Report on the Condensed Consolidated Interim Financial Information of a Publicly Traded Entity Prepared in Accordance with a Fair Presentation Framework Containing an Unmodified Conclusion**

For purposes of this illustrative interim review report, the following circumstances are assumed:

- Review of the condensed consolidated interim financial information of a publicly traded entity prepared in accordance with a fair presentation framework. The entity is a group.
- The terms of the engagement reflect the description of management's responsibility for the interim financial information in paragraph 25(b) of this ISRE.
- Based on the evidence obtained, nothing has come to the auditor's attention that caused the auditor to believe that the interim financial information is not prepared, in all material respects, in accordance with the applicable financial reporting framework (i.e., an unmodified conclusion is appropriate).
- The relevant ethical requirements that apply to the interim review engagement comprise the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code). The IESBA Code requires the auditor to publicly disclose that the independence requirements applicable to audits or reviews of public interest entities were applied.
- Based on the evidence obtained, nothing has come to the auditor's attention that caused the auditor to believe that management's use of the going concern basis of accounting in the preparation of the consolidated interim financial information is inappropriate. In addition, nothing has come to the auditor's attention to indicate that a material uncertainty related to going concern exists in the interim period.
- In addition to the review of the consolidated interim financial information, the auditor has other reporting responsibilities required under local law or regulation.

## INDEPENDENT AUDITOR'S INTERIM REVIEW REPORT

To [Appropriate Addressee]

### Report on the Review of the Consolidated Interim Financial Information<sup>27</sup>

#### Conclusion

We have reviewed the accompanying consolidated interim financial information of ABC Company (the Company) and its subsidiaries (the Group), which comprises the condensed consolidated financial position as at March 31, 20X1, and the related condensed consolidated statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the notes to the consolidated interim financial information, including material accounting policy information.

Ronnie Vogt  
2026-07-06 03:50:57

Is the word "related" needed here?

Ronnie Vogt  
2026-07-06 02:04:36

The requirement in para. 95(c)(iv) states that "refers to the explanatory notes", which suggests that this wording specifically needs to be included in the illustrative review report examples.

We conducted our review in accordance with ISRE 2410 (Revised) *Review of the Consolidated Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*.

Ronnie Vogt  
2026-07-06 01:58:05

The word "accompanying" is not included in para. 98(a) which states "use one of the following phrases, as appropriate". If "accompanying" is expected to be applied (as the review report will accompany the interim financial information) then should the word be added to para. 98(a)?

expressing a conclusion on the consolidated interim financial information based on the review of the consolidated interim financial information performed in accordance with this ISRE is a limited assurance engagement. A review of the consolidated interim financial information involves performing procedures, primarily consisting of inquiries and evaluating the evidence obtained. The procedures performed in a review of the consolidated interim financial information vary in nature and timing from, and are less in extent than, those performed in an audit conducted in accordance with International Standards on Auditing. Consequently, a review of the consolidated interim financial information does not enable us to become aware of all significant matters that might affect the consolidated interim financial information. Accordingly, the level of assurance obtained in a review of interim financial information is less than in an audit, and therefore we do not express an audit opinion on the consolidated interim financial information.

Ronnie Vogt  
2026-07-06 02:03:44

Para. 95(d)(iii)b. requires a statement that "Inquiries of management and others within the entity, as appropriate,..." Do this mean that this wording needs to be included in the illustrative review report examples?

We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), as applicable to audits or reviews of public interest entities, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

<sup>27</sup> The sub-title "Report on the Review of the Consolidated Interim Financial Information" is unnecessary in circumstances when the second sub-title "Report on Other Legal and Regulatory Requirements" is not applicable. See paragraph A178.

<sup>28</sup> If the interim financial information comprises a complete set of interim financial statements, the references to "condensed" in the Conclusion section of the interim review report would be excluded.



Ronnie Vogt  
2026-07-06 02:24:27

## Going Concern

In the context of our review of the consolidated interim financial information, thereon, nothing has come to our attention that causes us to believe that management's use of the going concern basis of accounting in the preparation of the consolidated interim financial information is inappropriate. Based on the evidence obtained, nothing has come to our attention to indicate that a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern.

This wording is additional to what is included in para. 108(a) which requires the state-  
ment of opinion to be used. If this is appropriate,  
then should this be added to para. 108(a)?

Our statements are based on the evidence obtained up to the date of our interim review report, and we do not provide a guarantee as to the Group's ability to continue as a going concern.

Ronnie Vogt  
2026-07-06 02:15:08

## Management's Responsibility for the Consolidated Interim Financial Information

Management is responsible for the preparation and fair presentation of the consolidated interim financial information in accordance with [the applicable financial reporting framework] and for such internal control as management determines is necessary to enable the preparation and fair presentation of consolidated interim financial information that is free from material misstatement, whether due to fraud or error.

Should this be "Responsibilities"?  
consolidated interim financial

In preparing the consolidated interim financial information, management is responsible for assessing the Group's ability to continue as a going concern, as well as disclosing, if applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

## Report on Other Legal and Regulatory Requirements

*[The form and content of this section of the interim review report would vary depending on the nature of the auditor's other reporting responsibilities prescribed by local law, regulation, or national auditing standards.]*

The engagement partner on the engagement resulting in this independent auditor's interim review report is [name].

[Auditor's signature]

[Auditor's address]

[Date of the auditor's interim review report]

**Illustration 2 – An Interim Review Report on the Condensed Interim Financial Information of an Entity Other Than a Publicly Traded Entity Prepared in Accordance with a Compliance Framework Containing an Unmodified Conclusion**

For purposes of this illustrative interim review report, the following circumstances are assumed:

- Review of the condensed interim financial information of an entity other than a publicly traded entity prepared in accordance with a compliance framework. The entity is not a group.
- The terms of the engagement reflect the description of management's responsibility for the interim financial information in paragraph 25(b) of this ISRE.
- Based on the evidence obtained, nothing has come to the auditor's attention that caused the auditor to believe that the interim financial information is not prepared, in all material respects, in accordance with the applicable financial reporting framework (i.e., an unmodified conclusion is appropriate).
- The relevant ethical requirements that apply to the interim review engagement comprise the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), together with the ethical requirements relating to the audit in the jurisdiction, and the auditor refers to both.
- Based on the evidence obtained, nothing has come to the auditor's attention that caused the auditor to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate. In addition, nothing has come to the auditor's attention to indicate that a material uncertainty related to going concern exists in the interim period.
- In addition to the review of the interim financial information, the auditor has other reporting responsibilities required under local law or regulation.



## INDEPENDENT AUDITOR'S INTERIM REVIEW REPORT

To [Appropriate Addressee]

### Report on the Review of the Interim Financial Information<sup>29</sup>

#### Conclusion

We have reviewed the accompanying interim financial information of ABC Company (the Company), which comprises the condensed<sup>30</sup> statement of financial position as at March 31, 20X1, and the related condensed statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the notes to the interim financial information, including material accounting policy information.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with [the applicable financial reporting framework].

#### Basis for Conclusion

We conducted our review in accordance with ISRE 2410 (Revised) *Review of Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*. We are responsible for expressing a conclusion on the interim financial information based on our review. A review of interim financial information performed in accordance with this ISRE is a limited assurance engagement. A review involves performing procedures, primarily consisting of inquiries and analytical procedures, and evaluating the evidence obtained. The procedures performed in a review of interim financial information vary in nature and timing from, and are less in extent than, those performed in an audit conducted in accordance with International Standards on Auditing. Consequently, a review of interim financial information does not enable us to become aware of all significant matters that might be identified in an audit. Accordingly, the level of assurance obtained in a review of interim financial information is substantially lower than in an audit, and therefore we do not express an audit opinion on the interim financial information.

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), together with the ethical requirements that are relevant to interim review engagements in [jurisdiction], and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

#### Going Concern

In the context of our review of the interim financial information, and in forming our conclusion thereon, nothing has come to our attention that causes us to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate. Based on the evidence obtained, nothing has come to our attention to indicate that a material uncertainty exists related

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<sup>29</sup> The sub-title "Report on the Review of the Interim Financial Information" is unnecessary in circumstances when the second sub-title "Report on Other Legal and Regulatory Requirements" is not applicable. See paragraph A178.

<sup>30</sup> If the interim financial information comprises a complete set of interim financial statements, the references to "condensed" in the Conclusion section of the interim review report would be excluded.

to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

Our statements are based on the evidence obtained up to the date of our interim review report and are not a guarantee as to the Company's ability to continue as a going concern.

### **Management's Responsibility for the Interim Financial Information**

Management is responsible for the preparation of the interim financial information in accordance with [the applicable financial reporting framework] and for such internal control as management determines is necessary to enable the preparation of interim financial information that is free from material misstatement, whether due to fraud or error.

In preparing the interim financial information, management is responsible for assessing the Company's ability to continue as a going concern, as well as disclosing, if applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### **Report on Other Legal and Regulatory Requirements**

*[The form and content of this section of the interim review report would vary depending on the nature of the auditor's other reporting responsibilities prescribed by local law, regulation, or national auditing standards.]*

The engagement partner on the engagement resulting in this independent auditor's interim review report is [name].

[Auditor's signature]

[Auditor's address]

[Date of the auditor's interim review report]



### **Illustration 3 – An Interim Review Report on the Condensed Consolidated Interim Financial Information of a Publicly Traded Entity Containing a Qualified Conclusion Due to a Material Misstatement**

For purposes of this illustrative interim review report, the following circumstances are assumed:

- Review of the condensed consolidated interim financial information of a publicly traded entity prepared in accordance with a fair presentation framework. The entity is a group.
- The terms of the engagement reflect the description of management's responsibility for the interim financial information in paragraph 25(b) of this ISRE.
- The auditor has concluded that the interim financial information is materially misstated due to a departure from the applicable financial reporting framework related to the non-capitalization of certain lease obligations. A qualified conclusion is being expressed because the auditor concluded that the effects on the interim financial information are material but not pervasive to the interim financial information as a whole.
- The relevant ethical requirements that apply to the interim review engagement comprise the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code). The IESBA Code requires the auditor to publicly disclose that the independence requirements applicable to audits or reviews of public interest entities were applied.
- Based on the evidence obtained, nothing has come to the auditor's attention that caused the auditor to believe that management's use of the going concern basis of accounting in the preparation of the consolidated interim financial information is inappropriate. In addition, nothing has come to the auditor's attention to indicate that a material uncertainty related to going concern exists in the interim period.
- In addition to the review of the consolidated interim financial information, the auditor has other reporting responsibilities required under local law or regulation.

## INDEPENDENT AUDITOR'S INTERIM REVIEW REPORT

To [Appropriate Addressee]

### Report on the Review of the Consolidated Interim Financial Information<sup>31</sup>

#### Qualified Conclusion

We have reviewed the accompanying consolidated interim financial information of ABC Company (the Company) and its subsidiaries (the Group), which comprises the condensed<sup>32</sup> consolidated statement of financial position as at March 31, 20X1, and the related condensed consolidated statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the notes to the consolidated interim financial information, including material accounting policy information.

Based on our review, except for the matter described in the Basis for Qualified Conclusion section of our report, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information does not [*either* "present fairly, in all material respects," or "give a true and fair view of"] the consolidated financial position of the Group as at March 31, 20X1, and [of] its consolidated financial performance and its consolidated cash flows for the three-month period then ended, in accordance with [the applicable financial reporting framework].

#### Basis for Qualified Conclusion

Based on information provided to us by management, the consolidated interim financial information excludes certain lease obligations that we believe should be capitalized to conform with [the applicable financial reporting framework]. If these lease obligations were capitalized at March 31, 20X1, property would be increased by xxx, long-term debt by xxx, and net income and earnings per share would be increased (decreased) by xxx and xxx, respectively, for the three-month period then ended.

We conducted our review in accordance with ISRE 2410 (Revised) *Review of Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*. We are responsible for expressing a conclusion on the consolidated interim financial information based on our review. A review of interim financial information performed in accordance with this ISRE is a limited assurance engagement. A review involves performing procedures, primarily consisting of inquiries and analytical procedures, and evaluating the evidence obtained. The procedures performed in a review of interim financial information vary in nature and timing from, and are less in extent than, those performed in an audit conducted in accordance with International Standards on Auditing. Consequently, a review of interim financial information does not enable us to become aware of all significant matters that might be identified in an audit. Accordingly, the level of assurance obtained in a review of interim financial information is substantially lower than in an audit, and therefore we do not express an audit opinion on the consolidated interim financial information.

We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International*

<sup>31</sup> The sub-title "Report on the Review of the Consolidated Interim Financial Information" is unnecessary in circumstances when the second sub-title "Report on Other Legal and Regulatory Requirements" is not applicable. See paragraph A178.

<sup>32</sup> If the interim financial information comprises a complete set of interim financial statements, the references to "condensed" in the Conclusion section of the interim review report would be excluded.



*Independence Standards*) (IESBA Code), as applicable to audits or reviews of public interest entities, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our qualified conclusion.

### **Going Concern**

In the context of our review of the consolidated interim financial information, and in forming our conclusion thereon, nothing has come to our attention that causes us to believe that management's use of the going concern basis of accounting in the preparation of the consolidated interim financial information is inappropriate. Based on the evidence obtained, nothing has come to our attention to indicate that a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern.

Our statements are based on the evidence obtained up to the date of our interim review report and are not a guarantee as to the Group's ability to continue as a going concern.

### **Management's Responsibility for the Consolidated Interim Financial Information**

Management is responsible for the preparation and fair presentation of the consolidated interim financial information in accordance with [the applicable financial reporting framework] and for such internal control as management determines is necessary to enable the preparation and fair presentation of consolidated interim financial information that is free from material misstatement, whether due to fraud or error.

In preparing the consolidated interim financial information, management is responsible for assessing the Group's ability to continue as a going concern, as well as disclosing, if applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

### **Report on Other Legal and Regulatory Requirements**

*[The form and content of this section of the interim review report would vary depending on the nature of the auditor's other reporting responsibilities prescribed by local law, regulation, or national auditing standards.]*

The engagement partner on the engagement resulting in this independent auditor's interim review report is [name].

[Auditor's signature]

[Auditor's address]

[Date of the auditor's interim review report]

**Illustration 4 – An Interim Review Report on the Condensed Interim Financial Information of a Publicly Traded Entity Containing a Qualified Conclusion Due to Inadequate Disclosure of Material Uncertainty Related to Going Concern**

For purposes of this illustrative interim review report, the following circumstances are assumed:

- Review of the condensed interim financial information of a publicly traded entity prepared in accordance with a fair presentation framework. The entity is not a group.
- The terms of the engagement reflect the description of management's responsibility for the interim financial information in paragraph 25(b) of this ISRE.
- The relevant ethical requirements that apply to the interim review engagement comprise the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code). The IESBA Code requires the auditor to publicly disclose that the independence requirements applicable to audits or reviews of public interest entities were applied.
- Based on the evidence obtained, the auditor's evaluation has indicated that a material uncertainty related to going concern exists. Note C to the interim financial information indicates that the Company's financing arrangements are set to expire and that the Company has been unable to conclude renegotiations or obtain replacement financing. However, the interim financial information does not include a discussion of the impact or the availability of refinancing or characterize this situation as a material uncertainty.
- The interim financial information is materially misstated due to the inadequate disclosure of the material uncertainty related to going concern. A qualified conclusion is being expressed because the auditor concluded that the effects on the interim financial information of this inadequate disclosure are material but not pervasive to the interim financial information as a whole.
- Based on the evidence obtained, nothing has come to the auditor's attention that caused the auditor to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate.
- In addition to the review of the interim financial information, the auditor has other reporting responsibilities required under local law or regulation.



## INDEPENDENT AUDITOR'S INTERIM REVIEW REPORT

To [Appropriate Addressee]

### Report on the Review of the Interim Financial Information<sup>33</sup>

#### Qualified Conclusion

We have reviewed the accompanying interim financial information of ABC Company (the Company), which comprises the condensed<sup>34</sup> statement of financial position as at March 31, 20X1, and the related condensed statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the notes to the interim financial information, including material accounting policy information.

Based on our review, except for the incomplete disclosure of the information referred to in the Basis for Qualified Conclusion section of our report, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not [*either* "present fairly, in all material respects," or "give a true and fair view of"] the financial position of ABC Company as at March 31, 20X1, and [of] its financial performance and its cash flows for the three-month period then ended, in accordance with [the applicable financial reporting framework].

#### Basis for Qualified Conclusion

As disclosed in Note C in the accompanying interim financial information, the Company's financing arrangements expire and amounts outstanding are payable on March 19, 20X2. The Company has been unable to conclude renegotiations or obtain replacement financing. This situation indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The interim financial information does not adequately disclose this matter.

We conducted our review in accordance with ISRE 2410 (Revised) *Review of Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*. We are responsible for expressing a conclusion on the interim financial information based on our review. A review of interim financial information performed in accordance with this ISRE is a limited assurance engagement. A review involves performing procedures, primarily consisting of inquiries and analytical procedures, and evaluating the evidence obtained. The procedures performed in a review of interim financial information vary in nature and timing from, and are less in extent than, those performed in an audit conducted in accordance with International Standards on Auditing. Consequently, a review of interim financial information does not enable us to become aware of all significant matters that might be identified in an audit. Accordingly, the level of assurance obtained in a review of interim financial information is substantially lower than in an audit, and therefore we do not express an audit opinion on the interim financial information.

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), as applicable to audits or reviews of public interest entities, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

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<sup>33</sup> The sub-title "Report on the Review of the Interim Financial Information" is unnecessary in circumstances when the second sub-title "Report on Other Legal and Regulatory Requirements" is not applicable. See paragraph A178.

<sup>34</sup> If the interim financial information comprises a complete set of interim financial statements, the references to "condensed" in the Conclusion section of the interim review report would be excluded.

Ronnie Vogt  
2026-07-07 23:30:53

We believe that the evidence we have obtained is sufficient to support a qualified conclusion.

### Material Uncertainty Related to Going Concern

As described in the Basis for Qualified Conclusion section, a material uncertainty related to going concern exists that has not been adequately disclosed in the interim financial information.

In the context of our review of the interim financial information, we have not identified any evidence that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate.

Our statements are based on the evidence obtained up to the date of our interim review report and are not a guarantee as to the Company's ability to continue as a going concern.

Ronnie Vogt  
2026-07-07 23:30:53

### Management's Responsibility for the Interim Financial Information

Management is responsible for the preparation and fair presentation of the interim financial information in accordance with [the applicable financial reporting framework] and for such internal control as management determines is necessary to enable the preparation and fair presentation of interim financial information that is free from material misstatement, whether due to fraud or error.

This statement sounds additionally strange when a material uncertainty related to going concern exists and is reported in this section. Internal control as management

In preparing the interim financial information, management is responsible for assessing the Company's ability to continue as a going concern, as well as disclosing, if applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### Report on Other Legal and Regulatory Requirements

[The form and content of this section of the interim review report would vary depending on the nature of the auditor's other reporting responsibilities prescribed by local law, regulation, or national auditing standards.]

The engagement partner on the engagement resulting in this independent auditor's interim review report is [name].

[Auditor's signature]

[Auditor's address]

[Date of the auditor's interim review report]



### Illustration 5 – An Interim Review Report on the Condensed Interim Financial Information of a Publicly Traded Entity Containing a Qualified Conclusion Due to an Inability to Obtain Sufficient Appropriate Evidence

For purposes of this illustrative interim review report, the following circumstances are assumed:

- Review of the condensed interim financial information of a publicly traded entity prepared in accordance with a fair presentation framework. The entity is not a group.
- The terms of the engagement reflect the description of management's responsibility for the interim financial information in paragraph 25(b) of this ISRE.
- The auditor was unable to complete the review of accounts receivable at a branch location due to a fire at that location that destroyed its accounts receivable records. A qualified conclusion is being expressed because the auditor concluded that the possible effect on the financial information could be material but not pervasive to the interim financial information as a whole.
- The relevant ethical requirements that apply to the interim review are the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code). The IESBA Code requires the auditor to publicly disclose that the independence requirements applicable to audits or reviews of public interest entities were applied.
- Based on the evidence obtained, nothing has come to the auditor's attention that causes the auditor to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate. In addition, nothing has come to the auditor's attention to indicate that a material uncertainty related to going concern exists in the interim period.
- In addition to the review of the interim financial information, the auditor has other reporting responsibilities required under local law or regulation.

Ronnie Vogt

2026-07-06 04:01:58

Based on the wording of this circumstance, it may be suggesting that the entity is a going concern, although this is not part of the scenario.

## INDEPENDENT AUDITOR'S INTERIM REVIEW REPORT

To [Appropriate Addressee]

### Report on the Review of the Interim Financial Information<sup>35</sup>

#### Qualified Conclusion

We have reviewed the accompanying interim financial information of ABC Company (the Company), which comprises the condensed<sup>36</sup> statement of financial position as at March 31, 20X1, and the related condensed statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the notes to the interim financial information, including material accounting policy information.

Based on our review, except for the adjustments to the interim financial information that we might have become aware of had it not been for the situation described in the Basis for Qualified Conclusion section of our report, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not [*either* "present fairly, in all material respects," *or* "give a true and fair view of"] the financial position of ABC Company as at March 31, 20X1, and [of] its financial performance and its cash flows for the three-month period then ended, in accordance with [the applicable financial reporting framework].

#### Basis for Qualified Conclusion

As a result of a fire in a branch office on (date) that destroyed its accounts receivable records, we were unable to complete our review procedures for accounts receivable totaling xxx included in the interim financial information. The entity is in the process of reconstructing these records and is uncertain as to whether these records will support the amount shown and the related allowance for uncollectible accounts. Had we been able to complete our review procedures for accounts receivable, we might have become aware of matters indicating that material adjustments were necessary to the interim financial information.

We conducted our review in accordance with ISRE 2410 (Revised) *Review of Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*. We are responsible for expressing a conclusion on the interim financial information based on our review. A review of interim financial information performed in accordance with this ISRE is a limited assurance engagement. A review involves performing procedures, primarily consisting of inquiries and analytical procedures, and evaluating the evidence obtained. The procedures performed in a review of interim financial information vary in nature and timing from, and are less in extent than, those performed in an audit conducted in accordance with International Standards on Auditing. Consequently, a review of interim financial information does not enable us to become aware of all significant matters that might be identified in an audit. Accordingly, the level of assurance obtained in a review of interim financial information is substantially lower than in an audit, and therefore we do not express an audit opinion on the interim financial information.

We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International*

<sup>35</sup> The sub-title "Report on the Review of the Interim Financial Information" is unnecessary in circumstances when the second sub-title "Report on Other Legal and Regulatory Requirements" is not applicable. See paragraph A178.

<sup>36</sup> If the interim financial information comprises a complete set of interim financial statements, the references to "condensed" in the Conclusion section of the interim review report would be excluded.



*Independence Standards*) (IESBA Code), as applicable to audits or reviews of public interest entities, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our qualified conclusion.

### **Going Concern**

In the context of our review of the interim financial information, and in forming our qualified conclusion thereon, nothing has come to our attention that causes us to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate. Based on the evidence obtained, nothing has come to our attention to indicate that a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

Our statements are based on the evidence obtained up to the date of our interim review report and are not a guarantee as to the Company's ability to continue as a going concern.

### **Management's Responsibility for the Interim Financial Information**

Management is responsible for the preparation and fair presentation of the interim financial information in accordance with [the applicable financial reporting framework] and for such internal control as management determines is necessary to enable the preparation and fair presentation of interim financial information that is free from material misstatement, whether due to fraud or error.

In preparing the interim financial information, management is responsible for assessing the Company's ability to continue as a going concern, as well as disclosing, if applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### **Report on Other Legal and Regulatory Requirements**

*[The form and content of this section of the interim review report would vary depending on the nature of the auditor's other reporting responsibilities prescribed by local law, regulation, or national auditing standards.]*

The engagement partner on the engagement resulting in this independent auditor's interim review report is [name].

[Auditor's signature]

[Auditor's address]

[Date of the auditor's interim review report]

**Illustration 6 – An Interim Review Report on the Consolidated Interim Financial Information of an Entity Other Than a Publicly Traded Entity Containing an Adverse Conclusion Due to Non-Consolidation of Controlled Entities**

For purposes of this illustrative interim review report, the following circumstances are assumed:

- Review of the consolidated interim financial information of an entity other than a publicly traded entity prepared in accordance with a compliance framework. The entity is a group.
- The terms of the engagement reflect the description of management's responsibility for the interim financial information in paragraph 25(b) of this ISRE.
- Based on the evidence obtained, the auditor concluded that the consolidated interim financial information did not include the financial information of certain entities under the control of the Company, which is not in accordance with the requirements of the applicable financial reporting framework.
- The relevant ethical requirements that apply to the interim review engagement comprise the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), together with the ethical requirements relating to the audit in the jurisdiction, and the auditor refers to both.
- Based on the evidence obtained, nothing has come to the auditor's attention that caused the auditor to believe that management's use of the going concern basis of accounting in the preparation of the consolidated interim financial information is inappropriate. In addition, nothing has come to the auditor's attention to indicate that a material uncertainty related to going concern exists in the interim period.
- In addition to the review of the consolidated interim financial information, the auditor has other reporting responsibilities required under local law or regulation.



## INDEPENDENT AUDITOR'S INTERIM REVIEW REPORT

To [Appropriate Addressee]

### Report on the Review of the Consolidated Interim Financial Information<sup>37</sup>

#### Adverse Conclusion

We have reviewed the accompanying consolidated interim financial information of ABC Company (the Company) and its subsidiaries, which comprises the consolidated statement of financial position as at March 31, 20X1, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three-month period then ended, and the notes to the consolidated interim financial information, including material accounting policy information.

Based on our review, due to the significance of the matter described in the Basis for Adverse Conclusion section of our report, the accompanying consolidated interim financial information is not prepared, in all material respects, in accordance with [the applicable financial reporting framework].

#### Basis for Adverse Conclusion

The consolidated interim financial information does not include the financial information of XYZ Company and BCD Company (the non-consolidated subsidiaries), which are controlled by ABC Company. This is not in accordance with [the applicable financial reporting framework]. It is not practicable, in the context of our review engagement, to quantify in full the financial effects of this matter. Had the financial information of the non-consolidated subsidiaries been included, nearly every area of the consolidated interim financial information would have been materially different.

We conducted our review in accordance with ISRE 2410 (Revised) *Review of Interim Financial Information Performed by the Independent Auditor of the Entity's Annual Financial Statements*. We are responsible for expressing a conclusion on the consolidated interim financial information based on our review. A review of interim financial information performed in accordance with this ISRE is a limited assurance engagement. A review involves performing procedures, primarily consisting of inquiries and analytical procedures, and evaluating the evidence obtained. The procedures performed in a review of interim financial information vary in nature and timing from, and are less in extent than, those performed in an audit conducted in accordance with International Standards on Auditing. Consequently, a review of interim financial information does not enable us to become aware of all significant matters that might be identified in an audit. Accordingly, the level of assurance obtained in a review of interim financial information is substantially lower than in an audit, and therefore we do not express an audit opinion on the consolidated interim financial information.

We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (IESBA Code), together with the ethical requirements that are relevant to interim review engagements in [jurisdiction], and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

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<sup>37</sup> The sub-title "Report on the Review of the Consolidated Interim Financial Information" is unnecessary in circumstances when the second sub-title "Report on Other Legal and Regulatory Requirements" is not applicable. See paragraph A178.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our adverse conclusion.

### **Going Concern**

In the context of our review of the consolidated interim financial information, and in forming our conclusion thereon, nothing has come to our attention that causes us to believe that the Group's use of the going concern basis of accounting in the preparation of the consolidated interim financial information is inappropriate. Based on the evidence obtained, nothing has come to our attention to indicate that a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern.

Our statements are based on the evidence obtained up to the date of our interim review report and are not a guarantee as to the Group's ability to continue as a going concern.

### **Management's Responsibility for the Consolidated Interim Financial Information**

Management is responsible for the preparation of the consolidated interim financial information in accordance with [the applicable financial reporting framework] and for such internal control as management determines is necessary to enable the preparation of consolidated interim financial information that is free from material misstatement, whether due to fraud or error.

In preparing the consolidated interim financial information, management is responsible for assessing the Group's ability to continue as a going concern, as well as disclosing, if applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

### **Report on Other Legal and Regulatory Requirements**

*[The form and content of this section of the interim review report would vary depending on the nature of the auditor's other reporting responsibilities prescribed by local law, regulation, or national auditing standards.]*

The engagement partner on the engagement resulting in this independent auditor's interim review report is [name].

[Auditor's signature]

[Auditor's address]

[Date of the auditor's interim review report]



## Appendix 2

(Ref: Para. A173, A174)

### Illustrations of Going Concern Sections of the Independent Auditor's Interim Review Report

- **Illustration 1** (see paragraph 109):

The going concern section of an interim review report with an unmodified conclusion, when the auditor's report on the most recent annual financial statements of the entity included a Material Uncertainty Related to Going Concern section and:

- The events or conditions that led the auditor to conclude that a material uncertainty existed remain at the interim reporting date, and
- Management has identified and adequately disclosed a material uncertainty related to going concern in the interim financial information.

- **Illustration 2** (see paragraph 110):

The going concern section of an interim review report with an unmodified conclusion, when the auditor's report on the most recent annual financial statements of the entity did not include a Material Uncertainty Related to Going Concern section and:

- Events or conditions have been identified in the interim period that may cast significant doubt on the entity's ability to continue as a going concern and
- Management has identified and adequately disclosed a material uncertainty related to going concern in the interim financial information.

- **Illustration 3** (see paragraph 111):

The going concern section of an interim review report with an unmodified conclusion, when:

- Significant judgments were made by management in concluding that there is no material uncertainty at the interim reporting date related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern;
- Management's disclosures are adequate; and
- In the auditor's judgment, the significant judgments made by management are fundamental to users' understanding of the interim financial information.

## Illustration 1

### Material Uncertainty Related to Going Concern

Our auditor's report on the Company's audited financial statements as at December 31, 20X0 and for the year then ended included a Material Uncertainty Related to Going Concern section, which referred to Note 4 of those financial statements. Note 4 indicated that *[describe the events or conditions]*.

We draw attention to Note C in the accompanying interim financial information, which indicates that the Company incurred a net loss of xxx during the three-month period ended March 31, 20X1 and, as of that date, the Company's current liabilities exceeded its total assets by xxx. Note C also states that these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Our conclusion is not modified in respect of this matter.

In the context of our review of the interim financial information, and in forming our conclusion thereon, nothing has come to our attention that causes us to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate.

Our statements are based on the evidence obtained up to the date of our interim review report and are not a guarantee as to the Company's ability to continue as a

Ronnie Vogt  
2026-07-07 23:31:24

## Illustration 2

### Material Uncertainty Related to Going Concern

We draw attention to Note C in the accompanying interim financial information, which indicates that *[describe the events or conditions]*. Note C also states that these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Our conclusion is not modified in respect of this matter.

In the context of our review of the interim financial information, and in forming our conclusion thereon, nothing has come to our attention that causes us to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate.

Our statements are based on the evidence obtained up to the date of our interim review report and are not a guarantee as to the Company's ability to continue as a going concern.

It becomes more important if a Material Uncertainty exists to distinguish between the three elements in this section of the report - whether a material uncertainty exists, the use of the basis of accounting, and the statement of no guarantee. Could the use of sub-headings assist in these circumstances? This would be the same for Illustration 1 & 3 in Appendix 2. Reference to "no guarantee" when material uncertainty exists seems to dilute the point that a material uncertainty exists.



### Illustration 3

#### Going Concern

We draw attention to Note C in the accompanying interim financial information, which describes the uncertainties faced by the Company, the significant judgments made by management in assessing the entity's ability to continue as a going concern and the range of mitigating actions that have been deployed to address the effects on the Company's business activities.

Our conclusion is not modified in respect of this matter.

In the context of our review of the interim financial information, and in forming our conclusion thereon, nothing has come to our attention that causes us to believe that management's use of the going concern basis of accounting in the preparation of the interim financial information is inappropriate. Based on the evidence obtained, nothing has come to our attention to indicate that a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

Our statements are based on the evidence obtained up to the date of our int  
a guarantee as to the Company's ability to continue as a going concern.

**Ronnie Vogt**

2026-07-07 23:31:36

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This seems strange to be placed here. (C  
the auditor is drawing attention to the  
disclosures relating to assessing the en  
ability to continue as a GC, wouldn't it b  
better if this was moved up to follow the  
wording above?

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