



Auditor Reporting in Accordance with the New and Revised Auditor Reporting Standards

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New and Revised Auditor Reporting Standards – Key Features

Auditor Report

Audit Opinion – Required to be presented first

Key Audit Matters – Required for listed entities

Going Concern – Additional focus

Other Information – New section

Responsibilities – In the audit; Independence and ethical obligations; Engagement partner (listed entities)

Expected Benefits of the New Auditor's Report

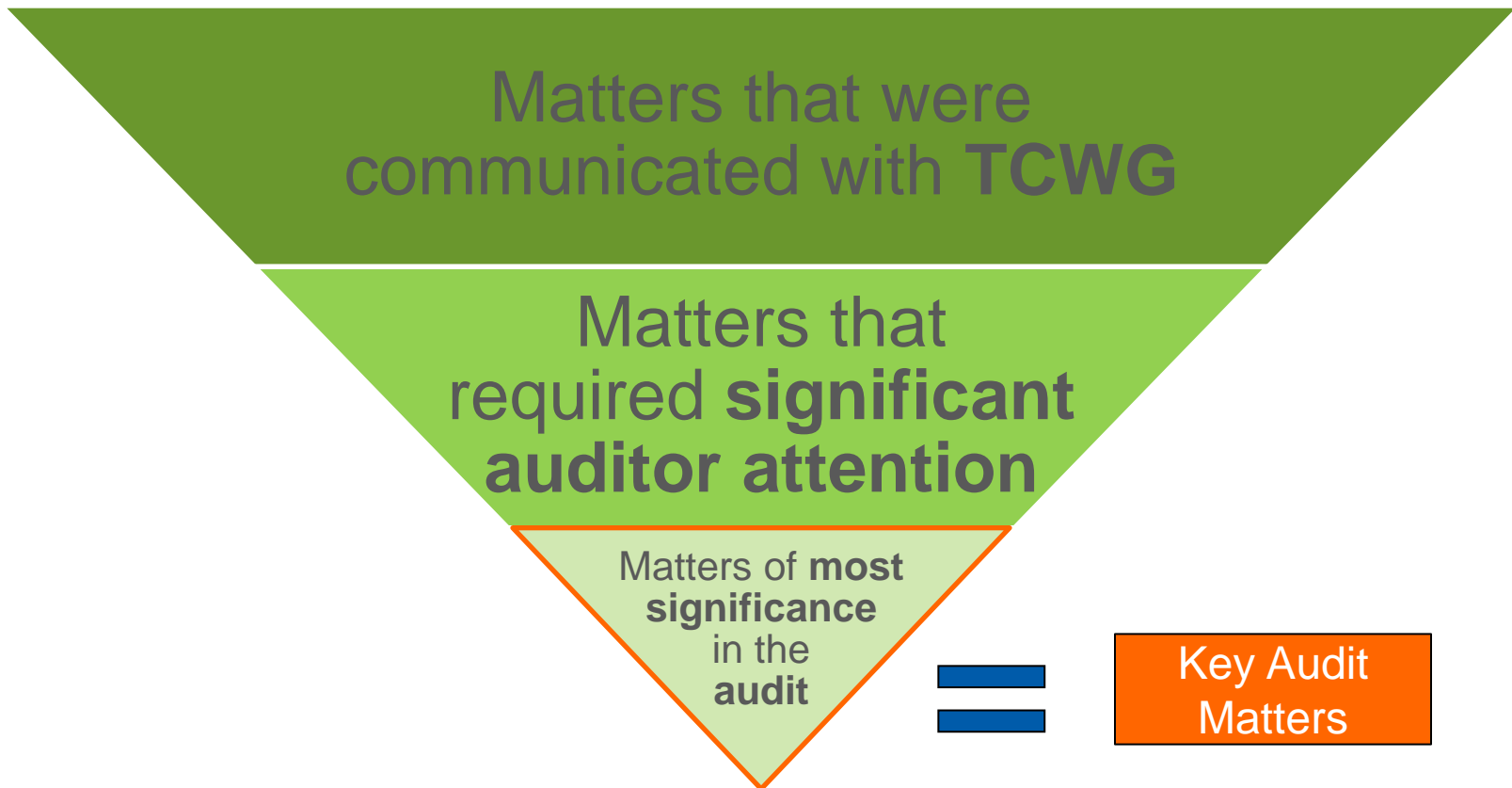
- Enhanced communicative value to users
- More robust interactions and communication among users, auditors and those charged with governance (TCWG)
- Increased attention by management and TCWG to the disclosures referred to in the key audit matters (KAM) section of the auditor's report
- Increased professional skepticism in areas where KAM are identified
- Increased audit quality or users' perception of audit quality

KAM – What They Are, and What They are Not

- The auditor's perspective on matters of most importance to the audit
- A concise summary of important audit matters versus more detailed and robust discussions with TCWG (e.g., the audit committee)

- NOT a replacement of or supplement for management's perspective embodied in the financial statements and disclosures
- NOT a scorecard on management's performance or the relative aggressiveness or conservatism in management's accounting policies or judgments

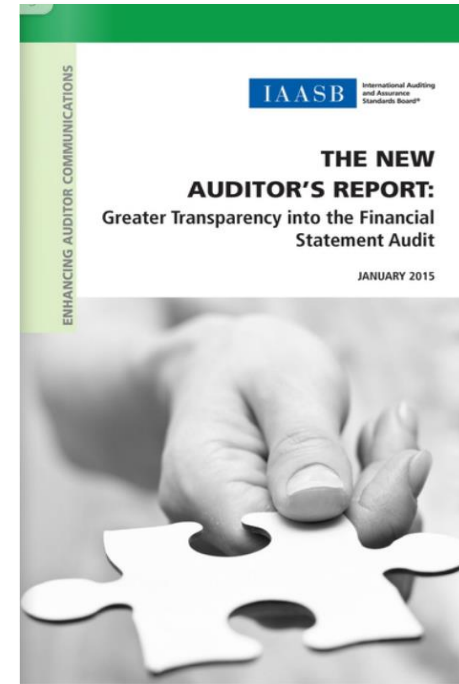
Decision-Making Framework for Determining KAM



Resources – Auditor Reporting Toolkit

New Webpage www.iaasb.org/auditor-reporting with easy access to new and revised standards and other resources

- Auditor Reporting Fact Sheet
- Auditor Reporting “At a Glance”
- Basis for Conclusions
- Publications on GC and KAM
- Illustrative KAM examples
- Plans for webcasts, podcasts and other potential publications





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