

## Response to the IFAC Part 2, SMO Self-Assessment Questionnaire

**Member Name:** Lithuanian Chamber of Auditors

**Country:** Lithuania

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Number	Question Title/Text/Help text	Answer	Comments
<b>IFAC Part 2 SMO Self-Assessment</b>			
1.	<b>SMO 1</b>		
1.1.	<b>Quality Assurance Program</b>		
1.1.1.	<i>Quality Assurance Review Program</i> In your jurisdiction is there a mandatory quality assurance review program in place for members of your organization performing audits of financial statements of listed companies?	1 <input checked="" type="radio"/> Yes  2 <input type="radio"/> No	
1.2.	<b>Responsibility for Quality Assurance - Overview</b>		
1.2.1.	<i>Responsibility for Quality Assurance</i> Within your jurisdiction, is your organization responsible for monitoring the quality of the work of your members performing audits of financial statements? Select the answer option that is most appropriate.	1 <input checked="" type="radio"/> Yes - for all audits of financial statements  2 <input type="radio"/> Yes - for all audits except	

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		those of listed entities 3○ Our organization shares responsibility for the quality assurance program with another body 4○ No, responsibility for quality assurance for all audits rests with another body 5○ Other (please describe) 6○ Not applicable - no members of our organization perform audits of listed entities	
1.2.6.	<i>Quality Assurance (Member Body) All Audits - Scope</i> What types of engagements are included in the scope of the quality assurance review program? Select all the answer options that are appropriate.	1☑ Financial statement audit - listed entities (minimum requirement) 2☑ Financial statement audit - audit of other than listed entities 3☐ Other services (e.g., review, compilation) 4☐ Insolvency 5☐ Other (please specify)	
1.4.	<b>Member - Benchmarking</b>		
1.4.1.	<b>Quality Control Standards and Guidance</b>		
1.4.1.1.	<i>Quality Control Standards</i> Has your organization established and published quality control standards requiring firms to implement a system of quality	1Ⓞ Yes	Lithuanian Chamber of Auditors in 2006 translated the 1st International Standard on Quality Control into

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	control in accordance with International Standard on Quality Control 1?	2 <input type="radio"/> No	<p>Lithuanian and publications were made available in early May, 2006.</p> <p>Currently auditors and audit firms if perform audits in accordance with ISAs apply ISQC 1 and if audits are performed in accordance National Standards on Auditing ISQC is not applied. We expect that all auditors and audit firms of Lithuania will apply ISQC 1 from January 1 of 2009 as all audits will be performed in accordance ISAs and other IAASB pronouncements.</p>
1.4.1.3.	<i>Quality Control Standards - Name</i> State the name of the relevant quality control standards.	1st International Standard on Quality Control "Quality control for firms that perform audits and reviews of historical financial information, and other assurance and related services"	
1.4.1.4.	<i>Other Quality Control Guidance</i> Has your organization established and published other quality control guidance to assist your members to understand the objectives of quality control and to implement and maintain appropriate systems of quality control?	1 <input type="radio"/> Yes  2 <input checked="" type="radio"/> No	

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1.4.1.6.	<p><i>Other Quality Control Guidance Follow Up</i> What plans does your organization have for developing and issuing other quality control guidance for your members? If you do not have such plans, what special reasons or conditions for that fact exist?</p>	<p>For the moment there are not plans for developing and issuing other quality control guidance for our members. The training courses for our members in 2006 will include topics on quality control. The main reason for that is a lack of time.</p>	
1.4.2.	<p><b>Design of the Quality Assurance Review Program</b></p>		
1.4.2.1.	<p><i>Subject of the QA Review Program</i> Who is the subject of the quality assurance review program?</p>	<p>1 <input checked="" type="checkbox"/> Audit firm  2 <input checked="" type="checkbox"/> Partner</p>	<p>Auditors who have executed at least one audit per year are selected for the review. Auditors working in the audit firm are reviewed in the same year together with the audit firm.</p>
1.4.2.2.	<p><i>Audit Firm</i> As the audit firm is the subject of the quality assurance review program, the quality assurance program should be designed, as required by SMO 1, to obtain reasonable assurance that:</p> <p>- The firm has an adequate system of quality control relating to audits of financial statements of listed entities (and of other entities or engagements that are also included in the scope of the review).</p>	<p>1 <input checked="" type="radio"/> Yes</p>	

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	<p>- The firm complies with that system. - The firm and engagement teams have adhered to professional standards and regulatory and legal requirements in performing audits of financial statements selected for review.</p> <p>Does the quality assurance program contain all three of these elements?</p>	2 <input type="radio"/> No	
1.4.2.3.	<p><i>Partner</i> As a partner is the subject of the quality assurance review program, the quality assurance program should be designed, as required by SMO1, to obtain reasonable assurance that:</p> <p>- The partner is subject to an adequate system of quality control relating to audits of financial statements of listed entities (and of other entities or engagements that are included within the scope of the review). - The partner complies with that system. - The partner has adhered to professional standards and regulatory and legal requirements in performing audits of financial statements selected for review.</p> <p>Does the quality assurance review program contain all three of these elements?</p>	1 <input checked="" type="radio"/> Yes	
		2 <input type="radio"/> No	

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1.4.2.5.	<p><i>Publication of Scope</i> Does your organization publish a description of the scope and design of its quality assurance review program?</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	
1.4.2.7.	<p><i>Name of Documents</i> Please name the published document(s) that describe the scope and design of the quality assurance review program.</p>	<p>1. Methodology for quality supervision of activities of auditors and audit firms; 2. Evaluation methodology of quality reviews results of activities of auditors and audit firms; 3. Rules for the examination of complaints about audit quality.</p>	
1.4.2.8.	<p><i>Location of Documents</i> Please indicate where the document(s) that include details on the scope and design of the quality assurance program can be located (e.g., provide internet address or indicate that documents are available from your organization).</p>	<p>internet address: <a href="http://www.lar.lt">www.lar.lt</a></p>	
1.4.3.	<p><b>Review Cycle</b></p>		
1.4.3.1.	<p><i>Selection Approach</i> Please select the approach used to select subjects for quality assurance review. Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Cycle approach</p>	

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		2 <input checked="" type="checkbox"/> Risk-based approach	
1.4.3.2.	<i>Cycle Approach - Firm</i> As the audit firm is the subject of the review, please indicate the maximum number of years in the review cycle:	1 <input type="radio"/> 1 year  2 <input type="radio"/> 2 years 3 <input type="radio"/> 3 years 4 <input type="radio"/> 4 years 5 <input checked="" type="radio"/> 5 years 6 <input type="radio"/> 6 or more years	
1.4.3.3.	<i>Cycle Approach - Partner</i> As the partner is the subject of the review, please indicate the maximum number of years in the review cycle:	1 <input type="radio"/> 1 year  2 <input type="radio"/> 2 years 3 <input type="radio"/> 3 years 4 <input type="radio"/> 4 years 5 <input checked="" type="radio"/> 5 years 6 <input type="radio"/> 6 years 7 <input type="radio"/> 7 years 8 <input type="radio"/> 8 years 9 <input type="radio"/> 9 or more years	
1.4.3.4.	<i>Cycle Greater Than Three Years</i> As the review cycle is more than the three year cycle recommended by SMO1, please provide an explanation for adopting a longer cycle.	Every 5 years is appropriate period. But quality review of audit firms carrying out audits of entities of public interest and of auditors and	

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		audit firms in which the outcomes of quality review have been negative must be carried out every 3 years.	
1.4.3.5.	<i>Cycle - Partner</i> Please describe how your organization evaluates the quality and effectiveness of the internal inspection program of a partner's firm when determining the cycle for review.	There are no such actions.	
1.4.3.6.	<i>Risk-based Approach</i> Please indicate the risk factors used to determine which firms or partners are reviewed. Select all the answer options that are appropriate.	<input type="checkbox"/> Number of listed entity clients  <input checked="" type="checkbox"/> Number of entities considered to be of public interest <input checked="" type="checkbox"/> Past results of quality assurance reviews <input type="checkbox"/> Failure to meet Continuing Professional Development requirements <input type="checkbox"/> Independence violations <input type="checkbox"/> Previously identified deficiencies in the design of, or compliance with the firm's system of quality control <input checked="" type="checkbox"/> Other (please describe)	Complains or other information concerning quality insufficiency in performed audits.
1.4.4.	<b>Implementation of the Quality Assurance</b>		



Number	Question Title/Text/Help text	Answer	Comments
<b>Program</b>			
1.4.4.1.	<i>Date of Implementation</i> On what date did the quality assurance review program commence? (provide month/year)	3/1/2003	
1.4.4.2.	<i>Number of Reviews - 2005</i> How many quality assurance reviews were completed during the year ended December 31, 2005 (or other 12 month period ending in 2005)?	43	43 -audit firms 53 - auditors
1.4.4.3.	<i>Number of Reviews - 2004</i> How many quality assurance reviews were completed during the year ended December 31, 2004 (or other 12 month period ending in 2004)?	43	43 -audit firms 60 - auditors
1.4.4.4.	<i>Number of Reviews - 2003</i> How many quality assurance reviews were completed during the year ended December 31, 2003 (or other 12 month period ending in 2003)?	31	31 -audit firms 37- auditors
1.4.5.	<b>Quality Assurance Review Team Procedures</b>		
1.4.5.1.	<i>Publication of Review Guidelines</i> Does your organization publish guidelines for procedures to be followed by quality assurance review teams?	1 <input checked="" type="radio"/> Yes	

Number	Question Title/Text/Help text	Answer	Comments
		2 <input type="radio"/> No	
1.4.5.2.	<p><i>Name of Guidelines</i> State the name of the published document(s) that include the procedures required to be followed by quality assurance review teams.</p>	<p>Regulations on choosing, preparation and qualification rising of auditors-inspectors</p>	
1.4.5.4.	<p><i>Location of Guidelines</i> How can the document(s) that include the procedures required to be followed by quality assurance review teams be located (e.g., provide internet address or indicate that documents are available from your organization)?</p>	<p>internet address: <a href="http://www.lar.lt">www.lar.lt</a></p>	
1.4.5.5.	<p><i>Content of Guidelines</i> SMO 1 requires that the procedures to be performed during the quality assurance review include:</p> <p>a. An assessment of the system of quality control relating to audits of financial statements of listed entities (minimum requirement)</p> <p>b. Sufficient review of the quality control policies and procedures and reviews of engagement working papers to evaluate:</p> <ul style="list-style-type: none"> <li>- The functioning of that system of quality control, and compliance with it; and</li> <li>- The compliance with professional standards and regulatory and legal</li> </ul>	<p>1 <input checked="" type="radio"/> Yes</p>	

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	<p>requirements in respect of audits of financial statements</p> <p>c. Review of engagement working papers</p> <p>d. Specific requirements regarding documentation of the review</p> <p>Does your quality assurance review program include requirements for all of these procedures?</p>	<p>2○ No</p>	
<p>1.4.5.7.</p>	<p><i>Review of Engagement Working Papers</i></p> <p>SMO 1 requires procedures to be performed for the review of engagement working papers, including the evaluation of:</p> <ul style="list-style-type: none"> <li>- The existence and effectiveness of the system of quality control implemented by the subject of the review;</li> <li>- Compliance with professional standards and regulatory and legal requirements in performing the engagement;</li> <li>- The sufficiency and appropriateness of evidence documented in the working papers; and</li> <li>- Whether the auditor's reports are appropriate in the circumstances.</li> </ul> <p>Does your quality assurance review program include requirements for all of these procedures?</p>	<p>1⊙ Yes</p>	
		<p>2○ No</p>	

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1.4.5.9.	<p><i>Documentation</i></p> <p>Do the procedures to be performed by the quality assurance review team require documentation:</p> <ul style="list-style-type: none"> <li>- of evidence supporting the quality assurance review report; and</li> <li>- that establishes that the quality assurance review was carried out in accordance with the established guidelines.</li> </ul> <p>Are both of these requirements included in the quality assurance review program?</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	
1.4.6.	<p><b>The Quality Assurance Review Team</b></p>		
1.4.6.1.	<p><i>Skills and Competence</i></p> <p>Members of the quality assurance review team should have the necessary competencies to perform expected work. As required by SMO 1, these competencies should include:</p> <ul style="list-style-type: none"> <li>- Appropriate professional education</li> <li>- Relevant professional experience</li> <li>- Specific training on performing quality assurance reviews</li> </ul> <p>Does the quality assurance review program require members of the quality assurance review team to have all three of these competencies?</p>	<p>1 <input checked="" type="radio"/> Yes</p>	

Number	Question Title/Text/Help text	Answer	Comments
		2○ No	
1.4.6.3.	<i>Certification/Credentials</i> Are members of the quality assurance review team required to possess certification or credentials issued by your organization to be eligible to serve as team members?	1○ Yes	
		2⊙ No	
1.4.6.4.	<i>Certification/Credentials Follow Up</i> Please explain why members of the quality assurance review team are not required to possess certification or credentials issued by your organization to be eligible to serve as team members.	Only certified auditor of Republic of Lithuania can be assigned as auditor-controller (reviewer for quality assurance review purposes). There is no special training to be reviewers, but auditor-controllers must attend refresher courses every year which are organized by the LCA.	
1.4.6.5.	<i>Quality Assurance Review Team Leader</i> Where more than one reviewer is used to conduct a review, is a quality assurance review team leader assigned for each quality assurance review assignment?	1○ Yes	
		2⊙ No	
1.4.6.6.	<i>QA Review Team Leader Follow Up</i> Please explain why a quality assurance review team leader is not assigned for each quality assurance review assignment.	The quality assurance review team leader is not assigned.	Usually reviews are carried out by only 1 reviewer (controller).
1.4.6.7.	<i>QA Review Team Leader - Responsibilities</i>		

Number	Question Title/Text/Help text	Answer	Comments
	<p>As required by SMO 1, the responsibilities of the quality assurance review team leader should include:</p> <ul style="list-style-type: none"> <li>- Supervision of the quality assurance review.</li> <li>- Communication of the quality assurance review team's conclusions to the subject of the review.</li> <li>- Preparation of the quality assurance review report.</li> </ul> <p>Does the quality assurance program place all these responsibilities on the review team leader?</p>	<p>1 <input type="radio"/> Yes</p> <p>2 <input checked="" type="radio"/> No</p>	
1.4.6.8.	<p><i>QA Review Team Leader - Responsibilities Follow Up</i> Explain the reasons why one or more of these responsibilities have not been placed on the quality assurance review team leader.</p>	See 1.4.6.6	
1.4.6.9.	<p><i>Size of Quality Assurance Review Team</i> Please estimate the average number of reviewers included on a review team.</p>	1	
1.4.7.	<p><b>Quality Assurance Confidentiality - QA Review Team</b></p>		
1.4.7.1.	<p><i>Exemption for QA Reviewers</i> Does your organization exempt members</p>	1 <input checked="" type="radio"/> Yes	The answer is yes to the corrected

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	from professional client confidentiality requirements concerning audit engagement working papers for the purpose of quality assurance reviews?	2○ No	question.
1.4.7.3.	<i>Confidentiality Requirements</i> Is the quality assurance review team required to follow professional confidentiality requirements similar to those established for professional accountants performing audits of financial statements?	1⊙ Yes	
		2○ No	
1.4.8.	<b>Ethical Requirements and QA Review Team</b>		
1.4.8.1.	<i>Fundamental Principles</i> Are the fundamental principles set out in the IFAC Code of Ethics (relevant national ethical requirements) considered in relation to the quality assurance review team's conduct of a review?	1⊙ Yes	
		2○ No	
1.4.8.3.	<i>Consideration of Independence</i> Quality assurance review team members are expected to be independent of the member (i.e., the accountant or firm being reviewed) and the member's clients selected for review.  Do those who select and approve a review team determine whether the independence of the quality assurance review team leader and each member of the quality assurance	1⊙ Yes	

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	review team has been reasonably assured?	2○ No	
1.4.8.5.	<i>Reciprocal Reviews</i> Where the review is performed by team members from a single firm (e.g., a "peer review"), please indicate whether firms are permitted to perform reciprocal quality assurance reviews.	1○ Yes, reciprocal reviews are permitted  2○ No, reciprocal reviews are not permitted 3⊙ Not applicable - peer review is not used	
1.4.9.	<b>Reporting</b>		
1.4.9.1.	<i>Quality Assurance Review Report</i> Is the quality assurance review team leader required to issue a written quality assurance review report to the reviewed firm or partner upon completion of each quality assurance review assignment?	1⊙ Yes  2○ No	
1.4.9.3.	<i>Contents of Report</i> As required by SMO 1, the quality assurance review report should include the following elements:  - The review guidelines (referred to in Question 1.4.5.1) utilized by the quality assurance review team. - Recommendations for areas of improvement at both firm wide and engagement level.	1⊙ Yes	



Number	Question Title/Text/Help text	Answer	Comments
	<p>Does the quality assurance program require both of these elements to be included in the report?</p>	2 <input type="radio"/> No	
1.4.9.5.	<p><i>Contents of Report - Firm</i> As required by SMO 1, the quality assurance review report should include the following conclusions:</p> <ul style="list-style-type: none"> <li>- Whether the firm's system of quality control has been designed to meet the requirements of the applicable quality control standards;</li> <li>- Whether the firm has complied with its system of quality control during the period under review; and</li> <li>- Reasons for reaching negative conclusions on either or both of the above.</li> </ul> <p>Does the quality assurance program require all of these elements to be included in the report?</p>	1 <input checked="" type="radio"/> Yes	
		2 <input type="radio"/> No	
1.4.9.6.	<p><i>Contents of Report - Partner</i> As required by SMO 1, the quality assurance review report should include the following conclusions:</p> <ul style="list-style-type: none"> <li>- Whether the partner has been subject to a</li> </ul>	1 <input checked="" type="radio"/> Yes	

Number	Question Title/Text/Help text	Answer	Comments
	<p>system of quality control designed to meet the requirements of the quality control standards;</p> <ul style="list-style-type: none"> <li>- Whether the partner has complied with the firm's system of quality control during the period under review; and</li> <li>- Reasons for negative conclusions on either or both of the above.</li> </ul> <p>Does the quality assurance program require all of these elements to be included in the report?</p>	2○ No	
1.4.9.8.	<p><i>Response to Reporting</i></p> <p>Is the subject of the review required to provide a timely written response to the recommendations and conclusions of the quality assurance review report, including planned actions and expected time of completion or implementation?</p>	1⊙ Yes	
1.4.9.10.	<p><i>Reporting to the Public</i></p> <p>Does your organization prepare and make available to the public (and upon request from regulatory authorities) an annual report summarizing the results of the quality assurance review program?</p>	1⊙ Yes	
1.4.10.	<p><b>Corrective and Disciplinary Actions</b></p>	2○ No	
1.4.10.1.	<p><i>Corrective Actions Required</i></p> <p>Does your organization require each of its</p>	1⊙ Yes	

Number	Question Title/Text/Help text	Answer	Comments
	members to make appropriate corrections to its system of quality control, or in its compliance with policies and procedures?	2 <input type="radio"/> No	
1.4.10.3.	<i>Disciplinary Actions</i> If one of your members subsequently fails to demonstrate compliance with professional standards and regulatory and legal requirements, do you take appropriate disciplinary action?	1 <input checked="" type="radio"/> Yes	
		2 <input type="radio"/> No	
1.4.10.5.	<i>Linkage with Disciplinary Actions</i> Does your organization clearly establish a link between less than satisfactory results of quality assurance reviews and the initiation of corrective and disciplinary actions under its disciplinary system?	1 <input checked="" type="radio"/> Yes	
		2 <input type="radio"/> No	
2.	<b>SMO 2</b>		
2.1.	<i>MB Membership Requirements</i> Which of the following are required for individuals to be admitted as members in your organization? Select all the options that are appropriate.	1 <input checked="" type="checkbox"/> Complete a program of professional accountancy education	
		2 <input checked="" type="checkbox"/> Complete a practical experience requirement	
		3 <input checked="" type="checkbox"/> Complete a final assessment of the individual's professional capabilities and	

Number	Question Title/Text/Help text	Answer	Comments
		competencies 4 <input type="checkbox"/> None of the above	
2.2.	<i>Continuous Professional Development</i> Is there a requirement for your members to develop and maintain competence through continuous professional development (CPD)?	1 <input checked="" type="radio"/> Yes  2 <input type="radio"/> No	
2.3.	<b>Professional Accountancy Education</b>		
2.3.1.	<i>Professional Accountancy Education Program</i> Who delivers the professional accountancy education program for your members? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Our organization	Our organisation requires that a candidate: have a university degree in the field of economics* and at least 3 years auditor assistant's practice in audit company, have a working knowledge of national language, is of perfect reputation, have passed qualification examinations or examinations to check up the knowledge and sworn the auditor's oath (the Law on Audit, Article 5) . There are five qualification examinations of: 1) audit theory and practice, 2) accounting and financial analysis, 3) taxation 4) legal acts regulating the activities of enterprises, 5) other disciplines close to audit (economics, statistics, mathematics, informatics).

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			* from February 2006 only a university degree (without further specifications) is required
		<input type="checkbox"/> Another IFAC member body <input type="checkbox"/> Universities <input type="checkbox"/> Approved training institutions <input type="checkbox"/> Government bodies <input type="checkbox"/> Other organizations	
2.7.	<b>IES 1 Entry Requirements</b>		
2.7.1.	<p><i>Entry Requirements and Equivalency</i> Section 2.7 deals with the entry requirements to the professional accountancy education program delivered by your organization.</p> <p>Are the entry requirements to the program equivalent to admissions requirements for a recognized university degree program (or its equivalent)?</p>	<p>1 <input checked="" type="radio"/> Entry requirements are at least equivalent to that for admission into a recognized university degree program (or its equivalent)</p> <p>2 <input type="radio"/> Entry requirements are not equivalent to that for admissions into a recognized university degree program (or its equivalent)</p>	The individual must work in an audit firm as an auditor's assistant (a diploma is not required) and to be in the list of auditor's assistants.
2.7.3.	<p><i>Process for Checking Equivalency</i> Is there a formal process for assessing whether an individual's experience and knowledge is equivalent to that for admissions into a recognized university?</p>	1 <input checked="" type="radio"/> Yes	

Number	Question Title/Text/Help text	Answer	Comments
		2 <input type="radio"/> No	
2.8.	<b>IES 2 Content of Professional Accounting Education Program</b>		
2.8.1.	<p><i>Gaining Accountancy Knowledge</i> Section 2.8 deals with the general content of the professional accountancy education program delivered by your organization.</p> <p>What forms of pre-qualification, professional accountancy knowledge are recognized by your organization? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Post-secondary accounting degree</p> <p>2 <input checked="" type="checkbox"/> Post-secondary business or finance degree</p> <p>3 <input checked="" type="checkbox"/> Post-secondary degree in another subject matter</p> <p>4 <input type="checkbox"/> Qualification offered by another IFAC member body</p> <p>5 <input type="checkbox"/> Relevant work experience</p> <p>6 <input type="checkbox"/> Other</p>	
2.8.2.	<p><i>Describe Other Degree</i> Describe in general terms the other degrees and specializations recognized by your organization.</p>	Any university degree.	
2.8.6.	<p><i>Pre-Qualification for Professional Knowledge</i> What is the length of the professional accountancy knowledge component of pre-qualification education? Select the answer</p>	1 <input type="radio"/> Two years of full-time study or part-time equivalent	

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	option that is the most appropriate.	<p>2 <input checked="" type="radio"/> Less than two years of full-time study or part-time equivalent</p> <p>3 <input type="radio"/> More than two years of full-time study or part-time equivalent study</p>	
2.8.7.	<p><i>Length Follow Up</i> Please describe the extent of professional accountancy knowledge that is required as part of the pre-qualification education component. Include in your description factors that were relevant in selecting the extent of knowledge required.</p>	150 academic hours during 3 years.	
2.8.8.	<b>Pre-Qualification Content</b>		
2.8.8.1.	<p><i>Accounting and Finance</i> Section 2.8.8.1 deals with the specific content of the professional accountancy education program delivered by your organization.</p> <p>Which of the following accounting, finance, and related knowledge subject areas are required prior to qualification? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Financial accounting and reporting</p> <p>2 <input checked="" type="checkbox"/> Management accounting and control</p> <p>3 <input checked="" type="checkbox"/> Control</p> <p>4 <input checked="" type="checkbox"/> Taxation</p> <p>5 <input checked="" type="checkbox"/> Business and commercial law</p>	

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		6 <input checked="" type="checkbox"/> Audit and assurance 7 <input checked="" type="checkbox"/> Finance and financial management 8 <input checked="" type="checkbox"/> Professional values and ethics 9 <input type="checkbox"/> None of the above	
2.8.8.3.	<i>Organizational and Business Knowledge</i> Which of the following organizational and business knowledge subject areas are required prior to qualification? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Economics  2 <input type="checkbox"/> Business environment 3 <input type="checkbox"/> Corporate governance 4 <input type="checkbox"/> Business ethics 5 <input type="checkbox"/> Financial markets 6 <input type="checkbox"/> Quantitative methods 7 <input type="checkbox"/> Organizational behavior 8 <input type="checkbox"/> Management and strategic decision making 9 <input type="checkbox"/> Marketing 10 International business and <input type="checkbox"/> globalization 11 None of the above <input type="checkbox"/>	
2.8.8.4.	<i>Organizational and Business Follow Up</i> For the organizational and business knowledge subjects in question 2.10.8.3 that are not required by your organization, please explain the special conditions or reasons why they are not required.	The subjects are required only to the extent they relate to audit.	
2.8.8.5.	<i>Information Technology</i>		



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	Which of the following information technology (IT) subject areas and competences are required prior to qualification? Select all the answer options that are appropriate.	<p>1 <input checked="" type="checkbox"/> General knowledge of IT</p> <p>2 <input checked="" type="checkbox"/> IT control knowledge</p> <p>3 <input checked="" type="checkbox"/> IT control competences</p> <p>4 <input checked="" type="checkbox"/> IT user competences</p> <p>5 <input checked="" type="checkbox"/> One of, or a mixture of, the competences of, the roles of manager, evaluator or designer of information systems</p> <p>6 <input type="checkbox"/> None of the above</p>	The subjects are required only to the extent they relate to audit.
2.8.8.7.	<i>Additional Content by Requirement</i> Are there additional content requirements specified by law or regulation, or your organization?	<p>1 <input type="checkbox"/> Yes, as required by law or regulation</p> <p>2 <input checked="" type="checkbox"/> Yes, as determined to be necessary by our organization</p> <p>3 <input type="checkbox"/> No</p>	
2.8.8.8.	<i>Additional Content - Describe</i> Describe the additional content required by law / regulation or determined to be necessary by your organization including whether this requirement applies to all professional accountants or those operating in public practice or employed in business.	The Presidium of LCA approves the training requirement which applies to all candidates.	
2.9.	<b>IES 3 Professional Skills</b>		
2.9.1.	<i>Development of Intellectual Skills</i>		

Number	Question Title/Text/Help text	Answer	Comments
	<p>Section 2.9 deals with the professional skills required by the professional accountancy education program delivered by your organization.</p> <p>At what points in the professional accountancy education program are intellectual skills developed? Select all the answer options that are appropriate. In responding to this question refer to IES 3 paragraphs 13 and 14.</p>	<p>1 <input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry requirements</p> <p>2 <input type="checkbox"/> Through specific professional accountancy education course content</p> <p>3 <input type="checkbox"/> Through practical experience requirement</p> <p>4 <input type="checkbox"/> Other (please describe)</p>	
2.9.2.	<p><i>Intellectual Skills</i></p> <p>Describe the specific intellectual skills candidates are required to have at the point of qualification and how these skills are assessed.</p>	<p>The candidates are not required to have any specific intellectual skills and these skills are not assessed.</p>	
2.9.3.	<p><i>Development of Technical and Functional Skills</i></p> <p>At what points in the professional accountancy education program are technical and functional skills developed? Select all the answer options that are appropriate. In responding to this question</p>	<p>1 <input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry requirements</p>	

Number	Question Title/Text/Help text	Answer	Comments
	refer to IES 3 paragraphs 13 and 15.	<input type="checkbox"/> Through specific professional accountancy education course content <input type="checkbox"/> Through practical experience requirement <input type="checkbox"/> Other (please describe)	
2.9.4.	<i>Technical and Functional Skills</i> Describe the specific technical and functional skills candidates are required to have at the point of qualification and how these skills are assessed.	The candidates are not required to have any specific technical and functional skills and these skills are not assessed.	
2.9.5.	<i>Development of Personal Skills</i> At what points in the professional accountancy education program are personal skills developed? Select all the answer options that are appropriate. In responding to this question IES 3 paragraphs 13 and 16.	<input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry requirements <input type="checkbox"/> Through specific professional accountancy education course content <input type="checkbox"/> Through practical experience requirement <input type="checkbox"/> Other (please describe)	
2.9.6.	<i>Personal Skills</i> Describe the specific personal skills candidates are required to have at the point of qualification and how these skills are assessed.	The candidates are not required to have any specific personal skills and these skills are not assessed.	

Number	Question Title/Text/Help text	Answer	Comments
2.9.7.	<p><i>Dev of Interpersonal and Communication Skills</i> At what points in the professional accountancy education program are interpersonal and communication skills developed? Select all the answer options that are appropriate. In responding to this question refer to IES 3 paragraphs 13 and 17.</p>	<p>1 <input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry requirements</p> <p>2 <input type="checkbox"/> Through specific professional accountancy education course content</p> <p>3 <input type="checkbox"/> Through practical experience requirement</p> <p>4 <input type="checkbox"/> Other (please describe)</p>	
2.9.8.	<p><i>Interpersonal and Communication Skills</i> Describe the specific interpersonal and communication skills candidates are required to have at the point of qualification and how these skills are assessed.</p>	<p>The candidates are not required to have any specific interpersonal and communication skills and these skills are not assessed.</p>	
2.9.9.	<p><i>Dev of Organizational and Business Mngt Skills</i> At what points in the professional accountancy education program are organizational and business management skills developed? Select all the answer options that are appropriate. In responding to this question refer to IES 3 paragraphs 13 and 18.</p>	<p>1 <input checked="" type="checkbox"/> As part of general education and / or as part of the professional accountancy education program entry requirements</p> <p>2 <input type="checkbox"/> Through specific professional</p>	

Number	Question Title/Text/Help text	Answer	Comments
		accountancy education course content 3 <input type="checkbox"/> Through practical experience requirement 4 <input type="checkbox"/> Other (please describe)	
2.9.10.	<i>Organizational and Business Management Skills</i> Describe the specific organizational and business management skills candidates are required to have at the point of qualification and how these skills are assessed.	The candidates are not required to have any specific organizational and business management skills and these skills are not assessed.	
2.10.	<b>IES 4 Professional Values, Ethics and Attitudes</b>		
2.10.1.	<i>Content for Values, Ethics and Attitudes</i> Section 2.10 deals with professional ethics, values, and attitude content and requirements of the professional accountancy education program delivered by your organization.  Does the professional accountancy education program include coverage of values, ethics and attitudes?	1 <input checked="" type="radio"/> Yes          2 <input type="radio"/> No	
2.10.2.	<b>Values, Ethics and Attitudes in Content</b>		
2.10.2.1.	<i>Program Content for Values, Ethics and Attitudes</i> Which of the following are included in the program content? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> The nature of ethics	

Number	Question Title/Text/Help text	Answer	Comments
		<p>2☑ Differences of detailed rules-based and framework approaches to ethics, their advantages and drawbacks</p> <p>3☑ Compliance with the fundamental ethical principles of integrity, objectivity, commitment to professional competence and due care, and confidentiality</p> <p>4☑ Professional behavior and compliance with technical standards</p> <p>5☑ Concepts of independence, skepticism, accountability and public expectations</p> <p>6☑ Ethics and the profession: social responsibility</p> <p>7☑ Ethics and law, including the relationship between laws, regulations and the public interest</p> <p>8☑ Consequences of unethical behavior to the individual, to the profession and to society at large</p> <p>9☑ Ethics in relation to business and good governance</p> <p>10☑ Ethics and the individual professional accountant: whistle blowing, conflicts of</p>	

Number	Question Title/Text/Help text	Answer	Comments
		11 <input type="checkbox"/>	interest, ethical dilemmas and their resolution. None of the above
2.10.2.3.	<i>IFAC Code of Ethics</i> Is the program content based on the relevant sections of the IFAC Code of Ethics?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
2.10.2.4.	<i>Workplace Learning Development</i> At what points in the professional accountancy education program are values, ethics, attitudes and adherence to them developed? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> As part of general education and / or as part of the program entry requirements 2 <input type="checkbox"/> Through specific program course content 3 <input checked="" type="checkbox"/> Through practical experience requirement 4 <input type="checkbox"/> Other (please describe)	
2.11.	<b>IES 5 Practical Experience Requirement</b>		
2.11.1.	<i>Approved Provider</i> Section 2.11 deals with the practical experience requirement established by your organization.  Does the practical experience requirement have to be obtained with approved providers or employers?	1 <input checked="" type="radio"/> Yes    2 <input type="radio"/> No	

Number	Question Title/Text/Help text	Answer	Comments
2.11.2.	<i>Provider Characteristics</i> Please describe the characteristics set by your organization for recognizing approved providers.	All certified auditors who are employed in an audit firm, have experience of at least 3 years of work as auditor and have no disciplinary penalties could be such providers.	
2.11.4.	<i>Length of Practical Experience</i> What is the required length of pre-qualification practical experience? Select the answer option that is most appropriate.	1 <input checked="" type="radio"/> Three years 2 <input type="radio"/> Less than three years 3 <input type="radio"/> More than three years	
2.11.6.	<b>Practical Application SMO 2</b>		
2.11.6.1.	<i>Practical Application</i> Where relevant graduate (beyond undergraduate, e.g., masters) professional education has a strong element of practical accounting application, may any portion of the professional education be contributed to the practical experience requirement?	1 <input type="radio"/> Yes 2 <input checked="" type="radio"/> No	
2.11.7.	<b>Timing of Experience</b>		
2.11.7.1.	<i>Pre or Post Qualification Experience</i> The practical experience for accountants may be obtained (select all the answer options that are appropriate):	1 <input checked="" type="checkbox"/> Before the professional accountancy education program of study 2 <input checked="" type="checkbox"/> At the same time as the professional accountancy education program of study	



Number	Question Title/Text/Help text	Answer	Comments
		3 <input checked="" type="checkbox"/> After the professional accountancy education program of study	
2.11.7.2.	<i>Describe Pre or Post Experience</i> Describe the length of practical experience that may be obtained pre-qualification and / or post-qualification.	3 years length pre-qualification of practical experience.	
2.12.	<b>IES 5 Monitoring of Practical Experience Requirement</b>		
2.12.1.	<i>Monitoring of Practical Experience</i> Is the period of practical experience monitored?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
2.12.3.	<i>Monitoring Practical Experience</i> How is the practical experience requirement (or practical application) monitored and assessed? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Mentoring system 2 <input checked="" type="checkbox"/> Approved training employers and organizations 3 <input type="checkbox"/> Self-declaration required from the candidate 4 <input checked="" type="checkbox"/> Record of the practical experience is kept and submitted to the member body when applying for membership 5 <input checked="" type="checkbox"/> An assessment is made by the mentor or employer 6 <input type="checkbox"/> Other (please describe)	

Number	Question Title/Text/Help text	Answer	Comments
2.13.	<b>IES 6 Assessment of Prof Capabilities and Competence</b>		
2.13.1.	<p><i>Assessment by IFAC Body or Other</i></p> <p>Section 2.13 deals with the final assessment requirements established by your organization.</p> <p>Select all the organizations involved in conducting the final assessment.</p> <p>If the final assessment is conducted jointly between various organizations, select all those that have some responsibility for conducting the final assessment and in the Comment Box, describe the nature of their respective roles and responsibilities.</p>	<p>1 <input checked="" type="checkbox"/> Our organization (including training entities that are affiliated with our organization or a subsidiary of our organization).</p> <p>2 <input type="checkbox"/> Another IFAC member body</p> <p>3 <input type="checkbox"/> Government or regulatory body</p> <p>4 <input type="checkbox"/> Other</p>	
2.13.4.	<p><i>Characteristics of Assessment</i></p> <p>Which of the following characteristics are applicable to the final assessment process? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Uniform for all students</p> <p>2 <input type="checkbox"/> Given simultaneously where it is being held in more than once location in the country</p> <p>3 <input type="checkbox"/> Assessment is set and assessed only by qualified or approved individuals</p>	The exams are held only in one location.

Number	Question Title/Text/Help text	Answer	Comments
		4 <input type="checkbox"/> None of the above	
2.13.5.	<i>Qualifying for Final Assessment</i> What requirements must the candidate satisfy to take the final assessment? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Specified pre-qualification requirements relating to professional knowledge, professional skills, and professional values, ethics, and attitudes 2 <input checked="" type="checkbox"/> Specified practical experience requirements 3 <input checked="" type="checkbox"/> Other (please describe) 4 <input type="checkbox"/> None of the above	University degree.
2.13.6.	<i>Timing Considerations for Final Assessment</i> Is there a requirement or restriction for completing the final assessment? For example, some organization may require the candidate to take the final examination within a specified number of years of meeting the pre-assessment requirements.	1 <input type="radio"/> Yes  2 <input checked="" type="radio"/> No	
2.13.8.	<i>Assess Professional Knowledge</i> Describe in general terms how required professional knowledge (e.g. technical knowledge about accounting, finance, audit, financial reporting, legislative requirements, information technology etc) is assessed during the final assessment.	Multiple choice questions and case studies.	
2.13.9.	<i>Assess Professional Skills</i> Describe in general terms how required professional skills (e.g. ability to solve	Multiple choice questions and case studies.	

Number	Question Title/Text/Help text	Answer	Comments
	problems, make decisions, exercise judgment, personal skills, interpersonal and communication skills, organizational and business management skills etc) are assessed during the final assessment.		
2.13.10.	<i>Assess Professional Values, Ethics, Attitudes</i> Describe in general terms how required professional values, ethics, and attitudes are assessed during the final assessment.	Multiple choice questions and case studies.	
2.13.11.	<i>Recorded or Oral Format</i> Is the final assessment conducted through:	1 <input checked="" type="radio"/> Recorded format with recorded (e.g. written) response required 2 <input type="radio"/> Oral format with oral responses 3 <input type="radio"/> Both recorded and oral response formats	
2.13.13.	<i>Assessment Formats</i> What formats are used in conducting the final assessment (select all the answer options that are appropriate)?	1 <input checked="" type="checkbox"/> Multiple choice questions 2 <input checked="" type="checkbox"/> Case studies 3 <input type="checkbox"/> Technical questions 4 <input type="checkbox"/> Thesis 5 <input type="checkbox"/> Other (please describe) 6 <input type="checkbox"/> None of the above	
2.13.14.	<i>Reliability and Validity</i> Describe in general terms the procedures in place to ensure the final assessments are	The experts examine the answers not knowing the	



Number	Question Title/Text/Help text	Answer	Comments
		3 <input checked="" type="checkbox"/> Law and / or regulation (state the name of the law / regulation) 4 <input type="checkbox"/> Other (please describe)	
2.14.2.	<i>CPD and Professional Accountants</i> Which membership categories are required to maintain professional competence through continuous professional development? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> All our qualified members  2 <input type="checkbox"/> Qualified members who perform audits of listed entities 3 <input type="checkbox"/> Qualified members who perform audits of entities other than listed entities 4 <input type="checkbox"/> Qualified members who provide services (other than audit) to the public 5 <input type="checkbox"/> Qualified members who are employed in business 6 <input type="checkbox"/> Other (please describe)	
2.14.3.	<b>Requirement - CPD</b>		
2.14.3.1.	<i>Type of CPD Requirement</i> Which of the following answer options describes the way the continuous professional development is structured? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Members must satisfy a number of hours of continuous professional development a year or over a number of years  2 <input checked="" type="checkbox"/> All members are to satisfy specified content	2 hours for professional Ethics are compulsory.

Number	Question Title/Text/Help text	Answer	Comments
		requirements (e.g. specified courses or knowledge content) 3 <input type="checkbox"/> Members working in specialist areas or areas of high risk to the public are to satisfy specified content requirements (e.g. specified courses or knowledge content)  4 <input type="checkbox"/> Other	
2.14.3.3.	<i>Hours of Continuous Professional Development</i> Which one of the following answer options best describes the continuous professional development hours required?	1 <input checked="" type="radio"/> Members have to complete a minimum of 120 hours or equivalent learning units of relevant professional development activity over a three-year rolling period. 2 <input type="radio"/> Members have to complete a minimum of 20 hours or equivalent learning units in each year 3 <input type="radio"/> Other	
2.14.3.5.	<i>Describe Content Requirement</i> Describe the content requirement applicable to all members.	auditing, accounting, tax, law.	
2.14.3.8.	<i>Monitoring of CPD</i> Is there a process to monitor whether your	1 <input checked="" type="radio"/> Yes, there is a monitoring	

Number	Question Title/Text/Help text	Answer	Comments
	members who are qualified as professional accountants meet the continuous professional development requirements?	<p>process for CPD requirements</p> <p>2○ No, there is no monitoring process for CPD requirements</p>	
2.14.4.	<b>Monitoring of CPD Requirement</b>		
2.14.4.1.	<p><i>Monitoring Process SMO 2</i></p> <p>Which of the following elements does the monitoring process include? Select all the answer options that are appropriate.</p>	<p>1<input type="checkbox"/> Professional accountants are required to submit a declaration</p> <p>2<input type="checkbox"/> Professional accountants are required to submit evidence</p> <p>3<input type="checkbox"/> Our organization audits a sample of professional accountants to check compliance</p> <p>4<input type="checkbox"/> Compliance is monitored through firm quality control standards</p> <p>5<input type="checkbox"/> Compliance is monitored through a quality assurance review program</p> <p>6<input checked="" type="checkbox"/> Other (please describe)</p> <p>7<input type="checkbox"/> None of the above</p>	<p>The members only take the CPD hours with the Chamber of Auditors and the LCA has such the information.</p>
2.14.4.3.	<p><i>Sanctions SMO 2</i></p> <p>Where a professional accountant does not satisfy the CPD requirements (within a reasonable period of encouraging the professional accountant to meet the requirements), are sanctions or other non-</p>	<p>1⊙ Yes, sanctions or actions for non-compliance are imposed</p>	



Number	Question Title/Text/Help text	Answer	Comments
	compliance actions, such as expulsion or denial of the right to practice, imposed?	20 No, sanctions or other non-compliance actions are not imposed	
2.14.4.4.	<i>Sanction Types and CPD</i> Describe the nature and extent of the sanction, expulsions or denial of the right to practice.	The Auditor's Court of Honour may cancel the validity of certificate, which means no practice, no membership.	
2.15.	<i>Activities to Promote IESs SMO 2</i> Please describe the activities your organization undertakes to promote and assist in implementing the pronouncements issued by IFAC's International Accounting Education Standards Board.	Last year the LCA had a project "Effective Application of International Standards on Auditing" which was funded by FIRST. The purpose of this project was to support implementation of ISAs, IFAC Code of Ethics and other related standards of IFAC in Lithuania. In 2004 the LCA translated ISAs and the Code of Ethics. The ISREs, ISAEs, ISRSs, 1st ISQC and the new ode of Ethics are translated and will be published in May 2006. The CPD include topics of IFAC standards.	The objective of this project was to support implementation of ISAs, IFAC Code of Ethics and other related standards of IFAC in Lithuania. Key outputs: 1) sustainability of the LCA reassessed in light of progress to date; 2) strategy for keeping current with IFAC material developed; 3) model for sustainable public register for auditors developed and agreed in line with the requirements of the Eight Directive; 4) affordable model for training related to IFAC materials identified. Training materials on ISAs (effective in 2005) and IFAC Code on Ethics (2005 June version) could be shared with other IFAC members.

Number	Question Title/Text/Help text	Answer	Comments
3.	<b>SMO 3</b>		
3.1.	<p><i>Auditing Standards in Law/Regulation</i></p> <p>Does law or regulation establish the set of auditing standards to be used in the audit of private sector listed entities and non-listed entities? Select all the answer options that are appropriate.</p> <p>Where the law / regulation establishes the auditing standards to be used by reference to the set of standards to be used by their name or by including the text of the standards in the law / regulation, please respond "yes" to this question. Section 3.8. of this module includes questions about the law / regulation.</p> <p>Where the law / regulation gives authority to a national standard-setter to establish the auditing standards, please respond "no". Section 3.2. of this module includes questions about the standard-setter and the auditing standards that are established.</p>	<p>1 <input checked="" type="checkbox"/> Yes for audits of listed entities</p> <p>2 <input checked="" type="checkbox"/> Yes for audits of non-listed entities</p> <p>3 <input type="checkbox"/> No for audits of listed entities</p> <p>4 <input type="checkbox"/> No for audits of non-listed entities</p>	
3.8.	<b>Law/Reg and Auditing Standards</b>		
3.8.1.	<i>Law/Reg Auditing Standards - Private</i>		

Number	Question Title/Text/Help text	Answer	Comments
<i>Sector</i>	Is there only one set of auditing standards or are the auditing standards applicable to listed entities different from non-listed entities?	<p>1 <input checked="" type="radio"/> The auditing standards for listed entities and non-listed entities are the same set of standards</p> <p>2 <input type="radio"/> The auditing standards for listed entities and non-listed entities are not the same set of standards</p>	
3.8.2.	<i>Auditing Standards for Private Sector</i> Does the law/regulation require the use of IAASB pronouncements? Select the answer option that is most appropriate.	<p>1 <input checked="" type="radio"/> The law/regulation simply refers to IAASB pronouncements as the auditing standards (without bringing in the full or partial text of individual IAASB pronouncements)</p> <p>2 <input type="radio"/> The law/regulation contains the full text of each IAASB pronouncement</p> <p>3 <input type="radio"/> The law/regulation contains the basic principles and essential procedures of the IAASB pronouncement</p> <p>4 <input type="radio"/> The law / regulation has a requirement to use IAASB pronouncements using another approach (please describe)</p>	The Law on Audit stipulates that the audit shall be performed according to the national or international standards on auditing depending on terms of engagements. National standards are based in ISAs (refer to the SMO 3 Comparison report attached to this questionnaire).

Number	Question Title/Text/Help text	Answer	Comments
		5 <input type="radio"/> The law / regulation requires the use of national standards with no reference to IAASB pronouncements	
3.8.9.	<p><i>MB Responsibilities and IAASB SMO 3</i> Does your organization have responsibility for any of the following activities? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Develop other authoritative pronouncements</p> <p>2 <input type="checkbox"/> Promulgate the IAASB pronouncements established by law / regulation (e.g. by publishing or communicating the standards to the public)</p> <p>3 <input type="checkbox"/> Other (please describe)</p> <p>4 <input type="checkbox"/> None of the above</p>	<p>The Chamber of Auditors approves national standards on auditing, which are based on IAASB pronouncements.</p> <p>The differences mainly exist because of timing differences between our work program and the IAASB's work program and some National Standards (NSAs) are applied later than ISAs. NSAs don't include paragraph of public sector perspective. Also 3 NSAs are more specific because they are related to the Law on Audit and other legal acts of Republic of Lithuania which require auditors to comply with the Auditors' Code of Professional Ethics and to review company's annual report.</p>

Number	Question Title/Text/Help text	Answer	Comments
3.8.10.	<p><i>Authoritative Pronouncements and Law/Reg SMO 3</i> Please state the name of the other authoritative pronouncements and describe their purpose.</p>	<p>The national standards on auditing means instructions approved by the Chamber of Auditors which regulate the process of the audit performance and provision of non-audit services.</p>	
3.8.11.	<p><i>Describe Activities and Law/Reg SMO 3</i> Describe your organization's activities for promulgating and / or implementing the standards.</p>	<p>The Chamber of Auditors publishes the national standards on auditing in the website. The LCA translates IAASB standards into Lithuanian and publishes them. Organizes CPD courses.</p>	
3.9.	<p><b>Law / Reg and MB Responsibilities SMO 3</b></p>		
3.9.1.	<p><i>Incorporation into Law/Reg SMO 3</i> Is information publicly available about the IAASB pronouncements that have been established into law/regulation, including:  The IAASB pronouncements that have been established into law / regulation; Whether the IAASB pronouncement established into law / regulation is the version in effect as at September 30, 2005;</p>	<p>1 ☉ Yes</p>	

Number	Question Title/Text/Help text	Answer	Comments
	<p>The effective date set by law / regulation where it differs from the IAASB pronouncement; The differences between the IAASB pronouncement and what was established into law / regulation; and The reasons for the differences?</p>	<p>2 <input type="radio"/> No</p>	
<p>3.9.2.</p>	<p><i>Incorporation Description - Law/Reg SMO 3</i></p> <p>If information about IAASB pronouncements that have been established into law / regulation is available in English, indicate this in your response and submit a copy of the information to Compliance Staff.</p> <p>If this information is not available, refer to the <a href="#">SMO 3 Comparison with IAASB Pronouncements.doc</a> SMO 3: Comparison with IAASB Pronouncements report by clicking on the link and complete it to the extent your organization is able to and submit it in Word format to Compliance Staff.</p> <p>Indicate whether your organization will be submitting available information or the "SMO 3: Comparison with IAASB Pronouncements" report.</p>	<p>1 <input checked="" type="radio"/> Yes, information is available and in English and will be submitted to Compliance Staff</p> <p>2 <input type="radio"/> No, information is not</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>available; however our organization or jointly with another IFAC member / associate will complete the "SMO 3: Comparison with IAASB Pronouncements" report and submit it to Compliance Staff</p> <p>3○ No, information is not available</p>	
3.10.	<b>Translation SMO 3</b>		
3.10.1.	<p><i>Translation of IAASB Pronouncements</i> Are the IAASB pronouncements translated into a national language?</p>	<p>1○ No as English is the national language or a widely spoken language</p> <p>2⊙ Yes, the IAASB pronouncements are translated</p> <p>3○ No and English is not an official language or is not widely spoken</p>	
3.10.2.	<p><i>IFAC Translation Policy SMO 3</i> Is the IFAC Translation Policy followed?</p>	<p>1⊙ Yes</p> <p>2○ No</p>	
3.10.3.	<p><i>Principal Translator SMO 3</i> Who is the principal translator? Select the answer option that is most appropriate.</p>	<p>1⊙ Our organization is the principal translator</p> <p>2○ The government or another organization is the principal translator</p> <p>3○ Our organization and the</p>	

Number	Question Title/Text/Help text	Answer	Comments
		government or another organization are the principal translators	
3.10.4.	<i>Key Words SMO 3</i> Does the translation process include a list of key words?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	
3.10.5.	<i>Faithful Translation SMO 3</i> What processes are in place to ensure a faithful translation of the IAASB pronouncements?	There are formed translation groups. The translation plan includes the following: 1) translation of the key words; 2) consideration of the translation of the key words with the translation group; 3) translations of the selected group of standards or guidance; 4) submission of the first translation and review by translation group and comments on improvement; 5) submission of the revised translation; 6) edit and layout of the translation and publication.	
3.11.	<i>Activities to Promote IAASB Pronouncements</i> Please describe the activities your organization undertakes to promote and	The LCA translates IAASB standards into Lithuanian and	



Number	Question Title/Text/Help text	Answer	Comments
	assist in the implementation of IAASB pronouncements and other IAASB activities.	publishes them. Organizes CPD courses. Publishes news about IAASB pronouncements and other IAASB activities in the website.	
4.	<b>SMO 4</b>		
4.1.	<b>Responsibility and National Ethical Requirements</b>		
4.1.1.	<p><i>IFAC MB and Ethical Requirements</i> Does your organization establish ethical requirements (e.g. code of ethics, code of conduct, ethics rules, member regulations, etc.) to be complied with by your members?</p> <p><b>Help text:</b> In some countries, ethical requirements may be established on a regional, provincial, or state basis. Where this is the case in your country for the ethical requirements that apply to your members, please contact Compliance Staff for further instruction.</p>	<p>1 <input checked="" type="radio"/> Yes, our organization does establish ethical requirements</p> <p>2 <input type="radio"/> No, our organization does not establish ethical requirements</p>	
4.1.2.	<p><i>IFAC MB and Convergence with IFAC Code</i> Has your organization implemented convergence with the IFAC Code of Ethics as an objective?</p>	<p>1 <input checked="" type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p>	The Auditors' Code of Professional Ethics was approved in 2000 and it was based on IFAC Code of Ethics but till now any revisions of the Code weren't made.
4.1.9.	<p><i>IFAC MB Approach to Ethics</i> Which of the following options best</p>	1 <input type="radio"/> Our organization adopted the	

Number	Question Title/Text/Help text	Answer	Comments
	<p>describes your organization's activities to incorporate the IFAC Code?</p> <p>For the purposes of the Part 2 SMO 4 module, modifications include:            Deletion/omission of concepts, principles, or guidance that are established in the IFAC Code;            Inclusion of concepts, principles, or guidance that are not in the IFAC Code;            Other amendments that give rise to differences between your organization's ethical requirements and the IFAC Code.</p>	<p>IFAC Code as issued without modifications</p> <p>2○ Our organization adopted the IFAC Code but with modifications</p> <p>3○ Our organization has developed our own ethical requirements with a process to eliminate differences between our ethical requirements and the IFAC Code</p> <p>4⊙ Our organization develops our own ethical requirements and uses another approach to incorporate the IFAC Code of Ethics</p>	
4.1.11.	<p><i>IFAC MB and Other - Describe</i> Describe the approach used by your</p>	<p>The LCA translated IFAC Code of</p>	

Number	Question Title/Text/Help text	Answer	Comments
	organization to incorporate the IFAC Code of Ethics.	Ethics, which will be effective from June 2006. It is planned to suggest the IFAC Code of Ethics to be approved by the General Meeting of the LCA members and change the provisions of the Law on Audit in May 2006.	
4.2.	<b>MB and Version of IFAC Code</b>		
4.2.1.	<i>Version of IFAC Code</i> Which version of the IFAC Code was adopted or used as the basis for your organization's ethical requirements?	<p>1 <input type="radio"/> The IFAC Code currently in effect, revised and issued in June 2004</p> <p>2 <input checked="" type="radio"/> A version issued prior to 2004</p> <p>3 <input type="radio"/> The revised IFAC Code issued and in effect June 30, 2006</p>	
4.2.2.	<i>Version Pre 2004 Follow Up SMO 4</i> Please explain why the IFAC Code that is currently in effect has not been adopted or incorporated. Provide information about special conditions, challenges, or impediments relevant to this matter.	Since at the end of 2003 the LCA had become an associated member of IFAC, it was obliged to comply with the requirements of this international organisation regarding the implementation of the IFAC Code in Lithuania. In order to make proper adjustments to the National Code of Ethics and prepare for the implementation of the IFAC Code, the translation of the IFAC Code was undertaken.	

Number	Question Title/Text/Help text	Answer	Comments
		<p>The translated IFAC Code was published in March 2005. Since on June 2005 IFAC had issued a revised Code of Ethics, the LCA had also decided to translate the latest Code in order the revised version of the Code was available to the members and to consider its implementation in the General meeting of members in 2006.</p>	
4.2.3.	<p><i>MB and Revised Code</i> Does your organization have plans to adopt the revised IFAC Code (effective June 30, 2006) or revise your ethical requirements to incorporate the revised IFAC Code? Select the option that is the most relevant.</p>	<p>1 <input type="radio"/> Our organization has already amended our ethical requirements for the revised IFAC Code (effective June 30, 2006)</p> <p>2 <input checked="" type="radio"/> Our organization is in the process of amending or has included a plan to amend our ethical requirements for the revised IFAC Code (effective June 30, 2006)</p> <p>3 <input type="radio"/> Our organization currently has not included in our work program a plan to amend our ethical requirements for the revised IFAC Code (effective June 30, 2006)</p> <p>4 <input type="radio"/> Other (please describe)</p>	
4.2.5.	<p><i>MB and Revision Plans</i></p>		

Number	Question Title/Text/Help text	Answer	Comments
	Please describe the work program timetable.	Application of the IFAC Code will depend on the decisions of the General Meeting of the LCA members as well as resolutions of the European Commission regarding the implementation of the Eighth Directive in the member states.	
4.3.	<i>Ethical Requirements by Gov / Reg Bodies</i> In addition to the ethical requirements established by your organization, are there also laws or regulations that set out ethical requirements to be complied with by your members?	1 <input checked="" type="radio"/> Yes  2 <input type="radio"/> No	
4.4.	<b>Gov / Reg Bodies and Ethical Requirements</b>	1 <input type="checkbox"/> There is a law / regulation (e.g. Audit Law, Accountants Law) that sets out ethical requirements to be complied with by all professional accountants  2 <input type="checkbox"/> There is a law / regulation that sets out ethical requirements to be complied with by professional	
4.4.1.	<i>Gov/Reg Bodies - Ethical Requirements</i> Where ethical requirements applicable to your members are established in law or regulation, do they include any of the following types of laws and regulations? Select all the answer options that are appropriate.	1 <input type="checkbox"/> There is a law / regulation (e.g. Audit Law, Accountants Law) that sets out ethical requirements to be complied with by all professional accountants  2 <input type="checkbox"/> There is a law / regulation that sets out ethical requirements to be complied with by professional	

Number	Question Title/Text/Help text	Answer	Comments
		<p>accountants who audit listed entities</p> <p>3 <input type="checkbox"/> There is a law / regulation that sets out ethical requirements to be complied with by professional accountants who audit entities other than listed entities</p> <p>4 <input checked="" type="checkbox"/> There is a law / regulation that sets out ethical requirements to be complied with by professional accountants who provide services to the public (other than as auditors of listed or other entities)</p> <p>5 <input type="checkbox"/> There is a law / regulation that sets out ethical requirements for professional accountants employed in business</p> <p>6 <input type="checkbox"/> None of the above</p>	
4.4.5.	<p><i>Describe Law / Reg - Other Services</i> Regarding your response to question 4.4.1 and professional accountants who provide services to the public (other than as auditors or listed or other entities) please: State the law / regulation's name; Provide a general description of the law / regulation; Describe how the law / regulation sets out</p>	<p>The Law on Audit of the Republic of Lithuania. The Law regulates performance of the audit, the procedure for granting the title of the certified auditor, professional activities of audit firms, certified auditors and auditor's assistants and supervision</p>	

Number	Question Title/Text/Help text	Answer	Comments
	the scope of professional accountants that it applies to.	<p>their and also the establishment, activities and management of the Chamber of Auditors.</p> <p>"Certified auditor" denotes a person who meets requirements set by this Law, holds the auditor's certificate and is a member of the Chamber of auditors.</p> <p>The auditor may perform audit only if he is an owner, a general partner of a general or limited partnership or an employee of an audit firm.</p> <p>"Audit firm" means an enterprise established in accordance with the procedure set out by law and recorded in the list of audit firms of the Republic of Lithuania.</p>	
4.4.7.	<p><i>Gov/Reg and Convergence</i></p> <p>Please explain whether your organization has undertaken any activities to promote the IFAC Code of Ethics to the relevant government or regulatory body that sets ethical requirements. Include in your explanation descriptions of any specific activities and the outcome or the reasons why such activities have not been undertaken.</p>	As it was explained before, not yet.	
4.5.	<p><i>Comparison of Requirements SMO 4</i></p> <p>Does your organization have information</p>	1 <input type="radio"/> Yes, our organization has this	

Number	Question Title/Text/Help text	Answer	Comments
	<p>that identifies any differences between the IFAC Code of Ethics currently in effect or the revised Code and the national ethical requirements? In responding to this question, differences include:</p> <p>Principles, concepts, and guidance in the IFAC Code that are not addressed in the national ethical requirements; Principles, concepts, and guidance in the IFAC Code that are not equivalent to the national ethical requirements; Principles, concepts, rules, regulations, laws, or other mandatory ethical requirements in national ethical requirements that are not addressed in the IFAC Code.</p> <p>The phrase "national ethical requirements" as used in this questionnaire refers to the totality of ethical requirements established by your organization and others including government and regulatory bodies that are applicable to your members.</p>	<p>information and it will be submitted</p> <p>2 <input type="radio"/> This information will be submitted by another IFAC member body</p> <p>3 <input checked="" type="radio"/> No, the information is not available</p>	
4.6.	<b>Fundamental Principles - National</b>		
4.6.1.	<b>Integrity - Principle</b>		
4.6.1.1.	<i>Integrity</i>		



Number	Question Title/Text/Help text	Answer	Comments
	Do the national ethical requirements require professional accountants to comply with the fundamental principle "integrity" as described in the revised IFAC Code?	<p>1 <input type="radio"/> Yes, professional accountants are required to comply with the same principle</p> <p>2 <input checked="" type="radio"/> Yes, professional accountants are required to comply with a similar or equivalent principle</p> <p>3 <input type="radio"/> The same or similar / equivalent principle has not been established</p>	
4.6.1.2.	<p><i>Integrity Requirement</i></p> <p>Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Our organization's ethical requirements</p> <p>2 <input checked="" type="checkbox"/> Law that regulates professional accountants and / or auditors</p> <p>3 <input type="checkbox"/> Securities regulation</p> <p>4 <input type="checkbox"/> Other laws and / or regulation</p>	
4.6.1.3.	<p><i>Integrity - Other</i></p> <p>Please state the term used to describe this principle and how this principle is defined.</p>	The auditor shall not knowingly misrepresent facts.	
4.6.2.	<b>Objectivity - Principle</b>		
4.6.2.1.	<p><i>Objectivity</i></p> <p>Do the national ethical requirements require professional accountants to comply with the fundamental principle "objectivity" as described in the revised IFAC Code?</p>	<p>1 <input type="radio"/> Yes, professional accountants are required to comply with the same principle</p> <p>2 <input checked="" type="radio"/> Yes, professional accountants</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>are required to comply with a similar or equivalent principle</p> <p>3○ The same or similar / equivalent principle has not been established</p>	
4.6.2.2.	<p><i>Objectivity Requirement</i></p> <p>Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.</p>	<p>1☑ Our organization's ethical requirements</p> <p>2☑ Law that regulates professional accountants and / or auditors</p> <p>3☐ Securities regulation</p> <p>4☐ Other laws and / or regulation</p>	
4.6.2.3.	<p><i>Objectivity - Other</i></p> <p>Please state the term used to describe this principle and how this principle is defined.</p>	<p>Auditor's opinion shall not be influenced by the opinion of other persons.</p>	
4.6.3.	<p><b>Professional Competence / Due Care - Principle</b></p>		
4.6.3.1.	<p><i>Prof Competence / Due Care</i></p> <p>Do the national ethical requirements require professional accountants to comply with the fundamental principle "professional competence and due care" as described in the revised IFAC Code?</p>	<p>1○ Yes, professional accountants are required to comply with the same principle</p> <p>2⊙ Yes, professional accountants are required to comply with a similar or equivalent principle</p>	

Number	Question Title/Text/Help text	Answer	Comments
		3 <input type="radio"/> The same or similar / equivalent principle has not been established	
4.6.3.2.	<i>Prof Competence / Due Care Req</i> Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.	1 <input checked="" type="checkbox"/> Our organization's ethical requirements  2 <input checked="" type="checkbox"/> Law that regulates professional accountants and / or auditors  3 <input type="checkbox"/> Securities regulation 4 <input type="checkbox"/> Other laws and / or regulation	
4.6.3.3.	<i>Prof Competence / Due Care - Other</i> Please state the term used to describe this principle and how this principle is defined.	The auditor shall have professional knowledge and skills allowing to provide services professionally.	
4.6.4.	<b>Confidentiality - Principle</b>		
4.6.4.1.	<i>Confidentiality</i> Do the national ethical requirements require professional accountants to comply with the fundamental principle "confidentiality" as described in the revised IFAC Code?	1 <input type="radio"/> Yes, professional accountants are required to comply with the same principle  2 <input checked="" type="radio"/> Yes, professional accountants are required to comply with a similar or equivalent principle  3 <input type="radio"/> The same or similar / equivalent principle has not been established	
4.6.4.2.	<i>Confidentiality Requirement</i>		

Number	Question Title/Text/Help text	Answer	Comments
	Is the principle set out in your organization's ethical requirements and / or in laws and regulations? Select all the answer options that are appropriate.	<input checked="" type="checkbox"/> 1 Our organization's ethical requirements  <input checked="" type="checkbox"/> 2 Law that regulates professional accountants and / or auditors  <input type="checkbox"/> 3 Securities regulation  <input type="checkbox"/> 4 Other laws and / or regulation	
4.6.4.3.	<i>Confidentiality - Other</i> Please state the term used to describe this principle and how this principle is defined.	The auditor must keep the information entrusted to him by the client confidential and not furnish it to third persons.	
4.6.5.	<b>Professional Behavior - Principle</b>		
4.6.5.1.	<i>Professional Behavior</i> Do the national ethical requirements require professional accountants to comply with the fundamental principle "professional behavior" as described in the revised IFAC Code?	<input type="radio"/> 1 Yes, professional accountants are required to comply with the same principle  <input checked="" type="radio"/> 2 Yes, professional accountants are required to comply with a similar or equivalent principle  <input type="radio"/> 3 The same or similar / equivalent principle has not been established	
4.6.5.2.	<i>Professional Behavior Requirement</i> Is the principle set out in your organization's ethical requirements and / or in laws and	<input checked="" type="checkbox"/> 1 Our organization's ethical requirements	

Number	Question Title/Text/Help text	Answer	Comments
	regulations? Select all the answer options that are appropriate.	<input type="checkbox"/> Law that regulates professional accountants and / or auditors <input type="checkbox"/> Securities regulation <input type="checkbox"/> Other laws and / or regulation	
4.6.5.3.	<i>Professional Behavior - Other</i> Please state the term used to describe this principle and how this principle is defined.	The auditor must avoid circumstances which may discredit auditors' professional repute.	
4.7.	<b>Threats and Safeguards - National</b>		
4.7.1.	<i>Threats and Safeguards</i> Do the national ethical requirements establish a framework or principle similar or equivalent to the threats and safeguards framework as described in the revised IFAC Code (effective June 30, 2006)? Select the answer option that is the most appropriate.	<input type="radio"/> Yes, our organization has a threats and safeguards framework or similar / equivalent framework in our ethical requirements  <input type="radio"/> Yes, a threats and safeguards framework or similar / equivalent framework is in the ethical requirements established in law and / or regulation  <input checked="" type="radio"/> No, a threats and safeguards framework, or similar / equivalent framework has not been established in the	

Number	Question Title/Text/Help text	Answer	Comments
national ethical requirements			
4.7.2.	<p><i>Threats and Safeguards Follow Up</i> Please explain whether your organization plans to introduce the "threats and safeguards" concept into the ethical requirements.</p> <p>Where there are no plans to introduce this concept, please describe the special challenges, impediments, or conditions that are relevant to this matter.</p>	This question will be considered in the General Meeting of members.	
4.8.	<b>Ethical Behavior Resolution</b>		
4.8.1.	<p><i>Identifying and Resolving Unethical Behavior</i> Are there specific requirements and guidance provided to assist your members in identifying and resolving ethical matters? Select all of the answer option that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Yes, our organization has developed requirements for identifying and resolving ethical matters</p> <p>2 <input type="checkbox"/> Yes, government, regulatory, or oversight bodies have developed requirements for identifying and resolving ethical matters</p> <p>3 <input type="checkbox"/> No, there is no such requirements or guidance</p>	IFAC Code of Ethics is translated into Lithuanian and available.
4.8.2.	<p><i>MB and Ethical Conflict Resolution</i> Are the ethical conflict resolution requirements and guidance adopted from the</p>	1 <input type="radio"/> Yes, the requirements and guidance are adopted from	

Number	Question Title/Text/Help text	Answer	Comments
	IFAC Code or similar / equivalent to the guidance in the Code? Select the answer option that is the most appropriate.	the IFAC Code	
		<p>2 <input checked="" type="radio"/> Yes, the IFAC Code was used as a model in developing the requirements</p> <p>3 <input type="radio"/> Yes, the requirements are similar / equivalent to the IFAC Code</p> <p>4 <input type="radio"/> No, the requirements differ from the IFAC Code</p>	
4.9.	<b>Independence and Threats So Significant</b>		
4.9.1.	<p><i>Provisions and Threats to Independence</i></p> <p>The "SMO 4: Provisions Relating to Threats to Independence" report refers to specific provisions of Section 290 of the revised IFAC Code of Ethics that are currently in effect. Section 290 requires members of assurance teams, firms, and when applicable, network firms be independent of assurance clients and describes specific circumstances that may give rise to threats to independence.</p> <p>Where Section 290 is applicable to your members, the <a href="#">SMO 4 Comparison of Threats to Independence.doc</a> SMO 4: Provisions Relating to Threats to Independence report should be completed and submitted to Compliance Staff. Alternatively, where this information</p>	1 <input checked="" type="radio"/> Our organization will complete the "SMO 4: Provisions Relating to Threats to Independence" report	

Number	Question Title/Text/Help text	Answer	Comments
	<p>is available in another format it can be submitted instead of the report. Select the option below to confirm the information to be submitted.</p> <p><b>Help text:</b> Section 290 of the revised Code of Ethics is currently in effect. Section 290 describes specific provisions that may give rise to threats to independence that are so significant, no safeguards are available to reduce the threat to an acceptable level. For some provisions the Code describes the actions that are available to address the threat.</p>	<p>2 <input type="radio"/></p> <p>3 <input type="radio"/></p>	<p>Our members provide assurance services; however, another IFAC member body will complete the "SMO 4; Provisions Relating to Threats to Independence" report or provide the relevant information to Compliance Staff.</p> <p>Our members do not provide assurance services; therefore, Section 290 and the Provisions Relating to Threats to Independence is not applicable to our organization.</p>
4.10.	<b>National Ethical Requirements - Other</b>		
4.10.1.	<b>National - Prof Accountants</b>		
4.10.1.1.	<p><i>National Additional - Prof Accountants</i> Are there rules, regulations, laws, or other mandatory ethical requirements established by your organization, government, regulatory or other bodies that your members must comply with but are not addressed in the revised IFAC Code</p>	1 <input type="radio"/>	Yes



Number	Question Title/Text/Help text	Answer	Comments
	(effective June 30, 2006)?	2⓪ No	
4.10.1.2.	<i>National Conflicts - Prof Accountants</i> Are there principles, concepts, and guidance in the revised IFAC Code (effective June 30, 2006) that conflict with national ethical requirements applicable to your requirements?	1⓪ Yes  2⓪ No	The Auditors' Code of Professional Ethics was approved in 2000 and it was based on IFAC Code of Ethics but till now any revisions of the Code weren't made.
4.10.2.	<b>National - Public Practice</b>		
4.10.2.1.	<i>National Additional - Public Practice</i> Are there rules, regulations, laws, or other mandatory ethical requirements established by your organization, government, regulatory or other bodies that are applicable to your members who are professional accountants in public practice that are not addressed in the revised IFAC Code (effective June 30, 2006)?	1⓪ Not applicable as our members do not operate as professional accountants in public practice  2⓪ Yes 3⓪ No	
4.10.2.2.	<i>National Conflicts - Public Practice</i> Are there principles, concepts, and guidance in the revised IFAC Code (effective June 30, 2006) that conflict with national ethical requirements applicable to your members who are professional accountants in public practice?	1⓪ Not applicable as our members do not operate as professional accountants in public practice  2⓪ Yes 3⓪ No	The Auditors' Code of Professional Ethics was approved in 2000 and it was based on IFAC Code of Ethics but till now any revisions of the Code weren't made.
4.10.3.	<b>National - Business</b>		

Number	Question Title/Text/Help text	Answer	Comments
4.10.3.1.	<p><i>National Additional - Business</i> Are there rules, regulations, laws, or other mandatory ethical requirements established by your organization, government, regulatory or other bodies that are applicable to your members who are professional accountants in business that are not addressed in the revised IFAC Code (effective June 30, 2006)?</p>	<p>1 <input type="radio"/> Not applicable as our members do not operate as professional accountants employed in business</p> <p>2 <input type="radio"/> Yes</p> <p>3 <input checked="" type="radio"/> No</p>	
4.10.3.2.	<p><i>National Conflicts - Business</i> Are there principles, concepts, and guidance in the revised IFAC Code (effective June 30, 2006) that conflict with national ethical requirements applicable to your members who are professional accountants employed in business?</p>	<p>1 <input type="radio"/> Not applicable as our members do not operate as professional accountants employed in business</p> <p>2 <input type="radio"/> Yes</p> <p>3 <input checked="" type="radio"/> No</p>	<p>The Auditors' Code of Professional Ethics was approved in 2000 and it was based on IFAC Code of Ethics but till now any revisions of the Code weren't made.</p>
4.11.	<p><i>Translation of IFAC Code</i> Has your organization or others (e.g. government or regulatory body) translated the IFAC Code (in effect) or earlier versions of the Code? Select all the answer options that are appropriate.</p>	<p>1 <input type="checkbox"/> No, as English is an official language or widely spoken language</p> <p>2 <input checked="" type="checkbox"/> Yes, our organization has translated the IFAC Code</p> <p>3 <input type="checkbox"/> Yes, a government, regulatory, or other body has translated the IFAC Code</p>	

Number	Question Title/Text/Help text	Answer	Comments
		4 <input type="checkbox"/> No, the IFAC Code has not been translated and English is not an official language or widely spoken language	
4.14.	<b>IFAC Code Translated SMO 4</b>		
4.14.1.	<i>IFAC Translation Policy SMO 4</i> Was the IFAC Translation Policy followed?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No 3 <input type="radio"/> It was translated by a government or regulatory body and the information is not available	
4.14.2.	<i>Principal Translator SMO 4</i> Who was the principal translator? Select the answer option that is the most appropriate.	1 <input checked="" type="radio"/> Our organization is the principal translator 2 <input type="radio"/> The government or another organization is the principal translator 3 <input type="radio"/> Our organization and the government or another organization are the principal translators 4 <input type="radio"/> It was translated by a government or regulatory body and the information is not available	
4.14.3.	<i>Key Words SMO 4</i> Does the translation process include a list of key words including terms defined within the IFAC Code?	1 <input checked="" type="radio"/> Yes 2 <input type="radio"/> No	

Number	Question Title/Text/Help text	Answer	Comments
		30 It was translated by a government or regulatory body and the information is not available	
4.14.4.	<p><i>Faithful Translation SMO 4</i> What processes are in place to ensure a faithful translation of the IFAC Code? If it was translated by a government or regulatory body and the information is not available, please state this in the response.</p>	<p>There are formed translation groups. The translation plan includes the following: 1) translation of the key words; 2) consideration of the translation of the key words with the translation group; 3) translations of the Code; 4) submission of the first translation and review by translation group and comments on improvement; 5) submission of the revised translation; 6) edit and layout of the translation and publication.</p>	
4.15.	<p><i>Activities to Promote IFAC Code of Ethics</i> Please describe the activities your organization undertakes to promote and assist in implementing the pronouncements (e.g. IFAC Code of Ethics) and work of IFAC's International Ethics Standards Board for Accountants.</p>	<p>The LCA translates IFAC Code into Lithuanian and publishes it. Organizes CPD courses. Publishes news about the pronouncements and other IFAC's International Ethics Standards Board for Accountants activities in</p>	

Number	Question Title/Text/Help text	Answer	Comments
			the website.
5.	<b>SMO 5</b>		
5.1.	<p><i>Public Sector Accounting Standards - Objective</i> Has the federal government / national government established convergence with International Public Sector Accounting Standards (IPSASs) as an objective?</p>	<p>1 <input type="radio"/> Yes</p> <p>2 <input type="radio"/> No</p> <p>3 <input checked="" type="radio"/> Information is not available or not known</p>	
5.4.	<p><i>Activities to Promote IPSASB Pronouncements</i> Please describe the activities your organization undertakes to promote pronouncements issued by the International Public Sector Accounting Standards Board. Please provide an explanation where such activities have not been undertaken because they are not within the scope of your organization's objectives or work program.</p>	<p>Such activities have not been undertaken because they are not within the scope of our organization's objectives or work program.</p>	
6.	<b>SMO 6</b>		
6.1.	<p><i>Investigation and Discipline Program</i> In your jurisdiction is there a program for investigating and disciplining members of your organization for misconduct, including breaches of professional standards and rules?</p>	<p>1 <input checked="" type="radio"/> Yes</p>	

Number	Question Title/Text/Help text	Answer	Comments
		2○ No	
6.3.	<b>Responsibility for Investigation and Discipline</b>		
6.3.1.	<p><i>Body Responsible for Investigation and Discipline</i></p> <p>Is your organization responsible for investigation and discipline of misconduct, including breaches of professional standards and rules by its individual members (and, if local laws and practices permit, by firms)? Select the answer option that is most appropriate.</p>	<p>1⊙ Yes, our organization has this responsibility</p> <p>2○ No, responsibility for investigation and discipline rests solely with an external body</p> <p>3○ Our organization shares responsibility for investigation and discipline with an external body</p> <p>4○ Other</p>	Auditors' Court of Honour is responsible for investigation and discipline.
6.5.	<b>SMO 6 - Detailed Assessment</b>		
6.5.1.	<b>Rules and Procedures for Investigation and Discipline</b>		
6.5.1.1.	<p><i>Rules and Procedures</i></p> <p>Does your organization establish in its constitution or rules the provisions and processes for the investigating and disciplining your members?</p>	<p>1⊙ Yes</p> <p>2○ No</p>	

Number	Question Title/Text/Help text	Answer	Comments
6.5.1.3.	<p><i>Misconduct</i> In your jurisdiction, which of the following are considered "misconduct" as described in SMO 6 paragraph 4? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Criminal activity</p> <p>2 <input checked="" type="checkbox"/> Acts or omissions likely to bring the accountancy profession into disrepute</p> <p>3 <input checked="" type="checkbox"/> Breaches of professional standards</p> <p>4 <input checked="" type="checkbox"/> Breaches of ethical requirements</p> <p>5 <input checked="" type="checkbox"/> Gross professional negligence</p> <p>6 <input checked="" type="checkbox"/> A number of less serious instances of professional negligence that, cumulatively, may indicate unfitness to exercise practicing rights</p> <p>7 <input checked="" type="checkbox"/> Unsatisfactory work</p> <p>8 <input type="checkbox"/> Other (please describe)</p>	
6.5.2.	<p><i>Types of Sanctions</i> Which of the following actions can be imposed by those who judge such issues: Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Reprimand</p> <p>2 <input checked="" type="checkbox"/> Loss or restriction of practice</p>	<p>Warning.</p> <p>Reprimand with an official publication thereof on the website of the Chamber of Auditors.</p> <p>Order to repeat the auditors qualification examination and so on.</p>

Number	Question Title/Text/Help text	Answer	Comments
		rights 3 <input type="checkbox"/> Fine/payment of costs 4 <input checked="" type="checkbox"/> Loss of professional title (designation) 5 <input checked="" type="checkbox"/> Exclusion from membership 6 <input checked="" type="checkbox"/> Other (please describe)	
6.5.3.	<b>Provision of Information and Guidance to Members</b>		
6.5.3.1.	<i>Information and Guidance</i> Does your organization make each member fully aware of:  - All provisions of the ethical code and other applicable professional standards, rules and requirements (and any amendments), whether issued by IFAC or at the national level by the member body and - Consequences of non-compliance?	1 <input checked="" type="radio"/> Yes	
		2 <input type="radio"/> No	
6.5.3.2.	<i>Information and Guidance Description</i> Provide a brief description of how your organization meets this requirement of SMO 6.	Auditors' Court of Honour hears auditors' disciplinary cases and adopts resolutions on imposing penalties. The Auditors' Court of honour shall act in accordance its statute. The statute is approved by the General meeting of the members.	
6.5.4.	<b>Obligations to Report to Outside Bodies</b>		



Number	Question Title/Text/Help text	Answer	Comments
6.5.4.1.	<p><i>Reporting to Outside Bodies</i> Is your organization obligated under local laws to report possible involvement in serious crimes and offences by its individual members or member firms to the appropriate public authority and disclose related information to that authority?</p>	<p>1 <input type="radio"/> Yes  2 <input checked="" type="radio"/> No</p>	
6.5.4.2.	<p><i>Reporting to Outside Bodies Follow Up</i> Please describe your plans to introduce an obligation or requirement to report possible involvement in serious crimes and offences by individual members or member firms to the appropriate public authority and disclose related information to that authority.</p>	<p>The Law on Audit will be revised according to the Eight Directive and for the moment nothing is clear yet.</p>	
6.5.5.	<p><i>Approach to Proceedings</i> What type of approach does your organization use to initiate investigation and discipline proceedings? Select all the answer options that are appropriate.</p>	<p>1 <input checked="" type="checkbox"/> Information-based  2 <input checked="" type="checkbox"/> Complaints-based 3 <input type="checkbox"/> Other (please describe) 4 <input type="checkbox"/> None of the above</p>	
6.5.6.	<b>Investigative Powers and Processes</b>		
6.5.6.1.	<p><i>Powers</i> Does your organization have all required powers so that authorized personnel can carry out an effective investigation?</p>	<p>1 <input checked="" type="radio"/> Yes</p>	

Number	Question Title/Text/Help text	Answer	Comments
		2○ No	
6.5.6.3.	<p><i>Cooperation of Members</i></p> <p>Do the powers to carry out an effective investigation include: Select all the answer options that are appropriate.</p>	<p>1☑ A requirement for members (and member firms) to co-operate in the investigation of complaints and to respond promptly to all communications from the member body</p> <p>2☑ Provision for sanctions in the event of failure to comply</p> <p>3☐ None of the above</p>	
6.5.6.6.	<p><i>Expertise and Resource</i></p> <p>Does your organization maintain appropriate expertise and adequate financial and other resources to enable timely investigative and disciplinary action?</p>	<p>1⊙ Yes (please describe)</p> <p>2○ No</p>	<p>Auditors' Court of Honour is within the LCA structure</p>
6.5.6.8.	<p><i>Independence and Subject of Investigation</i></p> <p>Does your organization in all cases, confirm at the start of the investigation that any individual chosen to assist in an investigation is independent from (a) the subject of the investigation, and (b) anyone connected with or interested in the matter investigated?</p> <p><b>Help text:</b> If a conflict exists at the start of an investigation, or arises during the</p>	<p>1⊙ Yes</p> <p>2○ No</p>	

Number	Question Title/Text/Help text	Answer	Comments
	investigation, the chosen individual should immediately withdraw. Similar considerations apply equally to anyone else connected with the investigation and hearing of cases.		
6.5.6.10.	<i>Infrastructure</i> Which of the following best describes your organization's investigation and discipline infrastructure? Select all the answer options that are appropriate.	<input type="radio"/> 1 One committee/panel to investigate the complaint and a separate committee/tribunal to administer disciplinary action <input checked="" type="radio"/> 2 A single committee/panel to conduct the investigation and administer disciplinary action. <input type="radio"/> 3 Other	
6.5.6.12.	<i>Independent Review</i> Has your organization established and does it maintain a process for the independent review of complaints by clients and others where it has been decided by the investigation committee that the matter will not be referred to a disciplinary hearing?	<input checked="" type="radio"/> 1 Yes  <input type="radio"/> 2 No	
6.5.7.	<b>The Disciplinary Process</b>		
6.5.7.1.	<i>Composition of Tribunal</i> Does the tribunal responsible for the disciplinary hearing contain a balance of professional expertise and outside judgment (e.g., composed of accountants and non-	<input checked="" type="radio"/> 1 Yes (please describe)	Auditors' Court of Honour consist of 7 members: 1) 3 auditors; 2) 2 lawyers from MOF;

Number	Question Title/Text/Help text	Answer	Comments
	accountants)?	20 No	3) 1 appointed by organization uniting entrepreneurs; 4) 1 appointed by organization uniting scientists.
6.5.7.3.	<i>Conflicts</i> Are members of the investigation committee or the disciplinary tribunal permitted to serve on both at the same time, or in relation to the same case?	1 <input checked="" type="radio"/> Yes	
		20 No	
6.5.7.4.	<i>Conflicts Follow Up</i> What plans do you have for introducing requirements to prevent an individual from serving as a member on both the investigation committee and the disciplinary tribunal or serving in relation to the same case, or if you do not have those plans, what special reasons or conditions for that fact exist?		These provisions of the Law on Audit will be revised according to the Eight Directive requirements when the public oversight system will be introduced in Lithuania.
6.5.7.5.	<i>Independence of Tribunal</i> Briefly describe how the disciplinary tribunal exhibits independence.		A member should inform Auditors' Court of Honour about its relations to the case.
6.5.7.6.	<i>Appeals Process</i> Does your organization's rules:  Select all the answer options that are	1 <input type="checkbox"/> Permit a qualified lawyer or other person chosen by the defendant to accompany and	The decision adapted by the Auditors' Court of Honour may be appealed within 1 month of serving

Number	Question Title/Text/Help text	Answer	Comments
	appropriate.	<p>represent the defendant at all disciplinary hearings and to advise him or her throughout the investigative and disciplinary process</p> <p>2 <input checked="" type="checkbox"/> Permit the defendant to appeal the conviction and any imposed sanction</p> <p>3 <input type="checkbox"/> Permit any order made against the defendant to be suspended by the tribunal that convicted the defendant, pending the hearing of that appeal</p> <p>4 <input type="checkbox"/> Prohibit the appeal tribunal from including a prosecutor or a member of the first tribunal, or any other individual who was concerned with the original conviction</p> <p>5 <input type="checkbox"/> Require that the same procedures apply to the appeal process as apply to hearings before the disciplinary tribunal</p> <p>6 <input type="checkbox"/> None of the above</p>	the relevant decision in accordance with the procedure established by laws.
6.5.7.7.	<p><i>Appeals Process Follow Up</i></p> <p>Please explain why your organization has not established the rules that were not selected.</p>	<p>The applicable Law on Audit does not establish such rights.</p>	

Number	Question Title/Text/Help text	Answer	Comments
6.5.8.	<b>Administrative Processes</b>		
6.5.8.1.	<p data-bbox="348 345 869 488"><i>Elements of Administrative Processes</i> As a part of Investigation and Discipline administrative processes does your organization:</p> <p data-bbox="348 529 821 597">Select all the answer options that are appropriate.</p>	<p data-bbox="951 383 1415 488">1 <input checked="" type="checkbox"/> Establish time limits for disposal (completion) of all cases</p> <p data-bbox="951 602 1415 854">2 <input checked="" type="checkbox"/> Maintain and operate tracking mechanisms, to ensure that all investigations and prosecutions are promptly handled, and that all necessary action is taken at the appropriate stage</p> <p data-bbox="951 862 1415 1292">3 <input checked="" type="checkbox"/> Maintain a procedure requiring (a) notification to all persons employed or otherwise participating in the investigative and disciplinary processes (or having access to information concerning such processes) of the importance of maintaining confidentiality, and (b) a binding agreement to maintain that confidentiality</p> <p data-bbox="951 1300 1415 1401">4 <input checked="" type="checkbox"/> Maintain secure and confidential facilities for the storage of case papers and</p>	

<b>Number</b>	<b>Question Title/Text/Help text</b>	<b>Answer</b>	<b>Comments</b>
		other evidence 5 <input checked="" type="checkbox"/> Maintain records of all investigation and disciplinary proceedings 6 <input type="checkbox"/> None of the above	
6.5.8.3.	<b>Case Numbers</b>		
6.5.8.3.1.	<i>2005 Heard Case Numbers</i> Indicate the number of cases heard in 2005.	29	
6.5.8.3.2.	<i>2004 Heard Case Numbers</i> Indicate the number of cases heard in 2004.	27	
6.5.8.3.3.	<i>2003 Heard Case Numbers</i> Indicate the number of cases heard in 2003.	5	
6.5.8.3.4.	<i>2005 Completed Case Numbers</i> Indicate the number of cases completed in 2005.	27	
6.5.8.3.5.	<i>2004 Completed Case Numbers</i> Indicate the number of cases completed in 2004.	26	
6.5.8.3.6.	<i>2003 Completed Case Numbers</i> Indicate the number of cases completed in 2003.	4	
6.5.8.3.7.	<i>Average time required for disposal of cases</i> Indicate the average time (in months) required for the disposal (completion) of a case. This number should include both the	2	

Number	Question Title/Text/Help text	Answer	Comments
	time spent on (a) the investigation of the complaints and (b) the disciplinary proceedings.		
7.	<b>SMO 7</b>		
7.1.	<p><i>Accounting Standards in Law/Regulation</i> Does law or regulation establish the set of accounting standards to be used for preparation of financial statements of private sector listed entities and non-listed entities? Select all the answer options that are appropriate.</p> <p>Where the law / regulation establishes the accounting standards to be used by reference to the set of standards to be used by their name or by including the text of the standards in the law / regulation, please respond "yes" to this question. Section 7.8. of this module includes questions about the law / regulation.</p> <p>Where the law / regulation gives authority to a national standard-setter to establish the accounting standards, please respond "no". Section 7.2. of this module includes questions about the standard-setter and the accounting standards that are established.</p>	<p>1 <input checked="" type="checkbox"/> Yes, for financial statements of listed entities</p>	
		<p>2 <input checked="" type="checkbox"/> Yes, for financial statements of non-listed entities</p> <p>3 <input type="checkbox"/> No, for financial statements</p>	



Number	Question Title/Text/Help text	Answer	Comments
		<p>of listed entities</p> <p>4 <input type="checkbox"/> No, for financial statements of non-listed entities</p>	
7.8.	<b>Law/Reg and Accounting Standards</b>		
7.8.1.	<p><i>Law/Reg Accounting Standards - Private Sector</i></p> <p>Is there only one group of accounting standards or are the accounting standards applicable to listed entities different from non-listed entities?</p>	<p>1 <input type="radio"/> The accounting standards for listed entities and non-listed entities are the same set of standards</p> <p>2 <input checked="" type="radio"/> The accounting standards for listed entities and non-listed entities are not the same set of standards</p>	
7.8.3.	<p><i>Accounting Standards for Listed</i></p> <p>Does the law/regulation require the use of International Financial Reporting Standards issued by the International Accounting Standards Board for preparation of financial statements of listed entities? Select the answer option that is most appropriate.</p>	<p>1 <input checked="" type="radio"/> The law/regulation simply refers to International Financial Reporting Standards as the accounting standards (without bringing in the full or partial text of individual IFRSs)</p> <p>2 <input type="radio"/> For listed entities, the law/regulation contains the full text of each IFRS</p> <p>3 <input type="radio"/> For listed entities, the law/regulation contains the main principles of the IFRSs</p> <p>4 <input type="radio"/> For listed entities, the law / regulation has a requirement to use IFRSs using another</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<p>5○ approach (please describe) For listed entities, the law / regulation requires the use of national standards with no reference to IFRSs</p>	
7.8.4.	<p><i>Accounting Standards for Non-Listed</i> Does the law/regulation require the use of International Financial Reporting Standards issued by the International Accounting Standards Board for preparation of financial statements of non-listed entities? Select the answer option that is most appropriate.</p>	<p>1○ The law/regulation simply refers to International Financial Reporting Standards as the accounting standards (without bringing in the full or partial text of individual IFRSs) 2○ For non-listed entities, the law/regulation contains the full text of each IFRS 3○ For non-listed entities, the law/regulation contains the main principles of the IFRSs 4○ For non-listed entities, the law / regulation has a requirement to use IFRSs using another approach (please describe) 5○ For non-listed entities, the law / regulation requires the use of national standards with no reference to IFRSs</p>	
7.8.7.	<p><i>National Accounting Standards - Non-Listed</i> Provide the name of the national accounting standards for non-listed entities and other</p>	Business Accounting Standards	The Business Accounting Standards are prepared in compliance with the

Number	Question Title/Text/Help text	Answer	Comments
	authoritative pronouncements established by law/regulation.		EU Community law and the International Accounting Standards (IFRSs)
7.8.8.	<p><i>MB Responsibilities National Standards SMO 7</i></p> <p>Does your organization have responsibility for any of the following activities? Select all the answer options that are appropriate.</p>	<p>1 <input type="checkbox"/> Develop or assist in developing the proposed standards as law / regulation</p> <p>2 <input type="checkbox"/> Develop other authoritative pronouncements</p> <p>3 <input type="checkbox"/> Promulgate the accounting standards (e.g. by publishing or communicating the standards to the public)</p> <p>4 <input type="checkbox"/> Other (please describe)</p> <p>5 <input checked="" type="checkbox"/> None of the above</p>	The LCA is one of the founders of Institute of Accounting of the Republic of Lithuania.
7.8.9.	<p><i>MB Responsibilities and IASB SMO 7</i></p> <p>Does your organization have responsibility for any of the following activities? Select all the answer options that are appropriate.</p>	<p>1 <input type="checkbox"/> Develop other authoritative pronouncements</p> <p>2 <input type="checkbox"/> Promulgate the IFRSs established by law / regulation (e.g. by publishing or communicating the standards to the public)</p> <p>3 <input type="checkbox"/> Other (please describe)</p> <p>4 <input checked="" type="checkbox"/> None of the above</p>	
7.8.12.	<p><i>Other Organization SMO 7</i></p> <p>Do any of the following organizations have responsibility for developing or</p>	<p>1 <input type="radio"/> Another IFAC member body(ies)</p>	Institute of Accounting of the Republic of Lithuania

Number	Question Title/Text/Help text	Answer	Comments
	implementing the accounting standards established in law / regulation?	<input type="radio"/> 2 Government or regulatory body <input type="radio"/> 3 Non-IFAC professional body <input checked="" type="radio"/> 4 Other organization	
7.8.13.	<i>National Standards and Convergence SMO 7</i> Please describe the activities your organization has undertaken to promote IFRSs and other IAASB pronouncements to the relevant government or regulatory body that sets national standards. Include in your explanation descriptions of any specific activities and the outcome.	None.	
7.9.	<b>Law/Reg and IASB Pronouncements</b>		
7.9.1.	<i>Incorporation into Law/Reg SMO 7</i> Is information publicly available about IFRSs and other IASB pronouncements that have been established into law/regulation, including:  IFRSs and other IASB pronouncements that have been established into law / regulation; Whether the IFRS or IASB pronouncement established into law / regulation is the version in effect as at September 30, 2005; The effective date set by law / regulation where it differs from the IFRS or IASB pronouncement;	1 <input checked="" type="radio"/> Yes	

Number	Question Title/Text/Help text	Answer	Comments
	<p>The differences between IFRSs and IASB pronouncements and what was established into law / regulation; and The reasons for the differences?</p>	<p>20 No</p>	
7.9.2.	<p><i>Incorporation Description - Law/Reg SMO 7</i></p> <p>If the information about the status of IFRSs and other IASB pronouncements that have been established into law is available in English, indicate this in your response and submit a copy of the information to Compliance Staff.</p> <p>If this information is not available, complete the <a href="#">SMO 7 Comparison with IASB Pronouncements.doc</a> report and submit it in Word format to Compliance Staff.</p> <p>Indicate whether your organization will be submitting available information or the "SMO 7: Comparison with IASB Pronouncements" report.</p>	<p>10 Yes, information is available and in English and will be submitted to Compliance Staff</p>	<p>As the LCA is not a national accounting standard setter we do not have the information about convergence status. The Institute of Accounting of the Republic of Lithuania is responsible for the producing, approving of the standards. The Business Accounting Standards are prepared in compliance with the EU Community law and the International Accounting Standards (IFRSs). There were adopted 31 Business Accounting Standards.</p> <p>According to the Accounting Law of Republic of Lithuania: 1) entities whose securities are traded on a regulated market also banks shall handle accounting in accordance with the International Accounting Standards; 2) profit-seeking legal persons with limited civil liability shall handle</p>

Number	Question Title/Text/Help text	Answer	Comments
		<p>2○ No, information is not available; however our organization or jointly with another IFAC member / associate will complete the "SMO 7: Comparison with IASB Pronouncements" and submit it to Compliance Staff</p> <p>3○ No, information is not available</p>	<p>accounting in pursuance of the Business Accounting Standards; 3) when handling accounting, legal persons with unlimited civil liability shall observe the Business Accounting Standards when they decide at their own discretion to prepare a financial statement or are obliged to do so by the Law on Financial Statements of Enterprises. Also the consolidated accounts of the entities whose securities are traded on regulated markets shall be drawn up in conformity with International Accounting Standards.</p>
7.10.	<b>Translation SMO 7</b>		
7.10.1.	<p><i>Translation of IFRSs</i> Are the IFRSs and other IASB pronouncements translated into national language?</p>	<p>1○ No, as English is an official language or widely spoken language</p>	

Number	Question Title/Text/Help text	Answer	Comments
		<input checked="" type="radio"/> Yes, the IFRSs are translated <input type="radio"/> No and English is not an official language or is not widely spoken	
7.10.4.	<i>Translation coordinator SMO 7</i> Who is the translation coordinator? Select the answer option that is most appropriate.	<input type="radio"/> Our organization is the translation coordinator <input checked="" type="radio"/> The government or another organization is the translation coordinator <input type="radio"/> Our organization and the government or another organization are the translation coordinators	European Commission.
7.10.5.	<i>Key Terms SMO 7</i> Does the translation process include a list of key terms?	<input type="radio"/> Yes <input checked="" type="radio"/> No	N/A
7.10.6.	<i>Faithful Translation SMO 7</i> What processes are in place to ensure a faithful translation of the IFRSs?	N/A	
7.11.	<i>Promotion Activities SMO 7</i> Please describe the activities your organization undertakes to promote and assist in the implementation of IFRSs and other IASB pronouncements and activities.	None.	
<b>8.</b>	<b>Certification of Chief Executive</b>		
8.1.	<i>Complete Certification</i> Once all required questions have been	<input checked="" type="checkbox"/> Yes, the Certification of Chief Executive has been submitted	

Number	Question Title/Text/Help text	Answer	Comments
	completed, the Certification of Chief Executive should be signed and submitted to Compliance Staff. Click <a href="Part 2 SMO Self Assessment Certification.doc">here</a> to download a copy of the Certification form.	2□	



## **SMO 3: Comparison with IAASB Pronouncements**

### **Objective**

The purpose of this report is to understand how national auditing standards and related pronouncements compare with pronouncements issued by the International Auditing and Assurance Standards Board (IAASB). The comparison seeks to understand whether there are differences between national pronouncements and IAASB pronouncements and the reasons for these differences. These differences often exist because of conflicts between the IAASB pronouncement and requirements stipulated by national law or regulation. Other times differences exist because of timing differences between the national standard-setter's work program and the IAASB's work program.

The differences may be in the form of specific IAASB pronouncements or individual principles, procedures, or related guidance within an IAASB pronouncement that is not in the national auditing standard and related pronouncement. There may also be differences in the form of principles, procedures, or guidance in national auditing standards and related pronouncements that are not required or addressed by IAASB pronouncements. Information obtained about the differences will assist the Compliance Advisory Panel in understanding the special conditions, challenges, and impediments IFAC member bodies face within their standard-setting and regulatory framework and convergence with IAASB pronouncements.

This report includes a listing of IAASB pronouncements that have been issued or amended and are in effect as of **September 30, 2005**. These pronouncements include conforming amendments to recently issued ISAs including the Audit Risk ISAs issued in 2004 (effective for audits of financial statements for periods beginning on or after December 15, 2004). When completing the report, the full text of the IAASB pronouncement that is in effect should be referred to. IAASB's pronouncements are available, in Adobe Acrobat pdf format, freely on its website at [www.ifac.org/iaasb](http://www.ifac.org/iaasb).

### **Instructions to the SMO 3: Comparison with IAASB Pronouncements**

Respondents are asked to provide the following information:

1. Provide the name and effective date of the national auditing standard and related pronouncement which address the IAASB pronouncement. Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements indicate whether it is in the standard-setter's work program or describe the special conditions, challenges, impediments or other reasons why it has not yet been addressed
2. Describe the principles, procedures or related guidance in national auditing standards and related pronouncements that are not required by the IAASB pronouncement. Include a brief description about the legal, regulatory, or other national practice giving rise to this difference.
3. Describe the IAASB principles, procedures or related guidance that has been omitted from or modified in the national auditing standards and related pronouncements in order to comply with national requirements and practices. Include a brief description about the legal, regulatory, or other national practice giving rise to this omission or modification.
4. Additional information may be provided in the Comment Box or by attaching additional pages.
5. To avoid duplication of effort, where this information is available in other formats, the information may be separately submitted to Compliance Staff.

### SMO 3: Comparison with IAASB Pronouncements

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Glossary of Terms	NONE	X	IAASB Glossary of Terms: Confirm whether terms defined in the IAASB Glossary have the same term and meaning in the national auditing standards and related pronouncements. YES.	There is no Glossary of Terms; some terms are described in separate National Standards on Auditing. A text of the Glossary of Terms was translated in Lithuanian.
ISQC 1	International Standards on Quality Control	NONE	X	X	A text of the standard was translated in

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	<p>(ISQC)  <b>Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.</b></p> <p>Systems in compliance with ISQC 1 are required to be established by June 15, 2005</p>				Lithuanian.
-	International Framework for Assurance	NONE	X	X	A text of the standard was translated in

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	Engagements (ISA Framework of International Standards on Auditing was withdrawn in December 2004)				Lithuanian.
	International Standards on Auditing (ISAs)	National Standards on Auditing (NSAs)			
ISA 200	Objective and General Principles Governing an Audit of Financial Statements	1 NSA “Objective and General Principles Governing an Audit of Financial Statements” (adopted in June 16, 2000; revised in May 4, 2006)	To comply with the Auditors’ Code of Professional Ethics	Public sector perspective	
ISA 210	Terms of Audit Engagements	2 NSA” Audit Agreement” (adopted in July 2, 2004)	To review company’s annual report	Public sector perspective	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
ISA 220 (Revised)	<b>Quality Control for Audits of Historical Financial Information</b>  <b>Effective for audits of historical financial information for periods commencing on or after June 15, 2005</b>	7 NSA “Quality Control for Audit work” (was adopted in 16 June 2000) is related the prior ISA 220.	NONE	Public sector perspective	
ISA 230	<b>Documentation</b>	9 NSA “Documentation” (was adopted in June 6, 2000)	NONE	X	
ISA 240	<b>The Auditor’s Responsibility to Consider Fraud in an Audit of Financial</b>	11 NSA “Fraud and Error” (was adopted in June 6, 2000) is related the prior ISA 220.	NONE	Public sector perspective	Revised standard is prepared (not approved yet)

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	<b>Statements</b>  <b>Effective for audits of financial statements for periods beginning on or after December 15, 2004</b>				
ISA 250	<b>Consideration of Laws and Regulations in an Audit of Financial Statements</b>	31 NSA "Consideration of Laws and Regulations in an Audit of Financial Statements" (was adopted in April 2, 2004)	NONE	Public sector perspective	
ISA 260	<b>Communications of Audit Matters With Those Charged With Governance</b>	NONE; it is expected to have NSA in 2007	X	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	Effective for audits of financial statements for periods ending on or after December 31, 2000				
ISA 300	<b>Planning an Audit of Financial Statements</b>  Effective for audits of financial statements for periods beginning on or after December 15, 2004	4 NSA “Planning an Audit” (was adopted in June 16, 2000; revised in October 14, 2005)	NONE	Public sector perspective	
ISA 315	<b>Understanding the Entity and Its Environment and Assessing the Risks of Material</b>	34 NSA “Understanding the Entity and Its Environment and Assessing the Risks	NONE	Public sector perspective	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.



No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	<b>Misstatement Effective for audits of financial statements for periods beginning on or after December 15, 2004 (ISA 310 Knowledge of the Business was withdrawn in December 2004)</b>	of Material Misstatement” (was adopted in October 14, 2005)			
ISA 320	<b>Audit Materiality</b>	25 NSA “Audit Materiality” (was adopted in June 16, 2000)	NONE	Public sector perspective	
ISA 330	<b>The Auditor’s Procedures in Response to Assessed Risks</b>	35 NSA “The Auditor’s Procedures in Response to Assessed Risks” (was adopted in October	NONE	Public sector perspective	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	Effective for audits of financial statements for periods beginning on or after December 15, 2004 (ISA 400 Risk Assessments and ISA 401 Internal Control and Auditing in a Computer Information Systems Environment were withdrawn in December 2004)	14, 2005)			
ISA 402	Audit Considerations Relating to Entities Using Service	16 NSA “Audit Considerations Relating to Entities Using Service	NONE	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	Organizations	Organizations” (was adopted in February 28, 2003)			
ISA 500	Audit Evidence  Effective for audits of financial statements for periods beginning on or after December 15, 2004	8 NSA “Audit Evidence” (was adopted in June 16, 2000, revised in October 14, 2005)	NONE	Public sector perspective	
ISA 501	Audit Evidence— Additional Considerations for Specific Items	20 NSA “Audit Evidence— Additional Considerations for Specific Items” (was adopted in February 28, 2003)	Part B remained	X	
ISA 505	External Confirmations	NONE; it is expected to have NSA in 2007	X	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	Effective for audits of financial statements for periods ending on or after December 31, 2001				
ISA 510	Initial Engagements— Opening Balances	28 NSA “Initial Engagements— Opening Balances” (was adopted in January 11, 2002)	NONE	X	
ISA 520	Analytical Procedures	12 NSA “Analytical Procedures” (was adopted in January 11, 2002)	NONE	Public sector perspective	Revised standard is prepared (not approved yet)
ISA 530	Audit Sampling and Other Selective Testing Procedures  Effective for audits of financial	19 NSA “Audit Sampling and Other Selective Testing Procedures” (was adopted in May 3, 2002)	NONE	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
	statements for periods ending on or after July 1, 1999				
ISA 540	Audit of Accounting Estimates	26 NSA “Audit of Accounting Estimates (was adopted in February 28, 2003)	NONE	X	
ISA 545	Auditing Fair Value Measurements and Disclosures  Effective for audits of financial statements for periods ending on or after December 31, 2003	NONE; it is expected to have the NSA in 2007	X	X	
ISA 550	Related Parties	17 NSA “Related Parties” (was adopted in January 11, 2002)	NONE	Public sector perspective	
ISA 560	Subsequent Events	21 NSA “Subsequent	NONE	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state “None”)	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state “None”)	Comment Box for additional relevant information
		Events” (was adopted in January 11, 2002)			
ISA 570	Going Concern  Effective for audits of financial statements for periods ending on or after December 31, 2000	23 NSA “Going Concern” (was adopted in January 11, 2002; revised in May 4, 2006)	NONE	Public sector perspective	
ISA 580	Management Representations	22 NSA “Management Representations” (was adopted in June 16, 2000)	NONE	X	
ISA 600	Using the Work of Another Auditor	5 NSA “Using the Work of Another Auditor” (was adopted in February 28, 2003)	NONE	Public sector perspective	
ISA 610	Considering the	10 NSA “Considering	NONE	Public sector perspective	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	<b>Work of Internal Auditing</b>	the Work of Internal Auditor" (was adopted in February 28, 2003)			
<b>ISA 620</b>	<b>Using the Work of an Expert</b>	18 NSA "Using the Work of an Expert" (was adopted in April 2, 2004)	NONE	X	
<b>ISA 700</b>	<b>The Auditor's Report on Financial Statements</b>  <b>Effective for audits of financial statements for periods ending on or after September 30, 2002</b>	13 NSA "Auditor's Report" (was adopted in June 16, 2000; revised in July 2, 2004 and in October 14, 2005)	To review company's annual report	Public sector perspective	
<b>ISA 710</b>	<b>Comparatives</b>  <b>Effective for reports</b>	32 NSA "Comparatives" (was adopted in October	NONE	X	

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<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	issued or reissued on or after July 1, 1997	14, 2005)			
ISA 720	Other Information in Documents Containing Audited Financial Statements	14 NSA "Other Information in Documents Containing Audited Financial Statements" (was adopted in April 2, 2004)	NONE	Public sector perspective	
ISA 800	The Auditor's Report on Special Purpose Audit Engagements	33 NSA "The Auditor's Report on Special Purpose Audit Engagements" (was adopted in October 14, 2005)	NONE	Public sector perspective	
	International Auditing Practice Statements (IAPSs)				
IAPS 1000	Inter-Bank Confirmation	NONE	X	X	

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<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.



No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	<b>Procedures</b>				
IAPS 1004	<b>The Relationship Between Bank Supervisors and Banks' External Auditors</b>	NONE	X	X	
IAPS 1005	<b>The Special Considerations in the Audit of Small Entities</b>	NONE	X	X	
IAPS 1006	<b>Audits of the Financial Statements of Banks</b>	NONE	X	X	
IAPS 1010	<b>The Consideration of Environmental Matters in the Audit of Financial Statements</b>	NONE	X	X	
IAPS 1012	<b>Auditing Derivative Financial Instruments</b>	NONE	X	X	

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<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
IAPS 1013	Electronic Commerce—Effect on the Audit of Financial Statements	NONE	X	X	
IAPS 1014	Reporting by Auditors on Compliance With International Financial Reporting Standards  Approved in March 2003 for publication on June 1, 2003	NONE	X	X	
	International Standards on Review Engagements (ISREs)				
ISRE 2400	Engagements to	NONE	X	X	A text of the

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<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Review Financial Statements (Previously ISA 910)				standard was translated in Lithuanian.
	International Standards on Assurance Engagements (ISAEs)				
ISAE 3000	Assurance Engagements Other Than Audits or Reviews of Historical Financial Information  Effective for assurance reports dated on or after January 1, 2005	NONE	X	X	A text of the standard was translated in Lithuanian.
ISAE 3400	The Examination of Prospective	NONE	X	X	A text of the standard was

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<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

No.	IAASB Pronouncements Issued and in Effect <sup>1</sup> as of September 30, 2005	State the name and effective date of the national auditing standard and related pronouncement that addresses this IAASB pronouncement. <sup>2</sup>	Describe any national auditing standards and related pronouncements requirements that are not required by the IAASB pronouncements (or state "None")	Describe the IAASB principles, procedures or related guidance that are omitted from or modified to comply with national requirements or practices (or state "None")	Comment Box for additional relevant information
	Financial Information (Previously ISA 810)				translated in Lithuanian.
	International Standards on Related Services (ISRSs)				
ISRS 4400	Engagements to Perform Agreed-upon Procedures Regarding Financial Information (Previously ISA 920)	NONE	X	X	A text of the standard was translated in Lithuanian.
ISRS 4410	Engagements to Compile Financial Information (Previously ISA 930)	NONE	X	X	A text of the standard was translated in Lithuanian.

### IAASB Pronouncements Issued but Not in Effect as of September 30, 2005

The following IAASB pronouncements have been issued but are not in effect as of September 30, 2005.

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

	<b>IAASB Pronouncements Issued and not in Effect<sup>1</sup> as of September 30, 2005</b>	<b>Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No )</b>	<b>If “yes”, please state the name of the pronouncement and its effective date.</b>	<b>If “no”, please explain whether this pronouncement has been included in the work program.</b>	<b>Comment Box for additional relevant information</b>
<b>ISA 230 (Revised )</b>	<b>Audit Documentation</b>  <b>Effective for audits of historical financial information for periods beginning on or after June 15, 2006</b>	NONE	X	X	
<b>ISA 700 (Revised )</b>	<b>The Independent Auditor’s Report on a Complete Set of General Purpose Financial Statements</b>  <b>Effective for auditors’ reports’ dated on or after December 31, 2006</b>	NONE	X	X	A text of the standard was translated in Lithuanian.
<b>ISA 701</b>	<b>Modifications to the Independent Auditor’s</b>	NONE	X	X	A text of the standard was

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<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

	<b>IAASB Pronouncements Issued and not in Effect<sup>1</sup> as of September 30, 2005</b>	<b>Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No )</b>	<b>If “yes”, please state the name of the pronouncement and its effective date.</b>	<b>If “no”, please explain whether this pronouncement has been included in the work program.</b>	<b>Comment Box for additional relevant information</b>
	<b>Report</b>  <b>Effective for auditors’ reports’ dated on or after December 31, 2006</b>				translated in Lithuanian.
<b>ISRE 2410</b>	<b>Review of Interim Financial Information Performed by the Independent Auditor of the Entity</b>  <b>Effective for engagements to review the interim financial information of an audit client for periods beginning on or after December 15, 2006</b>	NONE	X	X	A text of the standard was translated in Lithuanian.

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

	<b>IAASB Pronouncements Issued and not in Effect<sup>1</sup> as of September 30, 2005</b>	<b>Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No )</b>	<b>If “yes”, please state the name of the pronouncement and its effective date.</b>	<b>If “no”, please explain whether this pronouncement has been included in the work program.</b>	<b>Comment Box for additional relevant information</b>
<b>ISA 200 (Amended)</b>	<b>ISA 200 Amended as a Result of ISA 700 (Revised)—Effective for Audits of Financial Statements for Periods Beginning On or After December 15, 2005</b>	NONE	X	X	
<b>ISA 210 (Amended)</b>	<b>ISA 210 Amended as a Result of ISA 700 (Revised)—Effective for Audits of Financial Statements for Periods Beginning on or after December 15, 2005</b>	NONE	X	X	
<b>ISA 560 (Amended)</b>	<b>Conforming Amendments to ISA 560 as a Result of ISA 700 (Revised) - Effective for Auditor’s Reports Dated On or After December 31,</b>	NONE	X	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

	<b>IAASB Pronouncements Issued and not in Effect<sup>1</sup> as of September 30, 2005</b>	<b>Has this IAASB pronouncement been adopted or otherwise incorporated into national standards on auditing and related pronouncements? (Yes / No )</b>	<b>If “yes”, please state the name of the pronouncement and its effective date.</b>	<b>If “no”, please explain whether this pronouncement has been included in the work program.</b>	<b>Comment Box for additional relevant information</b>
	<b>2006</b>				
<b>ISA 800 (Amended)</b>	<b>Conforming Amendments to ISA 800 as a Result of ISA 700 (Revised)— Effective for Auditor’s Reports Dated On or After December 31, 2006</b>	NONE	X	X	

### **IAASB Pronouncements that Have Been Withdrawn**

The following IAASB pronouncements have been withdrawn and are no longer in effect as of September 30, 2005.

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.



	<b>Withdrawn IAASB Pronouncements</b>	<b>Has your organization withdrawn this IAASB pronouncement or the similar / equivalent national standard or pronouncement addressing this subject matter? (Yes / No)</b>	<b>If “no”, please explain whether there are plans to withdraw the pronouncement and provide a description of the plans.</b>	<b>Where there are no plans to withdraw the pronouncement, please explain the reasons, conditions that exist and give rise to the need for this pronouncement.</b>	<b>Comment Box for additional relevant information</b>
<b>IAPS 1001</b>	<b>IT Environments— Stand-alone Personal Computers – Withdrawn December 2004</b>	NONE	X	X	
<b>IAPS 1002</b>	<b>IT Environments— On-line Computer Systems – Withdrawn December 2004</b>	NONE	X	X	
<b>IAPS 1003</b>	<b>IT Environments— Database Systems – Withdrawn December 2004</b>	NONE	X	X	
<b>IAPS 1007</b>	<b>Communications With Management— Withdrawn</b>	NONE	X	X	
<b>IAPS 1008</b>	<b>Risk Assessments and Internal Control—</b>	NONE	X	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter's work program or the reasons why it has not yet been addressed.

	<b>Withdrawn IAASB Pronouncements</b>	<b>Has your organization withdrawn this IAASB pronouncement or the similar / equivalent national standard or pronouncement addressing this subject matter? (Yes / No)</b>	<b>If “no”, please explain whether there are plans to withdraw the pronouncement and provide a description of the plans.</b>	<b>Where there are no plans to withdraw the pronouncement, please explain the reasons, conditions that exist and give rise to the need for this pronouncement.</b>	<b>Comment Box for additional relevant information</b>
	<b>CIS Characteristics and Considerations – Withdrawn December 2004</b>				
<b>IAPS 1009</b>	<b>Computer-assisted Audit Techniques – Withdrawn December 2004</b>	NONE	X	X	
<b>IAPS 1011</b>	<b>Implications for Management and Auditors of the Year 2000 Issue— Withdrawn</b>	NONE	X	X	

<sup>1</sup> Where no effective date is indicated, the pronouncement does not have an effective date and is deemed to be effective.

<sup>2</sup> Where the IAASB pronouncement has not yet been addressed in national auditing standards and related pronouncements, indicate whether it is in the standard-setter’s work program or the reasons why it has not yet been addressed.

**SMO 4: Provisions Relating to Threats to Independence**

In completing this report, IFAC members and associate should refer to the terms defined in the revised IFAC Code of Ethics (see Definitions)

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
	<b>General:</b>	<b>3 Under development</b>	Our national Code – Auditors' Code of Professional Ethics was approved in 2000 and was prepared according to the previous version of IFAC Code.	Since on June 2005 IFAC had issued a revised Code of Ethics, the LCA had also decided to translate the latest Code in order the revised version of the Code was available to the members and to consider its implementation in the General meeting of members in 2006.
<b>1.</b>	<b>290.13</b>			
<b>2.</b>	<b>290.21</b>			
	<b>Restricted Use Reports:</b>			
<b>3.</b>	<b>290.19</b>			
	<b>Engagement Period:</b>			
<b>4.</b>	<b>290.31</b>			
<b>5.</b>	<b>290.32</b>			
<b>6.</b>	<b>Provisions Applicable to All Assurance Clients:</b>			

LITHUANIA: Part 2, SMO Self-Assessment Questionnaire

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
7.	<b>290.106</b>			
	<b>Provisions Applicable to Financial Statement Audit Clients:</b>			
8.	<b>290.113</b>			
9.	<b>290.114</b>			
10.	<b>290.115</b>			
11.	<b>290.117</b>			
12.	<b>290.119</b>			
13.	<b>290.121</b>			
	<b>Provisions Applicable to Non-Financial Statement Audit Assurance Clients:</b>			
14.	<b>290.122</b>			
15.	<b>290.123</b>			
16.	<b>290.124</b>			
	<b>Loans and Guarantees:</b>			
17.	<b>290.129</b>			
18.	<b>290.130</b>			

LITHUANIA: Part 2, SMO Self-Assessment Questionnaire

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
19.	290.131			
20.	Close Business Relationships With Assurance Clients:			
21.	290.132			
	Family and Personal Relationships:			
22.	290.136			
	Recent Service with Assurance Clients:			
23.	290.147			
	Serving as an Officer or Director on the Board of Assurance Clients:			
24.	290.149			
25.	290.151			
	Financial Statement Audit Clients That are Listed Entities:			
26.	290.154			

	<b>Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)</b>	<b>Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe</b>	<b>Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.</b>	<b>Comment Box for additional information</b>
	<b>Provision of Non-Assurance services to Assurance Clients:</b>			
<b>27.</b>	<b>290.158</b>			
<b>28.</b>	<b>290.159</b>			
<b>29.</b>	<b>Preparing Accounting Records and Financial Statements:</b>			
<b>30.</b>	<b>290.167</b>			
<b>31.</b>	<b>290.171</b>			
	<b>Valuation Services:</b>			
<b>32.</b>	<b>290.176</b>			
	<b>Provision of Internal Audit Services to Financial Statement Audit Clients:</b>			
<b>33.</b>	<b>290.185</b>			
	<b>Provision of IT Systems Services to Financial</b>			

LITHUANIA: Part 2, SMO Self-Assessment Questionnaire

	Paragraph (refer to the full text of the relevant paragraph in the revised IFAC Code of Ethics)	Does the same /equivalent or similar national ethical requirement exist? Answer Options: 1. Yes 2. No 3. Under development – please describe 4. Other – please describe	Describe differences between the revised IFAC Code and the national ethical requirements including differences in scope of application and required actions and safeguards by the professional accountant.	Comment Box for additional information
	<b>Statement Audit Client:</b>			
<b>34.</b>	<b>290.188</b>			
	<b>Temporary Staff Assignments to Financial Statement Audit Clients:</b>			
<b>35.</b>	<b>290.192</b>			
<b>36.</b>	<b>290.200</b>			
<b>37.</b>	<b>290.202</b>			
<b>38.</b>	<b>290.204</b>			
	<b>Pricing:</b>			
<b>39.</b>	<b>290.209</b>			
	<b>Contingent Fees:</b>			
<b>40.</b>	<b>290.11</b>			
	<b>Gifts and Hospitality:</b>			
<b>41.</b>	<b>290.213</b>			

**REPUBLIC OF LITHUANIA  
ACCOUNTING LAW**

6 November 2001 Nr. IX-574  
Vilnius

**Article 2. Main Definitions of this Law**

<...>

16. **International Accounting Standards** as defined in Regulation (EC) No 1606/2002 of the European Parliament and of the Council of 19 July 2002 on the application of international accounting standards.

....

**Article 3. General Requirements for Handling of Accounting**

<....>.

3. Economic entities whose securities are traded on a regulated market shall handle accounting in accordance with the International Accounting Standards.

**REPUBLIC OF LITHUANIA  
LAW ON FINANCIAL STATEMENTS OF ENTITIES**

6 November 2001 No IX-575  
Vilnius

**Article 15. General Requirements for Financial Statements**

<...>

**[Enters into force on 1 January 2005]**

5. The entities securities whereof are traded on regulated markets shall handle accounting and draw up financial statements according to International Accounting Standards.

...

**REPUBLIC OF LITHUANIA  
LAW ON CONSOLIDATED ACCOUNTS OF ENTITIES**

6 November 2001 No IX-576  
Vilnius

**Article 8. Requirements for Consolidated Accounts**

<...>

3. Consolidated accounts shall be drawn up in compliance with the Law on Accounting, the Law on Financial Statements of Entities, this Law and the Business Accounting Standards. The consolidated accounts of the entities whose securities are traded on regulated markets shall be drawn up in conformity with International Accounting Standards.

...