

International Federation of Accountants  
Mr. James Gunn  
Technical Director, IAASB  
529 5th Avenue, 6th Floor  
New York, New York 10017  
USA

Prague, July 11, 2014

**Exposure Draft: International Standard on Auditing 720 (Revised), The Auditor's Responsibilities Relating to Other Information**

Dear Mr. Gunn,

We are pleased to take this opportunity to comment on the Exposure Draft: International Standard on Auditing 720 (Revised), The Auditor's Responsibilities Relating to Other Information.

We find the (revised) exposure draft well written and containing significant improvements compared to the previous draft. After our careful review, we do not have any major comments to the proposed draft.

We acknowledge that further adjustments of the wording may be made by IAASB before issuing the final standard. We would welcome and support any such adjustments that would further clarify and strengthen the fact that:

- Irrespective of the auditor's reporting, no assurance is provided on the other information.
- Irrespective of the requirements of the standard, no additional evidence is required or expected to be collected by the auditor to support the other information.
- The requirement to "consider whether there is a material inconsistency between the other information and the auditor's knowledge obtained during the course of the audit"
  - does not require an auditor to trace the other information to the existing audit documentation, and
  - does not require an auditor to search through the entire existing audit documentation to ensure there is no information contained in the audit documentation that may potentially be inconsistent with the other information.

It is worth noting that according to the current laws and regulations in the Czech Republic, auditors are required to give an *opinion* on whether an annual report is consistent with financial statements. We welcome the fact that the requirements of the new standard move significantly closer to the above requirements already existing in our jurisdiction.

Yours sincerely,



Petr Šobotník  
President