

Meeting: IAASB Consultative Advisory Group (CAG)

Meeting Location: Virtual Zoom Meeting

Meeting Dates: September 8-9, 2021

Agenda Item

G

Auditor Reporting Post-Implementation Review (PIR) — Cover

Objective of Agenda Item

1. The objective of this agenda item is to provide an update on the PIR of the new and revised Auditor Reporting Standards.

Project Status

2. The IAASB's Auditor Reporting Implementation Working Group (ARIWG) conducted a PIR of the new and revised Auditor Reporting Standards¹ and ISA 720 (Revised).² The PIR was undertaken within the information gathering and research activities component of the IAASB's Framework for Activities, relevant to post-implementation reviews that aim to inform the IAASB whether new and revised standards have been implemented as intended and to determine whether the relevant standards are being consistently understood and implemented in a manner that achieves the IAASB's intended purpose in developing or revising them, so that the IAASB can determine what actions, if any, are needed.
3. In February 2021, the IAASB discussed the information-gathering activities undertaken by the ARIWG in relation to the PIR and provided the Board with an overview of stakeholder feedback. In order to keep its stakeholders informed of its progress in relation to the PIR and acknowledge the important input received, the IAASB published a [Feedback Statement](#) in June 2021 detailing the feedback received from its information-gathering activities. In September 2021, the IAASB will discuss the ARIWG's final recommendations arising from the PIR.
4. **Appendix A** to this paper provides a history of previous discussions with the IAASB on this topic.

IAASB CAG Discussion in September 2021

5. For the purpose of the IAASB CAG discussion, Mr. Dan Montgomery, Chair of the ARIWG, will update Representatives on the PIR (**Agenda Item G.1**).

Material Presented – IAASB CAG Papers

Agenda Item G.1 Auditor Reporting — PIR Presentation

¹ The new and revised Auditor Reporting Standards comprise: ISA 700 (Revised), *Forming an Opinion and Reporting on Financial Statements*; ISA 701, *Communicating Key Audit Matters in the Independent Auditor's Report*; ISA 705 (Revised), *Modifications to the Opinion in the Independent Auditor's Report*; ISA 706 (Revised), *Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor's Report*; ISA 570 (Revised), *Going Concern*; ISA 260 (Revised), *Communication with Those Charged with Governance*; and conforming amendments to other ISAs.

² ISA 720 (Revised), *The Auditor's Responsibilities Relating to Other Information*

Appendix A

Project Details and History

Project: Auditor Reporting PIR

Link to IAASB Project Page can be found [here](#).

ARIWG Members

- Dan Montgomery, Chair
- Chun Wee Chiew
- Sachiko Kai
- Jamie Shannon
- Sylvia Van Dyk

Summary

Information Gathering	IAASB CAG Meeting	IAASB Meeting
Initial proposals related to the planned PIR	N/A	September 2016
Update on global trends and initial planning for the PIR	N/A	June 2019
Feedback from information-gathering activities and proposed direction for the way forward in developing the PIR recommendations	N/A	February 2021
PIR recommendations	N/A	September 2021