



# Audits of Less Complex Entities – Project Proposal

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IAASB CAG Meeting

Agenda Item A

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International Auditing  
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Standards Board

# Background



## Objectives

- Delivers a **high-quality audit** that maintains the degree of confidence in the audit of the financial statements for the intended users thereof.
- Delivers an audit that will result in a **reasonable assurance opinion**.
- Is able to be **used effectively and efficiently** to be able to obtain sufficient appropriate audit evidence to support the audit opinion.
- **Promotes consistency in application** through clear and understandable requirements that will result in a high-quality audit.
- Is **proportionate to the public interest benefits** of using a separate standard for an audit of an LCE.
- Facilitates the performance of a high-quality audit that is **appropriate in the circumstances of a less complex entity**.

# Targeted Timeline



## Matters for Consideration

Representatives are asked for views on the project proposal presented in **Agenda Item A.1.** to set out the objective, scope and actions to develop the [draft] audit standard for audits of the financial statements of LCEs





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