

# LEARN UPDATE

## LATEST ETHICS, AUDIT AND REPORTING NEWS UPDATE

JULY 2017

Welcome to the July 2017 edition of CPA Australia's *Latest Ethics, Audit and Reporting News Update*, or *LEARN Update*.

This publication provides a snapshot of changes to reporting, auditing and ethical standards applicable now or available for early adoption, as well as listing other developments within the accounting profession.

The objective of the update is to inform readers about new publications relevant to the period that have not been included in previous updates. We hope you find *LEARN Update* to be a valuable tool.

## REPORTING

CPA Australia has published the following resources:

- ASIC publishes [focus areas](#) for financial reports for periods ending 30 June 2017. CPA Australia, recorded a podcast on this topic. [Click here to listen to the podcast.](#)
- Article on IFRS 16 Leases, [Everything you need to prepare for IFRS16](#), focuses on some common questions arising from the new standard

### Apply now:

- AASB 124 *Related Party Disclosures* is applicable to public sector entities for periods beginning on or after 1 July 2016.

### Available for early adoption:

- There are no new standards or interpretations issued during the period that are available for early adoption

BE HEARD.  
BE RECOGNISED.



# AUDIT AND ASSURANCE

## Apply now:

Enhanced auditor reporting requirements: The following standards, which conform to those issued by the International Auditing and Assurance Standards Board (IAASB), apply to financial reporting periods ending on 30 June 2017.

New Standard:

- [ASA 701](#) *Communicating Key Audit Matters in the Independent Auditor's Report*

Revised Standards:

- [ASA 700](#) *Forming an Opinion and Reporting on a Financial Report*
- [ASA 705](#) *Modifications to the Opinion in the Independent Auditor's Report*
- [ASA 706](#) *Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor's Report*
- [ASA 570](#) *Going Concern*
- [ASA 260](#) *Communication With Those Charged With Governance*
- [ASA 720](#) *The Auditor's Responsibilities Relating to Other Information*
- [ASA 800](#) *Special Considerations - Audits of Financial Reports Prepared in Accordance with Special Purpose Frameworks*
- [ASA 805](#) *Special Considerations - Audits of Single Financial Statements and Specific Elements, Accounts or Items of a Financial Statement*

## Audit resources:

- Enhanced Auditor Reporting
  - AUASB: [Auditor Reporting Frequently Asked Questions](#) – new FAQs added
  - IAASB: [The new auditor's report: Questions and Answers](#)
  - See CPA Australia [Auditor Reporting](#) webpage for:
    - Key features for listed entities
    - Key features for all entities
    - [AUASB Auditor's Responsibilities](#) - available for reference, as permitted under revised ASA 700.
  - Update your knowledge on these changes by completing a FastClass:
    - [Enhanced Auditor Reporting: Key Audit Matters](#) CPD hours: 1
    - [Enhanced Auditor Reporting: For all entities](#) CPD hours: 1
- Audit and Review Report templates for reporting periods ending on or after 30 June 2017:
  - ACNC: [Charities](#)
  - APRA: Registrable superannuation entities [word version](#) / [PDF version](#)

## Available for early adoption:

The following standard operative for assurance engagements commencing on or after 1 January 2018 with early adoption permitted:

- [ASAE 3100 Compliance Engagements \(2017\)](#)

## New and revised guidance applicable now:

- Guidance Statement [GS 001 Concise Financial Reports Under the Corporations Act 2001](#)

# PROFESSIONAL AND ETHICAL STANDARDS

## Apply now:

- APES 315 [Compilation of Financial Information](#)

The revised standard is effective for Engagements to Compile Financial Information commencing on or after 1 July 2017.

## Available for early adoption:

The following Accounting Professional & Ethical Standard (APES) was revised and issued:

- Responding to Non-compliance with Laws and Regulations (NOCLAR) Amendments to APES 110 [Code of Ethics for Professional Accountants due to revisions to IESBA's Code of Ethics for Professional Accountants](#).

The revised standard is effective from 1 January 2018. Earlier adoption of is permitted. Further details at: <https://www.cpaaustralia.com.au/professional-resources/accounting-professional-and-ethical-standards/apes-110-code-of-ethics-for-professional-accountants/noclar>

# CONSULTATIONS AND SUBMISSIONS

- [Click here to view the current consultations and 2017 submissions made by CPA Australia.](#)

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