

Agenda Item 6D



Mapping of Paragraphs in ISA 805 (Revised), *Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement*, to Related Paragraphs in AU-C 805, *Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement*

Yellow highlighted text is included in AU-C 805 but not included in ISA 805.

Green highlighted text is included in ISA 805 but not included in AU-C 805.

Pink highlighted text represents different language.

<p>ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i>,</p> <p>Marked to show changes resulting from the auditor reporting project</p>	<p>Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p>Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p>Comments</p>
<p>Introduction</p>	<p>Introduction</p>	<p>Introduction</p>	
<p>Scope of this ISA 1. The International Standards on Auditing (ISAs) in the 100–700 series apply to an audit of financial statements and are to be adapted as necessary in the</p>	<p>Scope of This Section (Ref: par. .01) .01 .01 AU-C sections 200—700 apply to an audit of financial statements and are to be adapted as necessary in the circumstances when applied to audits of</p>	<p>Scope of This Section .01 AU-C sections 200—700 apply to an audit of financial statements and are to be adapted as necessary in the circumstances when applied to audits</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>circumstances when applied to audits of other historical financial information. This ISA deals with special considerations in the application of those ISAs to an audit of a single financial statement or of a specific element, account or item of a financial statement. The single financial statement or the specific element, account or item of a financial statement may be prepared in accordance with a general or special purpose framework. If prepared in accordance with a special purpose framework, ISA 800 (Revised)¹ also applies to the audit. (Ref: Para. A1–A4)</p> <p>1. ISA 800; (Revised). <i>Special Considerations—Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks</i></p>	<p>other historical financial information. This section addresses special considerations in the application of those AU-C sections to an audit of a single financial statement or of a specific element, account, or item of a financial statement. The single financial statement or the specific element, account, or item of a financial statement may be prepared in accordance with a general or special purpose framework. If prepared in accordance with a special purpose framework, section 800, <i>Special Considerations—Audits of Financial Statements Prepared in Accordance With Special Purpose Frameworks</i>, also applies to the audit. (Ref: par. .A1-.A4 .A1—.A3)</p>	<p>of other historical financial information. This section addresses special considerations in the application of those AU-C sections to an audit of a single financial statement or of a specific element, account, or item of a financial statement. The single financial statement or the specific element, account, or item of a financial statement may be prepared in accordance with a general or special purpose framework. If prepared in accordance with a special purpose framework, section 800, <i>Special Considerations—Audits of Financial Statements Prepared in Accordance With Special Purpose Frameworks</i>, also applies to the audit. (Ref: par. .A1—.A3)</p>	
<p>2. This ISA does not apply to the report of a component auditor, issued as a result of work performed on the financial information of a component at the request of a group engagement team for</p>	<p>.02.02 This section does not apply to the report of a component auditor issued as a result of work performed on the financial information of a component at the request of a group engagement team for purposes</p>	<p>.02 This section does not apply to the report of a component auditor issued as a result of work performed on the financial information of a component at the request of a group engagement</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>purposes of an audit of group financial statements (see ISA 600).²</p> <p>2 ISA 600, <i>Special Considerations—Audits of Group Financial Statements (Including the Work of Component Auditors)</i></p>	<p>of an audit of group financial statements (see section 600, <i>Special Considerations—Audits of Group Financial Statements [Including the Work of Component Auditors]</i>)</p>	<p>team for purposes of an audit of group financial statements (see section 600, <i>Special Considerations—Audits of Group Financial Statements [Including the Work of Component Auditors]</i>)</p>	
<p>3. This ISA does not override the requirements of the other ISAs; nor does it purport to deal with all special considerations that may be relevant in the circumstances of the engagement.</p>	<p>.03.03 This section does not override the requirements of the other AU-C sections nor does it purport to address all special considerations that may be relevant in the circumstances of the engagement.</p>	<p>.03 This section does not override the requirements of the other AU-C sections nor does it purport to address all special considerations that may be relevant in the circumstances of the engagement.</p>	
<p>Effective Date</p> <p>4. This ISA is effective for audits of single financial statements or of specific elements, accounts or items for periods beginningending on or after December 15, 20092016. In the case of audits of single financial statements or of specific elements, accounts or items of a financial statement preparedas at a specific date, this ISA is effective for audits of such information preparedas at a date on or after December 14, 201015, 2016.</p>	<p>Effective Date</p> <p>.04.04 This section is effective for audits of single financial statements or specific elements, accounts, or items of a financial statement as of or for periods ending on or after December 15, 20XX.</p>	<p>Effective Date</p> <p>.04 This section is effective for audits of single financial statements or specific elements, accounts, or items of a financial statement as of or for periods ending on or after December 15, 2012.</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>Objective</p> <p>5. The objective of the auditor, when applying ISAs in an audit of a single financial statement or of a specific element, account or item of a financial statement, is to address appropriately the special considerations that are relevant to:</p> <p>(a) The acceptance of the engagement; (b) The planning and performance of that engagement; and (c) Forming an opinion and reporting on the single financial statement or on the specific element, account or item of a financial statement.</p>	<p>Objective</p> <p>.05 .05 The objective of the auditor, when applying generally accepted auditing standards (GAAS) in an audit of a single financial statement or of a specific element, account, or item of a financial statement, is to address appropriately the special considerations that are relevant to</p> <p>a. the acceptance of the engagement; b. the planning and performance of that engagement; and c. forming an opinion and reporting on the single financial statement or the specific element, account, or item of a financial statement.</p>	<p>Objective</p> <p>.05 The objective of the auditor, when applying generally accepted auditing standards (GAAS) in an audit of a single financial statement or of a specific element, account, or item of a financial statement, is to address appropriately the special considerations that are relevant to</p> <p>a. the acceptance of the engagement; b. the planning and performance of that engagement; and c. forming an opinion and reporting on the single financial statement or the specific element, account, or item of a financial statement.</p>	
<p>Definitions</p> <p>6. For purposes of this ISA, reference to:</p> <p>(a) “Element of a financial statement” or “element” means</p>	<p>Definitions</p> <p><i>Element of a Financial Statement</i>(Ref: par. .06)</p> <p>.06 .06 For purposes of this section, reference to</p> <p>a. an <i>element of a financial statement</i> or an <i>element</i> means an <i>element</i>,</p>	<p>Definitions</p> <p><i>Element of a Financial Statement</i></p> <p>.06 For purposes of this section, reference to</p> <p>a. an <i>element of a financial statement</i> or an <i>element</i> means an</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>an “element, account or item of a financial statement;”</p> <p>(b) “International Financial Reporting Standards” means the International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board; and</p> <p>(c) A single financial statement or to a specific element of a financial statement includes the related notes<u>disclosures</u>. The related notes<u>disclosures</u> ordinarily comprise a summary of significant accounting policies and other explanatory or other descriptive information relevant to the financial statement or to the element. (Ref: Para. A2)</p>	<p><i>account, or item of a financial statement.</i> (Ref: par. A5-A4)</p> <p><i>b. a single financial statement or a specific element of a financial statement includes the related <u>disclosures</u>notes. The related <u>disclosures</u>notes ordinarily comprise a summary of significant accounting policies and other explanatory or other descriptive information relevant to the financial statement or the specific element.</i></p>	<p><i>element, account, or item of a financial statement.</i> (Ref: par. .A4)</p> <p><i>b. a single financial statement or a specific element of a financial statement includes the related notes. The related notes ordinarily comprise a summary of significant accounting policies and other explanatory information relevant to the financial statement or the specific element.</i></p>	
	<p>.07.07 -Reference to <i>generally accepted accounting principles</i> (GAAP) in GAAS means GAAP promulgated by bodies designated by the Council of the AICPA</p>	<p>07 -Reference to <i>generally accepted accounting principles</i> (GAAP) in GAAS means GAAP promulgated by bodies designated by the Council of the</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>pursuant to the “Compliance With Standards Rule” (ET sec. 1.310.001) and the “ Accounting Principles Rule ” (ET sec. 203 1.320.001) of the AICPA Code of Professional Conduct.</p>	<p>AICPA pursuant to the “Compliance With Standards Rule” (ET sec. 1.310.001) and the “ Accounting Principles Rule ” (ET sec. 203 1.320.001) of the AICPA Code of Professional Conduct.</p>	
<p>Requirements</p>	<p>Requirements</p>	<p>Requirements</p>	
<p>Considerations When Accepting the Engagement</p>	<p>Considerations When Accepting the Engagement</p>	<p>Considerations When Accepting the Engagement</p>	
<p><i>Application of ISAs</i></p> <p>7. ISA 200 requires the auditor to comply with all ISAs relevant to the audit³. In the case of an audit of a single financial statement or of a specific element of a financial statement, this requirement applies irrespective of whether the auditor is also engaged to audit the entity’s complete set of financial statements.</p>	<p><i>Application of GAAS (Ref: par. .A6-A8.A5—A7)</i></p> <p>.08.08 Section 200, <i>Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance With Generally Accepted Auditing Standards</i>, requires the auditor to comply with all AU-C sections relevant to the audit. ¹ In the case of an audit of a single financial statement or a specific element of a financial statement, this requirement applies irrespective of whether the auditor is also engaged to audit the entity's complete set of financial statements.</p>	<p><i>Application of GAAS (Ref: par. .A5—.A7)</i></p> <p>.08 Section 200, <i>Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance With Generally Accepted Auditing Standards</i>, requires the auditor to comply with all AU-C sections relevant to the audit. ¹ In the case of an audit of a single financial statement or a specific element of a financial statement, this requirement applies irrespective of whether the auditor is also engaged to audit the entity's</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>Par. 7 (continued) If the auditor is not also engaged to audit the entity's complete set of financial statements, the auditor shall determine whether the audit of a single financial statement or of a specific element of those financial statements in accordance with ISAs is practicable. (Ref: Para. A5–A6)</p> <p>3 ISA 200, <i>Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance with International Standards on Auditing</i>, paragraph 18.</p>	<p>1. Paragraph .20 of section 200, <i>Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance With Generally Accepted Auditing Standards</i>.</p> <p>.0909 If the auditor is not also engaged to audit the entity's complete set of financial statements, the auditor should determine whether the audit of a single financial statement or a specific element of those financial statements in accordance with GAAS is practicable. The auditor should also determine whether the auditor will be able to perform procedures on interrelated items, as required by paragraph .14.13</p>	<p>complete set of financial statements.</p> <p>1. Paragraph .20 of section 200, <i>Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance With Generally Accepted Auditing Standards</i>.</p> <p><i>Audit in Accordance With Generally Accepted Auditing Standards.</i></p> <p>.09 If the auditor is not also engaged to audit the entity's complete set of financial statements, the auditor should determine whether the audit of a single financial statement or a specific element of those financial statements in accordance with GAAS is practicable. The auditor should also determine whether the auditor will be able to perform procedures on interrelated items, as required by paragraph .13</p>	
<p><i>Acceptability of the Financial Reporting Framework</i></p>	<p><i>Acceptability of the Financial Reporting Framework (Ref: par. .A9-.A13.A8—A11)</i></p>	<p><i>. Acceptability of the Financial Reporting Framework (Ref: par. .A8—.A11)</i></p>	
<p>8. ISA 210 requires the auditor to</p>	<p>.1010 Section 210, <i>Terms of Engagement</i>,</p>	<p>.10 Section 210, <i>Terms of</i></p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>determine the acceptability of the financial reporting framework applied in the preparation of the financial statements.⁴ In the case of an audit of a single financial statement or of a specific element of a financial statement, this shall include</p> <p>4. ISA 210, <i>Agreeing the Terms of Audit Engagements</i>, paragraph 6(a)</p> <p>8. (continued) whether application of the financial reporting framework will result in a presentation that provides adequate disclosures to enable the intended users</p>	<p>requires the auditor to determine the acceptability of the financial reporting framework applied in the preparation of the financial statements.² In the case of an audit of a single financial statement or a specific element of a financial statement, the auditor should obtain an understanding of</p> <ul style="list-style-type: none"> a. the purpose for which the single financial statement or specific element of a financial statement is prepared, b. the intended users, and c. the steps taken by management to determine that the application of the financial reporting framework is acceptable in the circumstance <p>² Paragraph .06a of section 210, <i>Terms of Engagement</i>.</p> <p>.1111 The auditor's determination required by paragraph .10 should include consideration of whether the application of the financial reporting framework will result in a presentation that provides</p>	<p><i>Engagement</i>, requires the auditor to determine the acceptability of the financial reporting framework applied in the preparation of the financial statements.² In the case of an audit of a single financial statement or a specific element of a financial statement, the auditor should obtain an understanding of</p> <ul style="list-style-type: none"> a. the purpose for which the single financial statement or specific element of a financial statement is prepared, b. the intended users, and c. the steps taken by management to determine that the application of the financial reporting framework is acceptable in the circumstance <p>² Paragraph .06a of section 210, <i>Terms of Engagement</i>.</p> <p>.11 The auditor's determination required by paragraph .10 should include consideration of whether the application of the financial reporting</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>to understand the information conveyed in the financial statement or the element, and the effect of material transactions and events on the information conveyed in the financial statement or the element. (Ref: Para. A7)</p>	<p>adequate disclosures to enable the intended users to understand the information conveyed in the financial statement or the specific element and the effect of material transactions and events on the information conveyed in the financial statement or the specific element.</p>	<p>framework will result in a presentation that provides adequate disclosures to enable the intended users to understand the information conveyed in the financial statement or the specific element and the effect of material transactions and events on the information conveyed in the financial statement or the specific element.</p>	
<p>Form of Opinion 9. ISA 210 requires that the agreed terms of the audit engagement include the expected form of any reports to be issued by the auditor.⁵ In the case of an audit of a single financial statement or of a specific element of a financial statement, the auditor shall consider whether the expected form of opinion is appropriate in the circumstances. (Ref: Para. A8–A9)</p> <p>5. ISA 210, paragraph10(e)</p>	<p><u>Form of Opinion</u> <u>12. AU-C 210 requires that the agreed-upon terms of the audit engagement include reference to the expected form and content of any reports to be issued by the auditor^{fn}. In the case of an audit of a single financial statement or of a specific element of a financial statement, the auditor should consider whether the expected form of opinion is appropriate in the circumstances. (Ref: par. . A10-.A11 and .A14)</u></p> <p><u>fn. Paragraph 10f of AU-C 210, Terms of Engagement.</u></p>		<p>Need to consider whether this requirement, and the related application material, should be included in AU-C 805. Because the single financial statement or element could be prepared in accordance with a special purpose framework (see</p>

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
			<p>paragraph 1), and such framework could be either a fair presentation or compliance framework, the requirement and related AM may be needed.</p>
<p style="text-align: center;">Considerations When Planning and Performing the Audit</p>	<p style="text-align: center;">Considerations When Planning and Performing the Audit</p>	<p style="text-align: center;">Considerations When Planning and Performing the Audit</p>	
<p>10. ISA 200 states that ISAs are written in the context of an audit of financial statements; they are to be adapted as necessary in the circumstances when applied to audits of other historical financial information.^{6,7} In planning and performing the audit of a single financial statement or of a specific element of a financial statement, the auditor shall adapt all ISAs relevant to the audit as necessary in the circumstances of the engagement. (Ref: Para. A10—A14A15)</p>	<p>.13.12 Section 200 states that GAAS is written in the context of an audit of financial statements; it is to be adapted as necessary in the circumstances when applied to audits of other historical financial information.³ In planning and performing the audit of a single financial statement or a specific element of a financial statement, the auditor should adapt all AU-C sections relevant to the audit as necessary in the circumstances of the engagement. (Ref: par. .A12—A14 .A15-.A17)</p>	<p>.12 Section 200 states that GAAS is written in the context of an audit of financial statements; it is to be adapted as necessary in the circumstances when applied to audits of other historical financial information.³ In planning and performing the audit of a single financial statement or a specific element of a financial statement, the auditor should adapt all AU-C sections relevant to the audit as necessary in the circumstances of the engagement. (Ref: par. .A12—A14</p> <p>^{3.} Paragraph .02 of section 200.</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>6. ISA 200, paragraph 2 7. ISA 200, paragraph 13(f), explains that the term “financial statements” ordinarily refers to a complete set of financial statements as determined by the requirements of the applicable financial reporting framework</p>	<p>3. Paragraph .02 of section 200.</p>		
	<p>.1413 In the case of an audit of a single financial statement or a specific element of a financial statement, the auditor should perform procedures on interrelated items as necessary to meet the objective of the audit. In the case of an audit of a specific element of a financial statement (Ref: par. A150)</p> <p><i>a.</i> the auditor should, if the specific element is, or is based upon, the entity's stockholders' equity or the equivalent, perform procedures necessary to obtain sufficient appropriate audit evidence to enable the auditor to express an opinion about financial position, excluding matters related to classification or disclosure that are not relevant to the audit of the specific element.</p>	<p>13 In the case of an audit of a single financial statement or a specific element of a financial statement, the auditor should perform procedures on interrelated items as necessary to meet the objective of the audit. In the case of an audit of a specific element of a financial statement (Ref: par. .A15)</p> <p><i>a.</i> the auditor should, if the specific element is, or is based upon, the entity's stockholders' equity or the equivalent, perform procedures necessary to obtain sufficient appropriate audit evidence to enable the auditor to express an opinion about financial position, excluding matters related to classification or disclosure that are not relevant to the audit of</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p><i>b.</i> the auditor should, if the specific element is, or is based upon, the entity's net income or the equivalent, perform procedures necessary to obtain sufficient appropriate audit evidence to enable the auditor to express an opinion about financial position and results of operations, excluding matters related to classification or disclosure that are not relevant to the audit of the specific element.</p>	<p><i>b.</i> the auditor should, if the specific element is, or is based upon, the entity's net income or the equivalent, perform procedures necessary to obtain sufficient appropriate audit evidence to enable the auditor to express an opinion about financial position and results of operations, excluding matters related to classification or disclosure that are not relevant to the audit of the specific element.</p>	
	<p>Materiality (Ref: par. A19-A16) .15-14 Section 320, <i>Materiality in Planning and Performing an Audit</i>, requires the auditor to determine, when establishing the overall audit strategy, materiality for the financial statements as a whole.⁴ In the case of an audit of a single financial statement, the auditor should determine materiality for the single financial statement being reported</p>	<p>Materiality (Ref: par. .A16) .14 Section 320, <i>Materiality in Planning and Performing an Audit</i>, requires the auditor to determine, when establishing the overall audit strategy, materiality for the financial statements as a whole.⁴ In the case of an audit of a single financial statement, the auditor should determine materiality for the single financial statement being</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>on rather than for the complete set of financial statements. In the case of an audit of one or more specific elements of a financial statement, the auditor should determine materiality for each individual element reported on rather than the aggregate of all elements or the complete set of financial statements</p> <p>⁴ Paragraph .10 of section 320, <i>Materiality in Planning and Performing an Audit</i>.</p>	<p>reported on rather than for the complete set of financial statements. In the case of an audit of one or more specific elements of a financial statement, the auditor should determine materiality for each individual element reported on rather than the aggregate of all elements or the complete set of financial statements</p> <p>⁴ Paragraph .10 of section 320, <i>Materiality in Planning and Performing an Audit</i>.</p>	
<p>Forming an Opinion and Reporting Considerations</p>	<p>Forming an Opinion and Reporting Considerations</p>	<p>Forming an Opinion and Reporting Considerations</p>	
<p>11. When forming an opinion and reporting on a single financial statement or on a specific element of a financial statement, the auditor shall apply the requirements in ISA 700,⁸ (Revised),⁸ and, when applicable, ISA 800 (Revised) adapted as necessary in the circumstances of the engagement. (Ref: Para. A15–A16A22)</p> <p>8. ISA 700, (Revised) <i>Forming an Opinion</i></p>	<p>.16.15 When forming an opinion and reporting on a single financial statement or a specific element of a financial statement, the auditor should apply the requirements in section 700, <i>Forming an Opinion and Reporting on Financial Statements</i>, and when applicable AU-C 800, adapted as necessary in the circumstances of the engagement. (Ref: par. .A20-.A21) .A17—.A18)</p>	<p>.15 When forming an opinion and reporting on a single financial statement or a specific element of a financial statement, the auditor should apply the requirements in section 700, <i>Forming an Opinion and Reporting on Financial Statements</i>, adapted as necessary in the circumstances of the engagement. (Ref: par. .A17—.A18)</p>	

ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement,</i>	Extant AU-C 805 Marked to Show Proposed AU-C 805	Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i>	Comments
Marked to show changes resulting from the auditor reporting project			
<i>and Reporting on Financial Statements</i>			
<i>Reporting on the Entity's Complete Set of Financial Statements and on a Single Financial Statement or on a Specific Element of Those Financial Statements</i>	<i>Reporting on the Entity's Complete Set of Financial Statements and a Single Financial Statement or a Specific Element of Those Financial Statements</i>	<i>Reporting on the Entity's Complete Set of Financial Statements and a Single Financial Statement or a Specific Element of Those Financial Statements</i>	
12. If the auditor undertakes an engagement to report on a single financial statement or on a specific element of a financial statement in conjunction with an engagement to audit the entity's complete set of financial statements, the auditor shall express a separate opinion for each engagement.	.17.16 If, in conjunction with an engagement to audit the entity's complete set of financial statements, the auditor undertakes an engagement to audit a single financial statement or a specific element of a financial statement, the auditor should <ul style="list-style-type: none"> a. issue a separate auditor's report and express a separate opinion for each engagement. b. indicate in the report on a specific element of a financial statement the date of the auditor's report on the complete set of financial statements and the nature of opinion expressed on those financial statements under an appropriate heading. 	.16 If, in conjunction with an engagement to audit the entity's complete set of financial statements, the auditor undertakes an engagement to audit a single financial statement or a specific element of a financial statement, the auditor should <ul style="list-style-type: none"> a. issue a separate auditor's report and express a separate opinion for each engagement. b. indicate in the report on a specific element of a financial statement the date of the auditor's report on the complete set of financial statements and the nature of opinion expressed on those financial statements under an appropriate heading. 	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>13. AnThe audited single financial statement or anthe audited specific element of a financial statement may be published together with the entity's audited complete set of financial statements.</p> <p>13 (continued)If the auditor concludes that the presentation of the single financial statement or of the specific element of a financial statement does not differentiate it sufficiently from the complete set of financial statements, the auditor shall ask management to rectify</p>	<p>.1817 Except as required by paragraph .2221, an audited single financial statement or an audited specific element of a financial statement may be published together with the entity's audited complete set of financial statements, provided that the presentation of the single financial statement or the specific element is sufficiently differentiated from the complete set of financial statements. The auditor should also differentiate the report on the single financial statement or the specific element of a financial statement from the report on the complete set of financial statements.</p> <p>.1918 If the auditor concludes that the presentation of the audited single financial statement or the audited specific element does not differentiate it sufficiently from the complete set of financial statements, as described in paragraph .1817, the auditor should ask</p>	<p>17 Except as required by paragraph .21, an audited single financial statement or an audited specific element of a financial statement may be published together with the entity's audited complete set of financial statements, provided that the presentation of the single financial statement or the specific element is sufficiently differentiated from the complete set of financial statements. The auditor should also differentiate the report on the single financial statement or the specific element of a financial statement from the report on the complete set of financial statements</p> <p>.18 If the auditor concludes that the presentation of the audited single financial statement or the audited specific element does not differentiate it sufficiently from the complete set of financial statements, as described in paragraph .17, the auditor should ask management to remedy the situation. The auditor should not release the</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>the situation. Subject to paragraphs 15 and 16, the auditor shall also differentiate the opinion on the single financial statement or on the specific element of a financial statement from the opinion on the complete set of financial statements. The auditor shall not issue the auditor’s report containing the opinion on the single financial statement or on the specific element of a financial statement until satisfied with the differentiation.</p>	<p>management to remedy the situation. The auditor should not release the auditor's report containing the opinion on the single financial statement or the specific element of a financial statement until satisfied with the differentiation.</p>	<p>auditor's report containing the opinion on the single financial statement or the specific element of a financial statement until satisfied with the differentiation.</p>	
<p>Modified Opinion, Emphasis Considering the Implications of Matter Paragraph or Other Matter Paragraph <u>Certain Matters Included</u> in the Auditor’s Report on the Entity’s Complete Set of Financial Statements <u>for the Audit of the Single Financial Statement or the Specific Element of a Financial Statement and for the Auditor’s Report Thereon.</u></p>	<p>Modified Opinion, Emphasis-of-Matter Paragraph, or Other-Matter Paragraph <u>in the Auditor's Report on the Entity's Complete Set of Financial Statements</u></p>	<p>Modified Opinion, Emphasis-of-Matter Paragraph, or Other-Matter Paragraph <u>in the Auditor's Report on the Entity's Complete Set of Financial Statements</u></p>	
<p>14. If the opinion in the auditor’s report on an entity’s complete set of financial statements is <u>includes</u>:</p>	<p>.20.19 If the opinion in the auditor's report on an entity's complete set of financial statements <u>includes</u></p>	<p>.19 If the opinion in the auditor's report on an entity's complete set of financial statements is modified, the</p>	

<p>ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement,</i></p> <p>Marked to show changes resulting from the auditor reporting project</p>	<p>Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p>Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p>Comments</p>
<p>(a) A modified <u>opinion in accordance with ISA 705 (Revised);</u>⁹</p> <p>(b) An Emphasis of Matter paragraph or an Other Matter paragraph in accordance with ISA 706 (Revised);¹⁰</p> <p>(c) A Material Uncertainty Related to Going Concern section in accordance with ISA 570 (Revised);¹¹</p> <p>(d) Communication of key audit matters in accordance with ISA 701;¹² or</p> <p>(e) A statement that report includes an Emphasis of Matter paragraph or describes an Other Matter paragraph, uncorrected material misstatement of the other information in accordance with ISA 720 (Revised);¹³</p> <p>the auditor shall determine <u>consider</u> the effect <u>implications, if any, that this may</u> these matters have on the auditor's report on a single financial statement</p>	<p><u>a. a modified opinion in accordance with AU-C 705</u>¹</p> <p><u>b. an emphasis of matter paragraph or other matter paragraph in accordance with AU-C 706</u>²</p> <p><u>c. a going concern section in accordance with AU-C 570;</u>³</p> <p><u>d. communication of key audit matters in accordance with AU-C 701;</u>⁴ or</p> <p><u>e. statement that describes an uncorrected material misstatement of the other information in accordance with AU-C 720)</u>⁵</p> <p>is modified, the auditor should <u>consider the implications, if any, determine the effect that these matters this may have on for the audit</u> auditor's opinion on of thea</p>	<p>auditor should determine the effect that this may have on the auditor's opinion on a single financial statement or a specific element of those financial statements, in accordance with section 705,</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>or on a specific element of those financial statements. When deemed appropriate, the auditor shall modify the opinion onfor the audit of the single financial statement or onof the specific element of a financial statement,or include an Emphasis of Matter paragraph or an Other Matter paragraph in and for the auditor’s report,accordingly, thereon. (Ref: Para. A17A23–A27)</p> <p>9. ISA 705 (Revised), <i>Modifications to the Opinion in the Independent Auditor’s Report</i></p> <p>10 ISA 706 (Revised), <i>Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor’s Report</i></p> <p>11. ISA 570 (Revised), <i>Going Concern</i>, paragraph 22</p> <p>12. ISA 701, <i>Communicating Key Audit Matters in the Independent Auditor’s Report</i>, paragraph 13</p> <p>13. ISA 720 (Revised), <i>The Auditor’s Responsibilities Relating to Other Information</i>, paragraph 22(e)(ii)</p>	<p>single financial statement or <u>of the a</u> specific element of <u>athose</u> financial statements <u>and for the auditor’s report thereon;</u> in accordance with section 705,</p> <p>¹ AU-C 705 <i>Modifications to the Opinion in the Independent Auditor’s Report</i></p> <p>² AU-C 706 <i>Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor’s Report</i></p> <p>³ Paragraph 22 of section 570, <i>Going Concern</i></p> <p>⁴ Paragraph 12 of proposed AU-C 701, <i>Communicating Key Audit Matters in the Independent Auditor’s Report</i></p> <p>⁵ paragraph 22(e)(ii) AU-C 720, <i>The Auditor’s Responsibilities Relating to Other Information</i>,)</p> <p>This is a placeholder paragraph that has not yet been discussed by the Task Force. The paragraph was added to ISA 805 (Revised) and addresses various circumstances relating to the auditor’s report on the complete set of financial statements that would need to be</p>		

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p style="color: green;">considered when also reporting on a single financial statement or element. This requirement and any related application material will be discussed by the Task Force after the revisions to the AU-C 700 standards are finalized</p>		
	<p><i>Modifications to the Opinion in the Independent Auditor's Report.</i></p> <p>.21-20 In the case of an audit of a specific element of a financial statement, if the auditor's modified opinion on the entity's complete set of financial statements as a whole is relevant to the audit of the specific element, the auditor should (Ref: par..A22-.A23-A19—A20)</p> <ul style="list-style-type: none"> a. express an adverse opinion on the specific element when the modification of the auditor's opinion on the complete set of financial statements as a whole arises from a material misstatement in such financial statements. b. disclaim an opinion on the specific element when the modification of the auditor's 	<p><i>Modifications to the Opinion in the Independent Auditor's Report.</i></p> <p>.20 In the case of an audit of a specific element of a financial statement, if the auditor's modified opinion on the entity's complete set of financial statements as a whole is relevant to the audit of the specific element, the auditor should (Ref: par. .A19—A20)</p> <ul style="list-style-type: none"> a. express an adverse opinion on the specific element when the modification of the auditor's opinion on the complete set of financial statements as a whole arises from a material misstatement in such financial statements. b. disclaim an opinion on the specific element when the modification of the auditor's opinion on the complete set of financial statements as a whole arises 	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p style="text-align: center;">opinion on the complete set of financial statements as a whole arises from an inability to obtain sufficient appropriate audit evidence</p>	<p style="text-align: center;">from an inability to obtain sufficient appropriate audit evidence</p>	
<p>15. If the auditor concludes that it is necessary to express an adverse opinion or disclaim an opinion on the entity’s complete set of financial statements as a whole, ISA 705 (<u>Revised</u>) does not permit the auditor to include in the same auditor’s report an unmodified opinion on a single financial statement that forms part of those financial statements or on a specific element that forms part of those financial statements.¹⁴ This is because such an unmodified opinion would contradict the adverse opinion or disclaimer of opinion on the entity’s complete set of financial statements as a whole. (Ref: Para. A18A28)</p> <p>14. ISA 705, <i>Modifications to the Opinion in the Independent Auditor’s Report, (Revised)</i>, paragraph 15</p>	<p>.2221 If the auditor concludes that it is necessary to express an adverse opinion or disclaim an opinion on the entity's complete set of financial statements as a whole, an unmodified opinion on a specific element in the same auditor's report would contradict the adverse opinion or disclaimer of opinion on the entity's complete set of financial statements as a whole and would be tantamount to expressing a piecemeal opinion.</p>	<p>21 If the auditor concludes that it is necessary to express an adverse opinion or disclaim an opinion on the entity's complete set of financial statements as a whole, an unmodified opinion on a specific element in the same auditor's report would contradict the adverse opinion or disclaimer of opinion on the entity's complete set of financial statements as a whole and would be tantamount to expressing a piecemeal opinion.</p>	<p>If the auditor expresses an adverse or disclaimer of opinion on a complete set of f/s: Par. 15 of ISA 805 does not permit the auditor to include in the same auditor’s report an unmodified opinion on the <u>single f/s</u> or on a <u>specific element</u>.</p>

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>17. The auditor shall not express an unmodified opinion on a single financial statement of a complete set of financial statements if the auditor has expressed an adverse opinion or disclaimed an opinion on the complete set of financial statements as a whole. This is the case even if the auditor’s report on the single financial statement is not published together with the auditor’s report containing the adverse opinion or disclaimer of opinion. This is because a single financial statement is deemed to constitute a major portion of those financial statements.</p>	<p>.23.22 A single financial statement is deemed to constitute a major portion of a complete set of financial statements. Therefore, the auditor should not express an unmodified opinion on a single financial statement of a complete set of financial statements if the auditor has expressed an adverse opinion or disclaimed an opinion on the complete set of financial statements as a whole, even if the auditor's report on the single financial statement is neither published together with nor otherwise accompanies the auditor's report containing the adverse opinion or disclaimer of opinion. (Ref: par..A24.A21)</p>	<p>.22 A single financial statement is deemed to constitute a major portion of a complete set of financial statements. Therefore, the auditor should not express an unmodified opinion on a single financial statement of a complete set of financial statements if the auditor has expressed an adverse opinion or disclaimed an opinion on the complete set of financial statements as a whole, even if the auditor's report on the single financial statement is neither published together with nor otherwise accompanies the auditor's report containing the adverse opinion or disclaimer of opinion. (Ref: par. .A21)</p>	<p>If the auditor expresses an adverse or disclaimer of opinion on a complete set of f/s, both ISA 805 and AU-C 805 do not permit the auditor to express an unmodified opinion on a <u>single f/s</u>.</p>
	<p>.24.23 If the auditor's report on an entity's complete set of financial statements includes an emphasis-of-matter paragraph or an other-matter paragraph that is relevant to the audit of the single financial statement or the specific element, the auditor should</p>	<p>.23 If the auditor's report on an entity's complete set of financial statements includes an emphasis-of-matter paragraph or an other-matter paragraph that is relevant to the audit of the single financial statement or the specific element, the auditor should</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>include a similar emphasis-of-matter paragraph or an other-matter paragraph in the auditor's report on the single financial statement or the specific element, in accordance with section 706, <i>Emphasis-of-Matter Paragraphs and Other-Matter Paragraphs in the Independent Auditor's Report</i>. (Ref: par. .A23-A20)</p>	<p>include a similar emphasis-of-matter paragraph or an other-matter paragraph in the auditor's report on the single financial statement or the specific element, in accordance with section 706, <i>Emphasis-of-Matter Paragraphs and Other-Matter Paragraphs in the Independent Auditor's Report</i>. (Ref: par. .A20)</p>	
	<p><i>Reporting on an Incomplete Presentation but One That Is Otherwise in Accordance With Generally Accepted Accounting Principles</i> (Ref: par. .A25-.A26.A22—A23)</p>	<p><i>Reporting on an Incomplete Presentation but One That Is Otherwise in Accordance With Generally Accepted Accounting Principles</i> (Ref: par. .A22—A23)</p>	
	<p>.25.24 When the auditor reports on an incomplete presentation but one that is otherwise in accordance with GAAP, the auditor should include an emphasis-of-matter paragraph⁵ in the auditor's report that</p> <p style="margin-left: 20px;">a. states the purpose for which the presentation is prepared and refers to a note in the financial statements that describes the basis of presentation and</p>	<p>.24 When the auditor reports on an incomplete presentation but one that is otherwise in accordance with GAAP, the auditor should include an emphasis-of-matter paragraph⁵ in the auditor's report that</p> <p style="margin-left: 20px;">a. states the purpose for which the presentation is prepared and refers to a note in the financial statements that describes the basis of presentation and</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p><i>b.</i> indicates that the presentation is not intended to be a complete presentation of the entity's assets, liabilities, revenues, or expenses</p>	<p><i>b.</i> indicates that the presentation is not intended to be a complete presentation of the entity's assets, liabilities, revenues, or expenses</p>	
<p>Application and Other Explanatory Material</p>	<p>Application and Other Explanatory Material</p>	<p>Application and Other Explanatory Material</p>	
<p>Scope of this ISA (Ref: Para. 1), 6(c)) A1. ISA 200 defines the term “historical financial information” as information expressed in financial terms in relation to a particular entity, derived primarily from that entity’s accounting system, about economic events occurring in past time periods or about economic conditions or circumstances at points in time in the past.¹⁵ 15. ISA 200, paragraph 13(g)</p>	<p>Scope of This Section (Ref: par. .01-01) .A1-A1 Section 200 defines the term <i>historical financial information</i> as information expressed in financial terms regarding a particular entity, derived primarily from that entity's accounting system, about economic events occurring in past time periods or about economic conditions or circumstances at points in time in the past. It also defines the term <i>financial statements</i> as a structured representation of historical financial information, including related notes, intended to communicate an entity's economic resources or obligations at a point in time or the changes therein for a period of time in accordance with a financial reporting framework. The term <i>financial statements</i> ordinarily refers to a</p>	<p>Scope of This Section (Ref: par. .01) .A1 Section 200 defines the term <i>historical financial information</i> as information expressed in financial terms regarding a particular entity, derived primarily from that entity's accounting system, about economic events occurring in past time periods or about economic conditions or circumstances at points in time in the past. It also defines the term <i>financial statements</i> as a structured representation of historical financial information, including related notes, intended to communicate an entity's economic resources or obligations at a point in time or the changes therein for a period of time in accordance with a financial reporting framework. The</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>complete set of financial statements as determined by the requirements of the applicable financial reporting framework, but can also refer to a single financial statement.⁶</p>	<p>term <i>financial statements</i> ordinarily refers to a complete set of financial statements as determined by the requirements of the applicable financial reporting framework, but can also refer to a single financial statement.⁶</p>	
<p>A2. ISA 200 defines the term “financial statements” as a structured representation of historical financial information, including related notes^{disclosures}, intended to communicate an entity’s economic resources or obligations at a point in time or the changes therein for a period of time in accordance with a financial reporting framework. The term “financial statements” ordinarily refers to a complete set of financial statements as determined by the requirements of the applicable financial reporting framework.⁴, but can also refer to a single financial statement. Disclosures comprise explanatory or descriptive information, set out as required.</p>	<p>.A2A1 It [AU-C 200] also defines the term <i>financial statements</i> as a structured representation of historical financial information, including related notes^{disclosures}, intended to communicate an entity's economic resources or obligations at a point in time or the changes therein for a period of time in accordance with a financial reporting framework. The term <i>financial statements</i> ordinarily refers to a complete set of financial statements as determined by the requirements of the applicable financial reporting framework, but can also refer to a single financial statement.⁶ ⁶.Paragraph .14 of section 200.</p>		<p>Propose to separate paragraph A1 in extant into two paragraphs, consistent with the ISA.</p>

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p><u>expressly permitted or otherwise allowed by the applicable financial reporting framework, on the face of a financial statement, or in the notes, or incorporated therein by cross-reference.¹⁶ As noted in paragraph 6(c), reference to a single financial statement or specific element of a financial statement includes the related disclosures.</u></p> <p>¹⁶ ISA 200, paragraph 13(f)</p>			
<p>A3. ISAs are written in the context of an audit of financial statements;¹⁷ they are to be adapted as necessary in the circumstances when applied to an audit of other historical financial information, such as a single financial statement or a specific element of a financial statement. This ISA assists in this regard. (Appendix 1 lists examples of such other historical financial information.)</p> <p>17. ISA 200, paragraph 2</p>	<p>.A16.A13 Furthermore, GAAS is written in the context of an audit of financial statements; it is to be adapted as necessary in the circumstances when applied to the audit of a single financial statement or a specific element of a financial statement.¹⁰ For example, written representations from management about the complete set of financial statements would be replaced by written representations about the presentation of the single financial statement or the specific element, in accordance with the applicable financial reporting framework</p>	<p>.A13 Furthermore, GAAS is written in the context of an audit of financial statements; it is to be adapted as necessary in the circumstances when applied to the audit of a single financial statement or a specific element of a financial statement.¹⁰ For example, written representations from management about the complete set of financial statements would be replaced by written representations about the presentation of the single financial statement or the specific element, in accordance with the applicable financial reporting framework</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>¹⁰. Par. .20 of section 200.</p>	<p>framework</p> <p>¹⁰. Par. .20 of section 200.</p>	
	<p>.A3.A2 Paragraph .A9 of section 200 provides guidance on what constitutes a complete set of financial statements and also provides the following examples of single financial statements, each of which would include related notes:</p> <ul style="list-style-type: none"> • Balance sheet • Statement of income or statement of operations • Statement of retained earnings • Statement of cash flows • Statement of assets and liabilities • Statement of changes in owner's equity • Statement of revenue and expenses • Statement of operations by product lines 	<p>.A2 Paragraph .A9 of section 200 provides guidance on what constitutes a complete set of financial statements and also provides the following examples of single financial statements, each of which would include related notes:</p> <ul style="list-style-type: none"> • Balance sheet • Statement of income or statement of operations • Statement of retained earnings • Statement of cash flows • Statement of assets and liabilities • Statement of changes in owner's equity • Statement of revenue and expenses • Statement of operations by product lines 	
	<p>.A4.A3 An attest engagement other than an audit of historical financial information is performed in accordance with Statements on Standards for Attestation Engagements. For example, AT-C section</p>	<p>.A3 An attest engagement other than an audit of historical financial information is performed in accordance with Statements on Standards for Attestation Engagements. For example,</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>215, <i>Agreed-Upon Procedures Engagements</i>, applies when reporting on the results of applying agreed-upon procedures to one or more specific elements of a financial statement, and AT-C section 210, <i>Review Engagements</i>, provides guidance when reporting on a review of one or more specific elements of a financial statement.</p>	<p>AT-C section 215, <i>Agreed-Upon Procedures Engagements</i>, applies when reporting on the results of applying agreed-upon procedures to one or more specific elements of a financial statement, and AT-C section 210, <i>Review Engagements</i>, provides guidance when reporting on a review of one or more specific elements of a financial statement.</p>	
	<p>Definitions <i>Element of a Financial Statement (Ref: par. .06.06)</i> .A5.A4 The appendix, “Examples of Specific Elements, Accounts, or Items of a Financial Statement,” lists examples of an element of a financial statement.</p>	<p>Definitions <i>Element of a Financial Statement (Ref: par. .06)</i> .A4 The appendix, “Examples of Specific Elements, Accounts, or Items of a Financial Statement,” lists examples of an element of a financial statement.</p>	
<p>A4. A reasonable assurance engagement other than an audit of historical financial information is performed in accordance with International Standard on Assurance Engagements (ISAE) 3000- (Revised).¹⁸</p>		<p>Par. A4 of ISA 805 is not included in AU-C 805</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>18. ISAE 3000-(Revised), <i>Assurance Engagements Other than Audits or Reviews of Historical Financial Information</i>-</p>			
<p>Considerations When Accepting the Engagement</p>	<p>Considerations When Accepting the Engagement</p>		
<p><i>Application of ISAs</i> (Ref: Para. 7)</p> <p>A5. ISA 200 requires the auditor to comply with (a) relevant ethical requirements, including those pertaining to independence, relating to financial statement audit engagements, and (b) all ISAs relevant to the audit. It also requires the auditor to comply with each requirement of an ISA unless, in the circumstances of the audit, the entire ISA is not relevant or the requirement is not relevant because it is conditional and the condition does not exist. In exceptional circumstances, the auditor may judge it necessary to depart from a relevant requirement in an ISA by performing alternative audit procedures to achieve the aim of that requirement.¹⁹</p>	<p><i>Application of GAAS</i> (Ref: par. .08-.09.08—.09)</p> <p>A6A5 Section 200 requires the auditor to comply with (a) relevant ethical requirements relating to financial statement audit engagements and (b) all AU-C sections relevant to the audit. It also requires the auditor to comply with each requirement of an AU-C section, unless, in the circumstances of the audit, the entire AU-C section is not relevant or the requirement is not relevant because it is conditional and the condition does not exist. In rare circumstances, the auditor may judge it necessary to depart from a relevant presumptively mandatory requirement in an AU-C section by performing alternative audit procedures to achieve the intent of that requirement⁷</p>	<p>Considerations When Accepting the Engagement</p> <p><i>Application of GAAS</i> (Ref: par. .08—.09)</p> <p>A5 Section 200 requires the auditor to comply with (a) relevant ethical requirements relating to financial statement audit engagements and (b) all AU-C sections relevant to the audit. It also requires the auditor to comply with each requirement of an AU-C section, unless, in the circumstances of the audit, the entire AU-C section is not relevant or the requirement is not relevant because it is conditional and the condition does not exist. In rare circumstances, the auditor may judge it necessary to depart from a relevant presumptively mandatory requirement</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>7. Paragraph .16, 20, and 24—.26 of section 200.</p>	<p>in an AU-C section by performing alternative audit procedures to achieve the intent of that requirement.⁷</p> <p>7. Paragraph .16, 20, and 24—.26 of section 200.</p>	
<p>A6. Compliance with the requirements of ISAs relevant to the audit of a single financial statement or of a specific element of a financial statement may not be practicable when the auditor is not also engaged to audit the entity’s complete set of financial statements. In such cases, the auditor often does not have the same understanding of the entity and its environment, including its internal control, as an auditor who also audits the entity’s complete set of financial statements. The auditor also does not have the audit evidence about the general quality of the accounting records or other accounting information that would be acquired in an audit of the entity’s complete set of financial</p>	<p><i>Complying With Relevant Requirements</i></p> <p>.A7.A6 Compliance with the requirements of AU-C sections relevant to the audit of a single financial statement or a specific element of a financial statement may not be practicable when the auditor is not also engaged to audit the entity’s complete set of financial statements. In such cases, the auditor often does not have the same understanding of the entity and its environment, including its internal control, as an auditor who also audits the entity’s complete set of financial statements. The auditor also does not have the audit evidence about the general quality of the accounting records or other accounting information that would be acquired in an audit of the entity’s complete set of financial statements.</p>	<p><i>Complying With Relevant Requirements</i></p> <p>.A6 Compliance with the requirements of AU-C sections relevant to the audit of a single financial statement or a specific element of a financial statement may not be practicable when the auditor is not also engaged to audit the entity’s complete set of financial statements. In such cases, the auditor often does not have the same understanding of the entity and its environment, including its internal control, as an auditor who also audits the entity’s complete set of financial statements. The auditor also does not have the audit evidence about the general quality of the accounting records or other accounting information that would be acquired in</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>statements. Accordingly, the auditor may need further evidence to corroborate audit evidence acquired from the accounting records.</p> <p>Par. A6 continued In the case of an audit of a specific element of a financial statement, certain ISAs require audit work that may be disproportionate to the element being audited. For example, although the requirements of ISA 570¹ (Revised) are likely to be relevant in the circumstances of an audit of a schedule of accounts receivable, complying with those requirements may not be practicable because of the audit effort required. If the auditor concludes that an audit of a single financial statement or of a specific element of a financial statement in accordance with ISAs may not be practicable, the auditor may discuss with management whether another type of</p>	<p>Accordingly, the auditor may need further evidence to corroborate audit evidence acquired from the accounting records. Also see paragraph .A18-A15.</p> <p>.A8.A7 In the case of an audit of a specific element of a financial statement, certain AU-C sections require audit work that may be disproportionate to the specific element being audited. For example, although the requirements of section 570, <i>The Auditor's Consideration of an Entity's Ability to Continue as a Going Concern</i>, are likely to be relevant in the circumstances of an audit of a schedule of accounts receivable (see paragraph .A15-A12), complying with those requirements may not be practicable because of the audit effort required. If the auditor concludes that an audit of a single financial statement or a specific element of a financial statement in accordance with GAAS may not be practicable, the</p>	<p>an audit of the entity's complete set of financial statements. Accordingly, the auditor may need further evidence to corroborate audit evidence acquired from the accounting records. Also see paragraph .A15.</p> <p>.A7 In the case of an audit of a specific element of a financial statement, certain AU-C sections require audit work that may be disproportionate to the specific element being audited. For example, although the requirements of section 570, <i>The Auditor's Consideration of an Entity's Ability to Continue as a Going Concern</i>, are likely to be relevant in the circumstances of an audit of a schedule of accounts receivable (see paragraph .A12), complying with those requirements may not be practicable because of the audit effort required. If the auditor concludes that an audit of a</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>engagement might be more practicable</p> <p>—ISA 570, <i>Going Concern</i></p>	<p>auditor may discuss with management whether another type of engagement might be more practicable, as described in paragraph .A4.A3</p>	<p>single financial statement or a specific element of a financial statement in accordance with GAAS may not be practicable, the auditor may discuss with management whether another type of engagement might be more practicable, as described in paragraph .A3</p>	
	<p><i>Acceptability of the Financial Reporting Framework (Ref: par. .10-11 .10—.11)</i></p> <p>A9-A8 In the case of an audit of a single financial statement or a specific element of a financial statement, the financial information needs of the intended users are relevant in determining the acceptability of the financial reporting framework applied in the preparation of the single financial statement or the specific element.</p>	<p><i>Acceptability of the Financial Reporting Framework (Ref: par. .10—.11)</i></p> <p>A8 In the case of an audit of a single financial statement or a specific element of a financial statement, the financial information needs of the intended users are relevant in determining the acceptability of the financial reporting framework applied in the preparation of the single financial statement or the specific element.</p>	
<p>A7. A single financial statement or a specific element of a financial statement may be prepared in accordance with an applicable financial reporting</p>	<p>.A10.A9 A single financial statement or a specific element of a financial statement may be prepared in accordance with relevant requirements of a financial</p>	<p>.A9 A single financial statement or a specific element of a financial statement may be prepared in accordance with relevant requirements</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>framework that is based on a financial reporting framework established by an authorized or recognized standards setting organization for the preparation of a complete set of financial statements (for example, International Financial Reporting Standards)-<u>IFRSs</u>). If this is the case, determination of the acceptability of the applicable framework may involve considering whether that framework includes all the requirements of the framework on which it is based that are relevant to the presentation of a single financial statement or of a specific element of a financial statement that provides adequate disclosures.</p>	<p>reporting framework established by an authorized or recognized standards-setting organization for the preparation of a complete set of financial statements (for example, accounting principles generally accepted in the United States of America [U.S. GAAP] or International Financial Reporting Standards promulgated by the International Accounting Standards Board). If this is the case, determination of the acceptability of the applicable framework may involve considering whether that framework includes all the requirements of the framework that are relevant to the presentation of a single financial statement or a specific element of a financial statement that provides adequate disclosures.</p> <p style="color: green;">The remainder of par. .A10 is in par. .A11</p>	<p>of a financial reporting framework established by an authorized or recognized standards-setting organization for the preparation of a complete set of financial statements (for example, accounting principles generally accepted in the United States of America [U.S. GAAP] or International Financial Reporting Standards promulgated by the International Accounting Standards Board). If this is the case, determination of the acceptability of the applicable framework may involve considering whether that framework includes all the requirements of the framework that are relevant to the presentation of a single financial statement or a specific element of a financial statement that provides adequate disclosures. The determination of the acceptability of the applicable framework may also include consideration of the following:</p> <ul style="list-style-type: none"> • Whether the applicable financial reporting framework is explicitly or 	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement,</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
		<p>implicitly restricted to the preparation of a complete set of financial statements.</p> <ul style="list-style-type: none"> • Whether the single financial statement or the specific element of a financial statement will <ul style="list-style-type: none"> - comply fully with each of those requirements of the framework relevant to the particular financial statement or the particular element and the presentation of the financial statement or the specific element, including the related notes. For example, when reporting on a schedule of long-term debt prepared in accordance with U.S. GAAP relevant to that schedule, the schedule of long-term debt, including the related notes, would be comparable to such information in financial statements prepared in accordance with U.S. GAAP. - provide, if necessary to achieve fair presentation, disclosures beyond those specifically required 	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
		<p>by the framework or, in extremely rare circumstances, depart from a requirement of the framework.⁸ A single financial statement or a specific element of a financial statement, including the related notes, that achieves a fair presentation includes all informative disclosures that are appropriate for the applicable financial reporting framework, including matters that affect their use, understanding, and interpretation.</p>	
<p><i>Form of Opinion</i> (Ref: Para. 9)</p>	<p>Form of Opinion (Ref: par..12)</p>		
<p>A8. The form of opinion to be expressed by the auditor depends on the applicable financial reporting framework and any applicable laws or regulations.² In accordance with ISA 700 (Revised):³</p>	<p>.A14 . The form of opinion to be expressed by the auditor depends on the applicable financial reporting framework and any applicable laws or regulations. Paragraph 20 of AU-C section 800</p>		

² ISA 200, paragraph 8

³ ISA 700 (Revised), paragraphs 25–26

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>(a) When expressing an unmodified opinion on a complete set of financial statements prepared in accordance with a fair presentation framework, the auditor’s opinion, unless otherwise required by law or regulation, uses one of the following phrases:</p> <ul style="list-style-type: none"> (i) the financial statements present fairly, in all material respects, in accordance with [the applicable financial reporting framework]; or (ii) the financial statements give a true and fair view in accordance with [the applicable financial reporting framework]; and <p>(b) When expressing an unmodified opinion on a complete set of financial statements prepared in accordance with a compliance framework, the auditor’s opinion states that the financial statements are prepared, in all material respects, in accordance</p>	<p><u>(Revised) sets out the requirements for the wording of the auditor’s opinion on special purpose financial statements, including the appropriate wording for special purpose financial statements prepared in accordance with a fair presentation or compliance framework, respectively.</u></p>		

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p style="text-align: center;">with [the applicable financial reporting framework].</p>			
<p>A9. In the case of a single financial statement or of a specific element of a financial statement, the applicable financial reporting framework may not explicitly address the presentation of the financial statement or of the <u>specific element of the financial statement</u>. This may be the case when the applicable financial reporting framework is based on a financial reporting framework established by an authorized or recognized standards setting organization for the preparation of a complete set of financial statements (for example, International Financial Reporting Standards-IFRSs).</p> <ul style="list-style-type: none"> • Whether the applicable financial reporting framework is explicitly or implicitly restricted to the preparation of a complete set of financial statements. • Whether the single financial statement or the specific element of 	<p>The following is the remainder of par. .A10.</p> <p>.A11A9 The determination of the acceptability of the applicable framework may also include consideration of the following:</p> <ul style="list-style-type: none"> • Whether the applicable financial reporting framework is explicitly or implicitly restricted to the preparation of a complete set of financial statements. • Whether the single financial 	<p>A9The determination of the acceptability of the applicable framework may also include consideration of the following:</p> <ul style="list-style-type: none"> • Whether the applicable financial reporting framework is explicitly or implicitly restricted to the preparation of a complete set of financial statements. • Whether the single financial 	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>a financial statement will:</p> <ul style="list-style-type: none"> ○ Comply fully with each of those requirements of the framework relevant to the particular financial statement or the particular element, and the presentation of the financial statement or the <u>specific element of a financial statement</u> include the related <u>notes disclosures</u>. ○ If necessary to achieve fair presentation, provide disclosures beyond those specifically required by the framework or, in <u>exceptional</u> circumstances, depart from a 	<p>statement or the specific element of a financial statement will</p> <ul style="list-style-type: none"> — comply fully with each of those requirements of the framework relevant to the particular financial statement or the particular element and the presentation of the financial statement or the specific element <u>of a financial statement</u>, including the related <u>disclosures notes</u>. For example, when reporting on a schedule of long-term debt prepared in accordance with U.S. GAAP relevant to that schedule, the schedule of long-term debt, including the related notes, would be comparable to such information in financial statements prepared in accordance with U.S. GAAP. — provide, if necessary to achieve fair presentation, disclosures beyond those specifically required by the framework or, in <u>extremely rare</u> circumstances, depart from a requirement of the framework. <u>§ A</u> 	<p>statement or the specific element of a financial statement will</p> <ul style="list-style-type: none"> — comply fully with each of those requirements of the framework relevant to the particular financial statement or the particular element and the presentation of the financial statement or the specific element, including the related notes. For example, when reporting on a schedule of long-term debt prepared in accordance with U.S. GAAP relevant to that schedule, the schedule of long-term debt, including the related notes, would be comparable to such information in financial statements prepared in accordance with U.S. GAAP. — provide, if necessary to achieve fair presentation, disclosures beyond those specifically required by the framework or, in extremely rare 	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p style="text-align: center;">requirement of the framework.</p> <p>The auditor’s decision as to the expected form of opinion is a matter of professional judgment. It may be affected by whether use of the phrases “presents fairly, in all material respects,” or “gives a true and fair view” in the auditor’s opinion on a single financial statement or on a specific element of a financial statement prepared in accordance with a fair presentation framework is generally accepted in the particular jurisdiction.</p>	<p>single financial statement or a specific element of a financial statement, including the related notes, that achieves a fair presentation includes all informative disclosures that are appropriate for the applicable financial reporting framework, including matters that affect their use, understanding, and interpretation.</p>	<p>circumstances, depart from a requirement of the framework.⁸ A single financial statement or a specific element of a financial statement, including the related notes, that achieves a fair presentation includes all informative disclosures that are appropriate for the applicable financial reporting framework, including matters that affect their use, understanding, and interpretation.</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>.A12.A10 The auditor may be requested to audit an incomplete presentation but one that is otherwise in accordance with GAAP. For example, an entity wishing to sell a division or product line may present certain assets and liabilities, revenues, and expenses relating to the division or product line being sold. Incomplete presentations may also be required by a regulatory agency or a contract or an agreement. For example, a regulatory agency may require a schedule of gross income and certain expenses of an entity's real estate operation in which income and expenses are measured in accordance with GAAP, but <i>expenses</i> are defined to exclude certain items, such as interest, depreciation, and income taxes. Also, an acquisition agreement may specify a schedule of gross assets and liabilities of the entity measured in accordance with GAAP but limited to the assets to be sold and liabilities to be transferred pursuant to the agreement. These types of presentations are generally regarded as</p>	<p>.A10 The auditor may be requested to audit an incomplete presentation but one that is otherwise in accordance with GAAP. For example, an entity wishing to sell a division or product line may present certain assets and liabilities, revenues, and expenses relating to the division or product line being sold. Incomplete presentations may also be required by a regulatory agency or a contract or an agreement. For example, a regulatory agency may require a schedule of gross income and certain expenses of an entity's real estate operation in which income and expenses are measured in accordance with GAAP, but <i>expenses</i> are defined to exclude certain items, such as interest, depreciation, and income taxes. Also, an acquisition agreement may specify a schedule of gross assets and liabilities of the entity measured in accordance with GAAP but limited to the assets to be sold and liabilities to be transferred pursuant to the agreement. These types of presentations are</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>single financial statements, even though certain items may be excluded only to the extent necessary to meet the purpose for which they were prepared. The requirement in paragraph .25.24 is designed to avoid misunderstandings about the purpose for which the presentation is prepared.</p>	<p>generally regarded as single financial statements, even though certain items may be excluded only to the extent necessary to meet the purpose for which they were prepared. The requirement in paragraph .24 is designed to avoid misunderstandings about the purpose for which the presentation is prepared.</p>	
	<p>.A13.A11 As indicated in paragraph .A12-A10, incomplete presentations may be required by a regulatory agency or a contract or an agreement. Paragraphs 0-A2—A3 of section 800 provide guidance on the acceptability of the financial reporting framework when the regulatory or contractual basis of accounting is based on a general purpose framework, such as GAAP. The auditor may determine that it is more appropriate for the description of the applicable financial reporting framework to refer to the regulatory or contractual basis of accounting, rather than make reference to GAAP. As indicated in paragraph 0-01,</p>	<p>.A11 As indicated in paragraph .A10, incomplete presentations may be required by a regulatory agency or a contract or an agreement. Paragraphs .A2—.A3 of section 800 provide guidance on the acceptability of the financial reporting framework when the regulatory or contractual basis of accounting is based on a general purpose framework, such as GAAP. The auditor may determine that it is more appropriate for the description of the applicable financial reporting framework to refer to the regulatory or contractual basis of accounting, rather than make reference to GAAP. As</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>if the presentation is prepared in accordance with a special purpose framework, which includes the regulatory and contractual bases of accounting, section 800 also applies to the audit.</p>	<p>indicated in paragraph .01, if the presentation is prepared in accordance with a special purpose framework, which includes the regulatory and contractual bases of accounting, section 800 also applies to the audit.</p>	
<p>A10. The relevance of each of the ISAs requires careful consideration. Even when only a specific element of a financial statement is the subject of the audit, ISAs such as ISA 240,²² ISA 550²³ and ISA 570 (<i>Revised</i>) are, in principle, relevant. This is because the element could be misstated as a result of fraud, the effect of related party transactions, or the incorrect application of the going concern assumption <u>basis of accounting</u> under the applicable financial reporting framework.</p> <p>22 ISA 240, <i>The Auditor’s Responsibilities Relating to Fraud in an Audit of Financial Statements</i></p> <p>23 ISA 550, <i>Related Parties</i></p>	<p>Par. A10 of ISA 805 is not included in AU-C 805</p>	<p>Par. A10 of ISA 805 is not included in AU-C 805</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>A11. <u>ISA 260 (Revised) requires the auditor to determine the appropriate person(s) within the entity’s governance structure with whom to communicate.</u>²⁴<u>ISA 260 (Revised) notes that, in some cases, all of those charged with governance are involved in managing the entity, and the application of communication requirements is modified to recognize this position.</u>²⁵ <u>When a complete set of financial statements is also prepared by the entity, those person(s) responsible for the oversight of the preparation of the single financial statement or the element may not be the same as those charged with governance responsible for the oversight of the preparation of the complete set of financial statements.</u></p> <p>^{24.} <u>ISA 260 (Revised), <i>Communication with Those Charged with Governance</i>, paragraph 11</u> ²⁵ <u>ISA 260 (Revised), paragraph 10(b), 13, A1 (third bullet), A2 and A8.</u></p>	<p>Par. A11 of ISA 805 is not included in AU-C 805</p>	<p>Par. A11 of ISA 805 is not included in AU-C 805</p>	
	<p>.A15.A12 An AU-C section is relevant to the audit when the AU-C section is in</p>	<p>.A12 An AU-C section is relevant to the audit when the AU-C section is in</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>effect and the circumstances addressed by the AU-C section exist.⁹ Even when only a specific element of a financial statement is the subject of the audit, AU-C sections such as section 240, <i>Consideration of Fraud in a Financial Statement Audit</i>, section 550, <i>Related Parties</i>, and section 570 are, in principle, relevant. This is because the specific element could be misstated as a result of fraud, the effect of related party transactions, or the incorrect application of the going concern assumption under the applicable financial reporting framework.</p>	<p>effect and the circumstances addressed by the AU-C section exist.⁹ Even when only a specific element of a financial statement is the subject of the audit, AU-C sections such as section 240, <i>Consideration of Fraud in a Financial Statement Audit</i>, section 550, <i>Related Parties</i>, and section 570 are, in principle, relevant. This is because the specific element could be misstated as a result of fraud, the effect of related party transactions, or the incorrect application of the going concern assumption under the applicable financial reporting framework.</p>	
<p><u>A12-A13. Matters included in the auditor’s report on the complete set of financial statements may have implications for the audit of a single financial statement or of an element of a financial statement (see paragraph 14). When planning and performing an audit of When auditing a single financial statement or a specific element of a</u></p>	<p><u>.A17.A14 When auditing Matters included in the auditor’s report on the complete set of financial statements may have implications for the audit of a single financial statement or of an element of a financial statement (see paragraph0). When planning and performing an audit of a single financial statement or a specific element of a</u></p>	<p>•</p> <p>A14 When auditing a single financial statement or a specific element of a financial statement in conjunction with the audit of the entity’s complete set of</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>financial statement in conjunction with the audit of the entity’s complete set of financial statements, the auditor may be able to use audit evidence obtained as part of the audit of the entity’s complete set of financial statements in the audit of the financial statement or the element. ISAs, however, require the auditor to plan and perform the audit of the financial statement or element to obtain sufficient appropriate audit evidence on which to base the opinion on the financial statement or on the element.</p>	<p>financial statement in conjunction with the audit of the entity's complete set of financial statements, the auditor may use audit evidence obtained as part of the audit of the entity's complete set of financial statements in the audit of the single financial statement or the specific element. GAAS, however, requires the auditor to plan and perform the audit of the single financial statement or specific element to obtain sufficient appropriate audit evidence on which to base the opinion on the single financial statement or the specific element</p>	<p>financial statements, the auditor may use audit evidence obtained as part of the audit of the entity's complete set of financial statements in the audit of the single financial statement or the specific element. GAAS, however, requires the auditor to plan and perform the audit of the single financial statement or specific element to obtain sufficient appropriate audit evidence on which to base the opinion on the single financial statement or the specific element</p>	
<p>A13-A14. The individual financial statements that comprise a complete set of financial statements, and many of the <u>specific</u> elements of those financial statements, including their related <u>notes/disclosures</u>, are interrelated.</p> <p>Accordingly, when auditing a single financial statement or a specific element</p>	<p>A18.A15 The individual financial statements that comprise a complete set of financial statements, and many of the elements of those financial statements, including their related notes, are interrelated. <u>For example, sales and receivables, inventory and payables, and buildings and equipment and depreciation each are interrelated.</u></p> <p>Accordingly, when auditing a single financial statement or a specific element of a financial statement, the auditor may</p>	<p>A15 The individual financial statements that comprise a complete set of financial statements, and many of the elements of those financial statements, including their related notes, are interrelated. For example, sales and receivables, inventory and payables, and buildings and equipment and depreciation each are interrelated. Accordingly, when auditing a single financial statement or a specific element of a financial statement, the</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>of a financial statement, the auditor may not be able to consider the financial statement or the element in isolation. Consequently, the auditor may need to perform procedures in relation to the interrelated items to meet the objective of the audit.</p>	<p>not be able to consider the single financial statement or the specific element in isolation. Consequently, paragraph .14-13 requires the auditor to perform procedures on interrelated items as necessary to meet the objective of the audit. In the case of an audit of a specific element that is, or is based upon, the entity's stockholders' equity or net income (or the equivalents thereto), paragraph .14-13 requires the auditor to perform procedures necessary to obtain sufficient appropriate audit evidence about financial position, or financial position and results of operations, respectively, because of the interrelationship between the specific element and the balance sheet accounts and the income statement accounts. However, matters related to classification or disclosure may not be relevant to the audit of the specific element; therefore, audit procedures on such matters may not be necessary in an audit of a specific element.</p>	<p>auditor may not be able to consider the single financial statement or the specific element in isolation. Consequently, paragraph .13 requires the auditor to perform procedures on interrelated items as necessary to meet the objective of the audit. In the case of an audit of a specific element that is, or is based upon, the entity's stockholders' equity or net income (or the equivalents thereto), paragraph .13 requires the auditor to perform procedures necessary to obtain sufficient appropriate audit evidence about financial position, or financial position and results of operations, respectively, because of the interrelationship between the specific element and the balance sheet accounts and the income statement accounts. However, matters related to classification or disclosure may not be relevant to the audit of the specific element; therefore, audit procedures on such matters may not be necessary in an audit of a specific element.</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>A15.A14. Furthermore, the materiality determined for a single financial statement or for a specific element of a financial statement may be lower than the materiality determined for the entity’s complete set of financial statements; this will affect the nature, timing and extent of the audit procedures and the evaluation of uncorrected misstatements</p>	<p>Materiality (Ref: par. .15-14) .A19.A16 The materiality determined for a single financial statement or a specific element of a financial statement differs from the materiality determined for the entity's complete set of financial statements; this will affect the nature, timing, and extent of the audit procedures and the evaluation of uncorrected misstatements. In the case of an audit of a single financial statement, paragraph .15-14 requires the auditor to determine materiality for the single financial statement being reported on rather than for the complete set of financial statements. In the case of an audit of one or more specific elements of a financial statement, the auditor's opinion is on each of the specific elements; therefore, paragraph 0-14 requires the auditor to determine materiality for each individual element reported on rather than the aggregate of all elements or the complete set of financial statements. Consequently, an</p>	<p>Materiality (Ref: par. .14) .A16 The materiality determined for a single financial statement or a specific element of a financial statement differs from the materiality determined for the entity's complete set of financial statements; this will affect the nature, timing, and extent of the audit procedures and the evaluation of uncorrected misstatements. In the case of an audit of a single financial statement, paragraph .14 requires the auditor to determine materiality for the single financial statement being reported on rather than for the complete set of financial statements. In the case of an audit of one or more specific elements of a financial statement, the auditor's opinion is on each of the specific elements; therefore, paragraph .14 requires the auditor to determine materiality for each individual element reported on rather than the aggregate of all elements or the complete set of</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p style="background-color: yellow;">audit of one or more specific elements of a financial statement is usually more extensive than if the same information was being considered in conjunction with an audit of the complete set of financial statements.</p>	<p>financial statements. Consequently, an audit of one or more specific elements of a financial statement is usually more extensive than if the same information was being considered in conjunction with an audit of the complete set of financial statements.</p>	
<p>Forming an Opinion and Reporting Considerations (Ref: Para. 11) A16. A15- ISA 700 (<u>Revised</u>) requires the auditor, in forming an opinion, to evaluate whether the financial statements provide adequate disclosures to enable the intended users to understand the effect of material transactions and events on the information conveyed in the financial statements.²⁷ In the case of a single financial statement or of a specific element of a financial statement, it is important that the financial statement or the element, including the related notes, in view of the requirements of the applicable financial reporting framework, provides adequate</p>	<p>Forming an Opinion and Reporting Considerations (Ref: par. 0.15) .A20. A17 Section 700 requires the auditor, in forming an opinion, to evaluate whether the financial statements provide adequate disclosures to enable the intended users to understand the effect of material transactions and events on the information conveyed in the financial statements.¹¹ In the case of an audit of a single financial statement or a specific element of a financial statement, it is important, in view of the requirements of the applicable financial reporting framework, that the disclosures enable the intended users to understand</p> <ul style="list-style-type: none"> • the information conveyed in the financial statement or the specific 	<p>Forming an Opinion and Reporting Considerations (Ref: par. .15) .A17 Section 700 requires the auditor, in forming an opinion, to evaluate whether the financial statements provide adequate disclosures to enable the intended users to understand the effect of material transactions and events on the information conveyed in the financial statements.¹¹ In the case of an audit of a single financial statement or a specific element of a financial statement, it is important, in view of the requirements of the applicable financial reporting framework, that the disclosures enable the intended users to understand</p> <ul style="list-style-type: none"> • the information conveyed in the 	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>disclosures to enable the intended users to understand the information conveyed in the financial statement or the element, and the effect of material transactions and events on the information conveyed in the financial statement or the element.</p> <p>27 See ISA 706 (Revised), paragraphs 10–11.</p>	<p>element and</p> <ul style="list-style-type: none"> the effect of material transactions and events on the information conveyed in the financial statement or the specific element. 	<p>financial statement or the specific element and</p> <ul style="list-style-type: none"> the effect of material transactions and events on the information conveyed in the financial statement or the specific element. 	
<p>A16.A17. Appendix 2 of this ISA contains illustrations of auditors' independent auditor's reports on a single financial statement and on a specific element of a financial statement. Other illustrations of auditor's reports may be relevant to reporting on a single financial statement or on a specific element of a financial statement (see, for example, the Appendices to ISA 700 (Revised), ISA 705 (Revised), ISA 570 (Revised), ISA 720 (Revised), and ISA 706 (Revised)).</p>	<p>.A21.A18 The exhibit, "Illustrations of Auditor's Reports on a Single Financial Statement and a Specific Element of a Financial Statements," contains illustrations of auditor's reports</p>	<p>.A18 The exhibit, "Illustrations of Auditor's Reports on a Single Financial Statement and a Specific Element of a Financial Statements," contains illustrations of auditor's reports</p>	
	<p><i>Modified Opinion, Emphasis-of-Matter Paragraph, or Other-Matter Paragraph in the Auditor's Report on the Entity's Complete Set of Financial Statements (Ref: par. .20-.24.19—23)</i></p>	<p><i>Modified Opinion, Emphasis-of-Matter Paragraph, or Other-Matter Paragraph in the Auditor's Report on the Entity's Complete Set of Financial Statements (Ref: par. .19—.23)</i></p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>.A22.A19 In the case of an audit of a specific element of a financial statement, if the opinion in the auditor's report on an entity's complete set of financial statements is modified and the modification is relevant to the audit of the specific element, the modification is material and pervasive with respect to the specific element. Modifications related to an interrelated item of the specific element may also be relevant to the audit of the specific element. Conversely, modifications related solely to classification or disclosure may not be relevant to the audit of the specific element.</p>	<p>.A19 In the case of an audit of a specific element of a financial statement, if the opinion in the auditor's report on an entity's complete set of financial statements is modified and the modification is relevant to the audit of the specific element, the modification is material and pervasive with respect to the specific element. Modifications related to an interrelated item of the specific element may also be relevant to the audit of the specific element. Conversely, modifications related solely to classification or disclosure may not be relevant to the audit of the specific element.</p>	
	<p>.A23.A20 Even when the modified opinion, emphasis-of-matter paragraph, or other-matter paragraph in the auditor's report on the entity's complete set of financial statements does not relate to the audited single financial statement or the audited element, the auditor may nevertheless deem it appropriate to refer to the modification in an other-matter</p>	<p>.A20 Even when the modified opinion, emphasis-of-matter paragraph, or other-matter paragraph in the auditor's report on the entity's complete set of financial statements does not relate to the audited single financial statement or the audited element, the auditor may nevertheless deem it appropriate to refer to the modification in an other-</p>	<p>Par. A20 of AU-C 805 is not included in ISA 805</p>

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
	<p>paragraph in an auditor's report on the single financial statement or the specific element because the auditor judges it to be relevant to the users' understanding of the audited single financial statement or the audited element or the related auditor's report (see section 706).</p>	<p>matter paragraph in an auditor's report on the single financial statement or the specific element because the auditor judges it to be relevant to the users' understanding of the audited single financial statement or the audited element or the related auditor's report (see section 706).</p>	
	<p><i>Reporting on an Incomplete Presentation but One That Is Otherwise in Accordance With GAAP (Ref: par. .25-.24)</i> <i>.A25-.A22</i> As described in paragraph 0-.A10, the auditor may be requested to audit an incomplete presentation but one that is otherwise in accordance with GAAP. When the auditor reports on an incomplete presentation but one that is otherwise in accordance with GAAP, paragraph .25-.24 requires the auditor to include an emphasis-of-matter paragraph in the auditor's report, which alerts users as to the purpose of the presentation and that the presentation is incomplete. The exhibit illustrates such a paragraph.</p>	<p><i>Reporting on an Incomplete Presentation but One That Is Otherwise in Accordance With GAAP (Ref: par. .24)</i> <i>.A22</i> As described in paragraph .A10, the auditor may be requested to audit an incomplete presentation but one that is otherwise in accordance with GAAP. When the auditor reports on an incomplete presentation but one that is otherwise in accordance with GAAP, paragraph .24 requires the auditor to include an emphasis-of-matter paragraph in the auditor's report, which alerts users as to the purpose of the presentation and that the presentation is incomplete. The exhibit illustrates</p>	

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
		<p>such a paragraph.</p>	
	<p>.A26-A23 If the presentation is prepared in accordance with a regulatory or contractual basis of accounting, the requirement in paragraph .25-24 does not apply. In such circumstances, refer to section 800. See also paragraph ..A13-A11 of this section.</p>	<p>.A23 If the presentation is prepared in accordance with a regulatory or contractual basis of accounting, the requirement in paragraph .24 does not apply. In such circumstances, refer to section 800. See also paragraph .A11 of this section.</p>	
<p>A18. Matter Paragraph or 11 of this ISA explains that the auditor is required to apply the requirements in ISA 700 (Revised), adapted as necessary in the circumstances of the engagement, when forming an opinion and reporting on a single financial statement or on a specific element of a financial statement. In doing so, the auditor is also required to apply the reporting requirements in other ISAs adapted as necessary in the circumstances of the engagement, and may find the considerations addressed in paragraphs A19–A21 below helpful.</p>			

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p><u>Going Concern</u> A19. Depending on the applicable financial reporting framework used in the preparation of the single financial statement or the specific element of a financial statement, the description in the auditor's report of management's responsibilities²⁸ relating to going concern may need to be adapted as necessary. The description in the auditor's report of the auditor's responsibilities²⁹ may also need to be adapted as necessary depending on how ISA 570 (Revised) applies in the circumstances of the engagement</p> <p>²⁸ See ISA 700 (Revised), paragraphs 34(b) and A48. ²⁹ See ISA 700 (Revised), paragraphs 39(b)(iv).</p>			
<p><u>Key Audit Matters</u> A20. ISA 700 (Revised) requires the auditor to communicate key audit matters in accordance with ISA 701 for audits of complete sets of general</p>			

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p style="color: red;"><u>purpose financial statements of listed entities.³⁰ For audits of a single financial statement or a specific element of a financial statement, ISA 701 only applies when communication of key audit matters in the auditor’s report on such financial statements or elements is required by law or regulation, or the auditor otherwise decides to communicate key audit matters. When key audit matters are communicated in the auditor’s report on a single financial statement or a specific element of a financial statement, ISA 701 applies in its entirety.³¹</u></p> <hr/> <p style="color: blue;"><u>³⁰ ISA 700 (Revised), paragraph 30</u> <u>³¹ ISA 700 (Revised), paragraph 31</u></p>			
<p style="color: red;"><u>Other Matter ParagraphInformation A21. ISA 720 (Revised) deals with the auditor’s responsibilities relating to other information. In the context of this ISA, reports containing or accompanying the single financial statement or specific element of a financial statement—the purpose of which is to provide owners (or</u></p>			

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p><u>similar stakeholders) with information on matters presented in the single financial statement or the specific element of a financial statement—are considered to be annual reports for purposes of ISA 720 (Revised). When the auditor determines that the entity plans to issue such a report, the requirements in ISA 720 (Revised) apply to the audit of the single financial statement or the element.</u></p>			
<p><u>Name of the Engagement Partner A22. The requirement in ISA 700 (Revised) for the auditor to include the name of the engagement partner in the auditor’s report also applies to audits of single financial statements of listed entities or specific elements of financial statements of listed entities.³² The auditor may be required by law or regulation to include the name of the engagement partner in the auditor’s report or may otherwise decide to do so when reporting on a single financial statement or on an element of a financial statement of entities other than listed</u></p>			

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>entities.</p> <p>32 See ISA 700 (Revised), paragraphs 46 and A61–A63.</p>			
<p>Reporting on the Entity’s Complete Set of Financial Statements and on a Single Financial Statement or on a Specific Element of a Financial Statement (Ref: Para. 14)</p>			
<p>Considering the Implications of Certain Matters Included in the Auditor’s Report on the Entity’s Complete Set of Financial Statements for the Audit of the Single Financial Statement or the Specific Element of a Financial Statement and for the Auditor’s Report Thereon (Ref: Para. 14–15)</p>			
<p>A23. Paragraph 14 requires the auditor to consider the implications, if any, of certain matters included in the auditor’s report on the A17. Even when the modified opinion on the entity’s complete set of financial statements, Emphasis of Matter paragraph or Other</p>			

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p style="color: red;"><u>Matter paragraph does for the audit of the single financial statement or the specific element of a financial statement and for the auditor’s report thereon. Considering whether a matter included in the auditor’s report on the complete set of financial statements is relevant in the context of an engagement to report on a single financial statement or a specific element of a financial statement involves professional judgment</u></p>			
<p style="color: blue;"><u>A24. Factors that may be relevant in considering those implications include:</u></p> <ul style="list-style-type: none"> • <u>The nature of the matter(s) being described in the auditor’s report on the complete set of financial statements and the extent to which it relates to what is included in the single financial statement or a specific element of a financial statement.</u> • <u>The pervasiveness of the matter(s) described in the auditor’s report on the complete set of financial statements.</u> • <u>The nature and extent of the differences between the</u> 			

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p>Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>applicable financial reporting frameworks.</p> <ul style="list-style-type: none"> • The extent of the difference between the period(s) covered by the complete set of the financial statements compared to the period(s) or dates of the single financial statement or the element of a financial statement. • The time elapsed since the date of the auditor’s report on the complete set of the financial statements. 			
<p>A25. For example, in the case when there is a qualification of the auditor’s opinion in relation to accounts receivable in the auditor’s report on the complete set of financial statements, and the single financial statement includes accounts receivable, or the specific element of a financial statement relates to accounts receivable, it is likely that there would be implications for the audit. On the other hand, if the qualification of the auditor’s opinion on the complete set of financial statements relates to classification of long-term debt, then it is less likely that there</p>			

ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i> , Marked to show changes resulting from the auditor reporting project	Extant AU-C 805 Marked to Show Proposed AU-C 805	Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i>	Comments
would be implications for an audit of the single financial statement that is the income statement, or if the specific element of the financial statement relates to accounts receivable.			
A26. Key audit matters that are communicated in the auditor’s report on the complete set of financial statements may have implications for an audit of a single financial statement or the specific element of the financial statement. The information included in the Key Audit Matters section about how the matter was addressed in the audit of the complete set of financial statements may be useful to the auditor’s determination of how to address the matter when it is relevant to the audit of the single financial statement or the specific element of the financial statement.			
Inclusion of a reference to the auditor’s report on the complete set of financial statements			
A27. Even when certain matters included in the auditor’s report on the complete set of financial statements do			

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>not have implications for the audit of, or for the auditor’s report on, the single financial statement or the specific element of a financial statement, the auditor may deem it appropriate to refer to the matter(s) in an Other Matter paragraph in an auditor’s report on the single financial statement or on the specific element of a financial statement (see ISA 706 Revised)).⁴ For example, the auditor may consider it appropriate to refer in the auditor’s report on the single financial statement or a specific element of the financial statement to a Material Uncertainty Related to Going Concern section included in the auditor’s report on the complete set of financial statements.</p>			
<p>Adverse Opinion or Disclaimer of Opinion in the Auditor’s Report on the Entity’s Complete Set of Financial Statements (Ref: Para. 15)</p> <p>A28. In the auditor’s report on an entity’s complete set of financial</p>			

⁴ See ISA 706 (Revised), paragraphs 10–11.

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>statements, the expression of a disclaimer of opinion regarding the results of operations and cash flows, where relevant, and an unmodified opinion regarding the financial position is permitted since the disclaimer of opinion is being issued in respect of the results of operations and cash flows only and not in respect of the financial statements as a whole.⁵</p>			
<p style="text-align: center;">Appendix 1 (Ref: Para. A3)</p> <p>Examples of Specific Elements, Accounts or Items of a Financial Statement</p> <ul style="list-style-type: none"> • Accounts receivable, allowance for doubtful accounts receivable, inventory, the liability for accrued benefits of a private pension plan, the recorded value of identified intangible assets, or the liability for “incurred but not reported” claims in 	<p>Appendix</p> <p>Examples of Specific Elements, Accounts, or Items of a Financial Statement (Ref: par. .A4)</p> <p>.A24 The following are examples of specific elements, accounts, or items of a financial statement:</p> <ul style="list-style-type: none"> • Accounts receivable; allowance for doubtful accounts receivable; inventory; the liability for accrued benefits of a private benefit plan; the recorded value of identified intangible assets; or the liability for incurred but not reported claims in 		

⁵ [ISA 510, Initial Audit Engagements—Opening Balances, paragraph A8, and ISA 705 \(Revised\), paragraph A16.](#)

<p style="text-align: center;">ISA 805 (Revised), <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p> <p style="text-align: center;">Marked to show changes resulting from the auditor reporting project</p>	<p style="text-align: center;">Extant AU-C 805 Marked to Show Proposed AU-C 805</p>	<p style="text-align: center;">Extant AU-C 805, <i>Special Considerations—Audits of Single Financial Statements and Specific Elements, Accounts, or Items of a Financial Statement</i></p>	<p style="text-align: center;">Comments</p>
<p>an insurance portfolio, including related notes.</p> <ul style="list-style-type: none"> • A schedule of externally managed assets and income of a private pension plan, including related notes. • A schedule of net tangible assets, including related notes. • A schedule of disbursements in relation to a lease property, including explanatory notes. • A schedule of profit participation or employee bonuses, including explanatory notes. 	<p>an insurance portfolio, including related notes</p> <ul style="list-style-type: none"> • A schedule of externally managed assets and income of a private benefit plan, including related notes • A schedule of disbursements regarding a lease property, including related notes • A schedule of profit participation or employee bonuses, including related notes 		