

MARK-UP

PROPOSED INTERNATIONAL STANDARD ON AUDITING ~~810~~ 800 THE INDEPENDENT AUDITOR'S REPORT ON SUMMARIZED AUDITED ~~HISTORICAL FINANCIAL INFORMATION~~ FINANCIAL STATEMENTS

(Effective for auditors' reports issued on or after December 31, 2006)

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International Standard on Auditing (ISA) ~~810~~ 800, "The Independent Auditor's Report on Summarized Audited ~~Historical Financial Information~~ Financial Statements" should be read in the context of the "Preface to the International Standards on Quality Control, Auditing, Assurance and Related Services," which sets out the application and authority of ISAs.

Introduction

1. The purpose of this International Standard on Auditing (ISA) is to establish standards and provide guidance for the independent auditor's report on summarized or condensed audited historical financial information financial statements derived from audited financial statements (for purposes of this ISA referred to as "summarized audited financial information financial statements"). It also contains standards and guidance on the criteria used and procedures performed in an engagement to report on summarized audited historical financial information financial statements.
2. According to ISA 200, "Objective and General Principles Governing an Audit of Financial Statements," paragraph 34, the term "financial statements" refers to a complete set of financial statements or a single financial statement. Although the term "financial statements" is used in this ISA, the standards and guidance also apply to a summary of historical financial information derived from audited historical financial information other than a complete set of financial statements or a single financial statement.
23. This ISA does not establish standards and provides guidance for:
 - (a) a report on summarized or condensed financial information financial statements derived from historical financial information financial statements that is are unaudited;
 - (b) A report issued as a result of an audit of condensed financial statements;
 - (c) It also does not establish standards and provides guidance for a A report confirming that information is an accurate extraction from audited historical financial information the financial statements.
34. The objective of an engagement to report on summarized audited financial information financial statements is to express an opinion whether the summarized audited financial information financial statements appropriately summarizes, in all material respects, the audited historical financial information financial statements from which it has they have been derived.

Definitions

4. In this ISA:
 - (a) "Engagement circumstances" means the (i) terms of the engagement; (ii) the nature of the summarized audited financial information; (iii) the criteria for preparing and presenting the summarized audited financial information, if any; (iv) the purpose for which the summarized audited financial information has been prepared; (v) the needs of the intended users; (vi) relevant characteristics of the responsible party and its environment; and (vii) other matters that may have a significant effect on the engagement.
 - (b) "Financial reporting framework" means a set of criteria applied in preparing and presenting the audited historical financial information from which the summarized audited financial information has been derived. The term includes any legal and

~~regulatory requirements that supplement but do not conflict with the financial reporting framework.~~

- (c) ~~"Intended user" means the person(s), or class of persons for whom the auditor prepares the report on the summarized audited financial information. The responsible party can be one of the intended users, but not the only one.~~
- (d) ~~"Responsible party" means the person(s) responsible for preparing and presenting the summarized audited financial information. The responsible party may or may not be the party who engages the auditor.~~

Engagement Acceptance

5. ~~The auditor should accept an engagement to report on summarized audited historical financial information financial statements only where~~ **when** ~~that auditor has expressed the audit opinion on the audited historical financial information from which the summarized audited financial information has been derived issued a report as a result of an audit of the financial statements from which they have been derived.~~ For purposes of this ISA, "audited historical financial information from which the summarized audited financial information has been derived" is referred to as "audited historical financial information." The audit of the ~~historical financial information financial statements from which the summarized financial statements have been derived~~ provides the auditor with the necessary knowledge to discharge the auditor's responsibilities regarding the summarized ~~audited financial information financial statements.~~
6. ~~The auditor obtains an understanding of the purpose for which the summarized audited financial information has been prepared, and whether established criteria for preparing and presenting summarized audited financial information for that purpose exist. When established criteria do not exist, the auditor considers whether the criteria in paragraph 13 are acceptable in the engagement circumstances, including, in particular, the purpose for which the summarized audited financial information has been prepared, before accepting an engagement to report on such information.~~
76. ~~Before accepting an engagement to report on summarized audited financial information financial statements, the auditor should obtain evidence that request the responsible party to:~~
 - (a) ~~Acknowledges its responsibility for appropriately summarizing the audited historical financial information financial statements in accordance with established criteria or, when established criteria do not exist, the criteria in paragraph 11; and~~
 - (b) ~~Except when the circumstances described in paragraph 8 exist, confirms Confirm that the audited historical financial information financial statements from which the summarized financial statements have been derived, including the auditor's report thereon, will be available to the intended users of the summarized audited financial information financial statements, except in the circumstances described in paragraph 7.~~

This could be evidenced by the responsible party's written acceptance of the terms of the engagement.

87. ~~Paragraph 7(b) is based on the premise that the summarized audited financial information does not contain all the disclosures required by the financial reporting framework applied in preparing and presenting the audited historical financial information, and therefore is not a substitute for the audited historical financial information. The auditor may, however, encounter~~ In some circumstances, ~~where~~ the responsible party is required or expressly permitted by law or regulation to issue summarized ~~audited financial information~~ financial statements, but ~~does need~~ not ~~have to~~ (and does not) make the ~~audited historical financial information~~ financial statements from which the summarized financial statements have been derived available to the intended users ~~of the summarized audited financial information~~. ~~Where~~ When such law or regulation establishes the criteria for preparing and presenting ~~such the~~ summarized ~~audited financial information~~ financial statements, the auditor may undertake the engagement to report on the summarized ~~audited financial information~~ financial statements, even though the ~~auditor~~ knows that the responsible party does not intend to make the ~~audited historical financial information~~ financial statements will not be made available to the intended users ~~of the summarized audited financial information~~.
9. ~~When the auditor is requested to report on summarized audited financial information long after the completion of the audit of the historical financial information, the auditor considers whether it is appropriate to accept the engagement. It may not be appropriate to accept an engagement to report on summarized audited financial information long after the completion of the audit of the historical financial information. (Also see paragraph 16.)~~

Criteria

108. The responsible party is responsible for determining ~~the nature and extent of~~ the information that needs to be reflected in the summarized ~~audited financial information~~ financial statements, so that ~~it they~~ appropriately summarizes the ~~audited historical financial information~~ financial statements from which they have been derived. The auditor is responsible for evaluating whether the summarized ~~audited financial information~~ financial statements appropriately summarizes, in all material respects, the ~~audited historical financial information~~ financial statements from which they have been derived. The auditor needs criteria suitable for such evaluation.
9. The auditor should determine whether the criteria are acceptable. The auditor determines the acceptability of the criteria in view of the nature of the entity and its environment, the nature and objective of the summarized financial statements, and the information needs of the intended users.
11. ~~Criteria for preparing and presenting summarized audited financial information may be established by law, regulation, or a financial reporting framework established by an organization that is authorized or recognized to promulgate standards to be used by certain types of entities.~~
1210. Summarized ~~audited financial information~~ financial statements, by ~~its~~ their nature, ~~is~~ are expected to contain only limited disclosure. Consequently there is a risk that summarized

~~audited financial information~~ financial statements may misrepresent the ~~audited historical financial information~~ financial statements from which they have been derived. This risk increases when established criteria for preparing and presenting summarized ~~audited financial information~~ financial statements do not exist. ~~As discussed in paragraph 6, where~~ When established criteria do not exist, the auditor considers whether the criteria in paragraph ~~13~~ 11 are acceptable ~~in the engagement circumstances, including, in particular, the purpose for which the summarized audited financial information has been prepared,~~ before accepting an engagement ~~to report on such information~~.

~~1311.~~ Where ~~When~~ established criteria do not exist, the auditor ~~uses the following criteria as a basis for the auditor's evaluation~~ evaluates whether:

- ~~(a)~~ The summarized financial statements adequately disclose their summarized nature and identify the financial statements from which they have been derived, for example, by using a title such as "Summarized Financial Statements Prepared from the Audited Financial Statements for the Year Ended December 31, 20X1."
- ~~(b)~~ The summarized financial statements describe clearly from whom or where the financial statements are available when they are not accompanied by the financial statements from which they have been derived.
- ~~(a)(c)~~ Whether ~~t~~ The summarized audited financial information financial statements agrees with or can be recalculated from the related information in the ~~audited historical financial information~~ financial statements from which they have been derived; and
- ~~(b)(d)~~ Whether ~~t~~ The summarized audited financial information financial statements, in all material respects, contains all information ~~the auditor considers necessary in the engagement circumstances so as not to result in a~~ to prevent misrepresentation of (e.g., seriously distorting or obscuring) the ~~audited historical financial information (including the related notes) as a whole~~ financial statements from which they have been derived. For example, ~~the summarized audited financial information might only include the major subtotals and totals from the audited historical financial information, omitting information from related notes dealing with whether the summarized financial statements adequately disclose matters having that have a pervasive or otherwise significant material effect on the summarized audited financial information~~ financial statements from which they have been derived. Such matters could include contingencies, subsequent events, or conditions that cast doubt on the entity's ability to continue as a going concern.

12. Criteria need to be available to the intended users to allow them to understand how the summarized financial statements have been prepared. When established criteria do not exist, the auditor requests the responsible party to include the criteria in paragraph 11 in a clear manner in the summarized financial statements. Alternatively, the criteria could be made available through the auditor's report.

Nature of Procedures and Form of Opinion

~~1413.~~ The procedures performed by the auditor as the basis for the auditor's opinion on the summarized audited financial information consist primarily of: The auditor should

perform the following procedures as the basis for the auditor's opinion on the summarized financial statements:

- (a) Evaluate whether the summarized financial statements adequately disclose their summarized nature and identify the financial statements from which they have been derived.
 - (b) When summarized financial statements are not accompanied by the financial statements from which they have been derived, evaluate whether they describe clearly from who or where the financial statements are available, except in the circumstances described in paragraph 7.
 - ~~(a)(c)~~ Comparing the summarized ~~audited financial information~~ financial statements with the related information in the ~~audited historical financial information~~ financial statements from which they have been derived to determine whether the summarized ~~audited financial information~~ financial statements agrees with or can be recalculated from the related information in the ~~audited historical financial information~~ financial statements;
 - ~~(b)(d)~~ Where ~~When~~ established criteria for preparing and presenting the summarized ~~audited financial information~~ financial statements exist, evaluating whether the summarized ~~audited financial information~~ financial statements ~~has~~ have been prepared, in all material respects, in accordance with the established criteria;
 - ~~(e)(e)~~ Except when the circumstances described in paragraph 15 exist, evaluating whether the summarized ~~audited financial information~~ financial statements, in all material respects, contains the information ~~that~~ the auditor considers necessary ~~in the engagement circumstances so as not to result in a to prevent misrepresentation of the audited historical financial information (including the related notes) as a whole~~ financial statements from which they have been derived.
14. The proposed¹ revised Code of Ethics for Professional Accountants issued by the International Federation of Accountants (IFAC) states that professional accountants should not be associated with reports, returns, communications or other information where they believe that the information (a) contains a material false or misleading statement, (b) contains statements or information furnished recklessly, or (c) omits or obscures information required to be included where such omission or obscurity would be misleading. The evaluation required in paragraph 13(e) is intended to meet this ethical requirement. The auditor makes this evaluation in view of the nature of the entity and its environment, the nature and objective of the summarized financial statements, relevant established criteria (if any) and legal or regulatory requirements, and the information needs of the intended users.

¹ The proposed revised Code of Ethics for Professional Accountants issued by the International Federation of Accountants (IFAC) will be considered for approval to be issued as a final revised Code at the June 2005 Ethics Committee meeting. If necessary, the text in this paragraph will be revised to be in line with the text of the final revised Code.

15. Based on the above, the auditor expresses an opinion whether the summarized ~~audited financial information~~ financial statements appropriately summarizes, in all material respects, the ~~audited historical financial information~~ financial statements from which they have been derived (in accordance with the ~~established~~ disclosed criteria, ~~where such criteria exist~~). Summarized financial statements do not contain all the information required by the financial reporting framework applied in preparing and presenting the financial statements from which they have been derived. Consequently, the auditor cannot report on the summarized financial statements in the same manner as the auditor reported on the financial statements. To do so might lead readers to assume incorrectly that the summarized financial statements include all the disclosures required by the financial reporting framework applied in preparing and presenting the financial statements. Terms such as "give true and fair view" or "are presented fairly, in all material respects," are therefore not used by the auditor in opinions on summarized financial statements.
15. ~~The auditor does not perform the procedures in paragraph 14(c) where the responsible party is required or expressly permitted by law or regulation to issue summarized audited financial information and such law or regulation:~~
- (a) ~~Establishes the criteria for preparing and presenting the summarized audited financial information; but~~
 - (b) ~~Does not require the responsible party to prepare and present summarized audited financial information that, in all material respects, contains the information necessary in the engagement circumstances so as not to result in misrepresentation of the audited historical financial information (including the related notes) as a whole.~~
- ~~Where this is the case, the auditor expresses an opinion whether the summarized audited financial information has been prepared, in all material respects, in accordance with the established criteria.~~
16. In some jurisdictions, law or regulation governing reporting on summarized financial statements may prescribe wording for the opinion that is different from that described in paragraph 15. Although the auditor may be obliged to use the prescribed wording, the auditor's procedures described in paragraph 13 remain the same, with the addition of any further procedures necessary to enable the auditor to express the prescribed opinion.
17. When wording prescribed by law or regulation differs significantly from that described in paragraph 15, the auditor carefully considers whether there may be a risk that the intended users might misunderstand the procedures performed as a basis for the auditor's opinion. In such circumstances, the auditor considers whether the risk of misunderstanding can be mitigated through appropriate explanation in the auditor's report.

Timing of Work and Events Subsequent to the Date of the Auditor's Report on the ~~Historical Financial Information~~ Financial Statements

- ~~18.~~ 18. Ordinarily, the auditor performs the procedures described in paragraph ~~14~~ 13 during or immediately after the audit of the ~~historical financial information~~ financial statements

from which the summarized financial statements have been derived. When the auditor is requested to report on the summarized ~~audited financial information~~ financial statements after the completion of the audit of the ~~historical financial information~~ financial statements, the auditor does not ~~(a) have to obtain any additional audit evidence regarding the audited historical financial information on the financial statements; or (b) report on any effects that events that occurred subsequent to the date of the auditor's report on the financial statements may have on those financial statements.~~—This is because the summarized audited financial information is a summary of the audited historical financial information—if any adjustment is to be made to the summarized audited financial information as a result of events subsequent to the date of the audited historical financial information, it would no longer be a summary of the audited historical financial information. In order—~~to~~To avoid any misunderstanding on the part of the user of the auditor's report on the summarized audited financial information in those circumstances, the auditor's report on the summarized financial statements states that the ~~audited historical financial information and summarized audited financial information~~ financial statements and financial statements from which they have been derived do not reflect the effects of events that occurred subsequent to the date of ~~the audited historical financial information or, where the date of the auditor's report on the historical financial information is later than the date of the historical financial information, the date of the auditor's report on the historical financial information~~ the auditor's report on the financial statements that may require adjustment of, or disclosure in, the financial statements. (Also see paragraph 9.)

Auditor's Report on Summarized ~~Audited Financial Information~~ Financial Statements

Elements of the Auditor's Report

1719. At a minimum, the auditor's report on summarized ~~audited financial information~~ financial statements should include the following elements:

- (a) A title clearly indicating it as the report of an independent auditor.²
- (b) An addressee.
- (c) An introductory paragraph that:
 - (i) **Identifies the summarized ~~audited financial information~~ financial statements on which the auditor is reporting;**
 - (ii) **Identifies the ~~audited historical financial information~~ financial statements from which the summarized financial statements have been derived, and the date on which ~~it was~~ they were issued, ~~and the fact that the audited historical financial information and summarized audited financial information do not reflect the effects of events that occurred subsequent to the date of the audited historical financial information or,~~**

² A title indicating the report is the report of an independent auditor, for example, "Independent Auditor's Report," affirms that the auditor has met all of the relevant ethical requirements regarding independence, and therefore, distinguishes the independent auditor's report from reports issued by others.

- ~~where the date of the auditor’s report on the historical financial information is later than the date of the historical financial information, the date of the auditor’s report on the historical financial information; and~~
- (iii) Refers to the auditor’s report on the ~~historical financial information~~ financial statements, the date of that report, and, when an unmodified opinion was expressed on the financial statements, the type of opinion it expressed that fact; and
 - (iv) When the date of the auditor’s report on the summarized financial statements is later than the date of the auditor’s report on the financial statements, states that the summarized financial statements and financial statements from which they have been derived do not reflect the effects of events that occurred subsequent to the date of the auditor’s report on the financial statements.
 - (d) Identification of the responsible party, and a description of that party’s responsibility for appropriately summarizing the ~~audited historical financial information~~ financial statements in accordance with the disclosed criteria.
 - (e) A statement that the auditor is responsible for expressing an opinion on the summarized ~~audited financial information~~ financial statements based on the auditor’s procedures required by this ISA.
 - (f) ~~A description of the auditor’s procedures.~~
 - (g) A paragraph clearly expressing an opinion ~~as follows~~ whether the summarized financial statements appropriately summarize, in all material respects, the financial statements from which they have been derived in accordance with the disclosed criteria;
 - (i) ~~When established criteria exist and the auditor has performed the procedures described in paragraph 14(a)-(c), whether the summarized audited financial information appropriately summarizes, in all material respects, the audited historical financial information in accordance with the established criteria;~~
 - (ii) ~~When established criteria do not exist and the auditor has applied the criteria in paragraph 13 and performed the procedures described in paragraph 14(a)-(c), whether the summarized audited financial information appropriately summarizes, in all material respects, the audited historical financial information; or~~
 - (iii) ~~When the circumstances described in paragraph 15 exist and the auditor has performed the procedures described in paragraph 14(a)-(b), whether the summarized audited financial information has been prepared, in all material respects, in accordance with the established criteria.~~
 - (h) A statement, or reference to a note ~~within the summarized audited financial information~~ financial statements, indicating that ~~they summarized audited financial information~~ does not contain all the disclosures required by the

financial reporting framework applied in preparing and presenting the audited historical financial information financial statements from which the summarized financial statements have been derived and that for more information on the audited historical financial information, and on the scope of the audit performed on the historical financial information, users should refer to the audited historical financial information and the related auditor's report.³

- (i) **The auditor's signature.**
- (j) **The date of the auditor's report.**
- (k) **The auditor's address.**

The Appendix to this ISA contains examples of auditors' reports that contain unmodified opinions on summarized audited financial information financial statements.

- 1820.** Ordinarily the addressee is the same as the addressee of the auditor's report on the historical financial information financial statements. If this is not the case, the auditor considers the appropriateness thereof in the engagement circumstances view of the terms of the engagement, the nature of the entity and its environment, and the nature and objective of the summarized financial statements. ~~If not appropriate, the auditor may consider to obtain legal advice on the matter.~~
- 19.** ~~Summarized audited financial information does not contain all the information required by the financial reporting framework applied in preparing and presenting the historical financial information. Consequently, the auditor cannot report on the summarized audited financial information in the same manner as the auditor reported on the historical financial information. To do so might lead users to assume incorrectly that the summarized audited financial information includes all the disclosures required by the financial reporting framework applied in preparing and presenting the audited historical financial information. Terms such as "true and fair" or "presents fairly, in all material respects," are therefore not used by the auditor in opinions on summarized audited financial information.~~
- 2021.** The auditor should date the report on the summarized audited financial information financial statements no earlier than the date on which the auditor has obtained sufficient appropriate ~~audit~~ evidence on which to base the opinion ~~on the summarized audited financial information~~. Sufficient appropriate ~~audit~~ evidence should include evidence that the preparation of ~~this~~ those summarized ~~audited financial information financial statements~~ has been completed, and that the responsible party has asserted its responsibility for ~~that summarized audited financial information them~~. Evidence of the responsible party's assertion of its responsibility for preparing and presenting the summarized audited financial information financial statements may include a statement in a management representation letter or an appropriately signed statement on the summarized audited financial information financial statements. The person or persons with recognized authority to provide such a statement

³ ~~Where the circumstances described in paragraph 8 of this ISA apply, the users are not referred to the historical financial information and the related auditor's report.~~

or other form of assertion depend on the ~~engagement circumstances~~ terms of the engagement, the nature of the entity and its environment, and the nature and objective of the summarized financial statements.

Modified Modifications to the Opinion, Emphasis of Matter Paragraph or Other Matter Paragraph in Auditor's Report on ~~Historical Financial Information~~ Financial Statements

~~21~~22. When the auditor's report on the ~~historical financial information~~ financial statements from which the summarized financial statements have been derived contains a ~~modified~~ qualified opinion, an emphasis of matter paragraph, or an other matters paragraph, but the auditor is satisfied that the summarized ~~audited financial information~~ financial statements appropriately summarizes, in all material respects, the ~~audited historical financial information~~ financial statements, the ~~introductory paragraph~~ opinion section of the auditor's report on the summarized financial statements should:

- (a) State that the auditor's report on the ~~historical financial information~~ financial statements contained ~~s~~ a ~~modified~~ qualified opinion, an emphasis of matter paragraph, or an other matters paragraph;
- (b) Describe the ~~subject of the modified basis for the qualified opinion, and the qualified opinion;~~ the emphasis of matter paragraph; or the other matters paragraph ~~and the effect thereof on the audited historical financial information;~~ and
- (c) If the summarized ~~audited financial information~~ financial statements ~~is~~ are affected by the ~~subject of the modified basis for the qualified opinion,~~ emphasis of matter paragraph, or other matters paragraph, describe the effect thereof on the summarized ~~audited financial information~~ financial statements.

~~23.~~ When the auditor's report on the financial statements from which the summarized financial statements have been derived contains an adverse opinion or a disclaimer of opinion, the opinion section of the auditor's report on the summarized financial statements should:

- (d) State that the auditor's report on the financial statements contains an adverse opinion or disclaimer of opinion;
- (e) Describe the basis for the adverse opinion, or disclaimer of opinion; and
- (f) State that, as a result of the adverse opinion or disclaimer of opinion, it would be inappropriate to express an opinion on the summarized financial statements.

The Appendix to this ISA contains ~~an~~ examples of ~~an~~ auditor's reports on summarized ~~audited financial information~~ financial statements derived from ~~historical financial information~~ financial statements on which the auditor issued ~~a~~ modified opinions.

Modified Opinion on the Summarized Audited Financial Information Financial Statements

~~22. Proper presentation of summarized audited financial information requires adequate disclosure of its summarized nature and identification of the audited historical financial information, for example, by using a title such as "Summarized Financial Information Prepared from the Audited Financial Statements for the Year Ended December 31, 20X1." Summarized audited financial information that is not accompanied by the audited historical financial information needs to describe clearly from whom or where the audited historical financial information is available.⁴~~

~~23~~**24.** The auditor requests the responsible party to make appropriate changes to the summarized ~~audited financial information financial statements~~ when:

- The summarized ~~audited financial information financial statements~~ does not adequately disclose ~~its~~ their summarized nature, identify the ~~audited historical financial information financial statements~~ from which they have been derived or, except in the circumstances described in paragraph ~~8~~ 7, clearly describe from whom or where the ~~audited historical financial information financial statements~~ is are available;
- ~~The auditor concludes that the summarized audited financial information does not appropriately summarize the audited historical financial information~~ The summarized financial statements do not agree with or cannot be recalculated from the related information in the financial statements from which they have been derived;
- The summarized ~~audited financial information financial statements~~ has have not been prepared or presented, in all material respects, in accordance with the established criteria ~~or, where established criteria do not exist, the criteria described in paragraph 13;~~ or
- ~~Except as discussed in paragraph 15, t~~ The summarized audited financial information financial statements does not contain, in all material respects, all information ~~that the auditor considers necessary in the engagement circumstances so as not to result in to prevent~~ misrepresentation of the ~~audited historical financial information (including the related notes) as a whole~~ financial statements from which they have been derived.

If the responsible party does not agree to make the appropriate changes, the auditor should ~~express a modified~~ modify the opinion in the auditor's report on the summarized ~~audited financial information~~ financial statements. The Appendix to this ISA contains an example of such a report.

Prescribed Forms of Reports

~~24. The auditor's report on summarized audited financial information may be required by law or regulation to be in a prescribed form that may not conform to the requirements of this ISA.~~

⁴ ~~Where the circumstances described in paragraph 8 of this ISA apply, this description is not necessary.~~

25. ~~When required to report in a prescribed form, the auditor considers whether the substance and wording of the prescribed report are appropriate in the engagement circumstances.~~
26. ~~If the auditor concludes that the substance or wording of the prescribed report is not appropriate in the engagement circumstances, the auditor should make appropriate changes to conform to the requirements of this ISA, either by rewording the prescribed report or by substituting the prescribed report with a report that conforms to the requirements of this ISA. If the auditor is not permitted to do so, the auditor does not report on the summarized audited financial information, unless the auditor is required by law or regulation to report in such prescribed format.~~

Comparatives

2725. There is a presumption that if the ~~audited historical financial information~~ financial statements from which the summarized financial statements have been derived contains comparatives, the summarized ~~audited financial information~~ financial statements will also contain comparatives. If the ~~audited historical financial information~~ financial statements contains comparatives, but the summarized ~~audited financial information~~ financial statements does not, the auditor considers whether such omission is reasonable in view of the engagement circumstances nature and objective of the summarized financial statements, the established criteria (if any), and the information needs of the intended users. The auditor considers the effect of an unreasonable omission on the auditor’s report on the summarized financial statements.
2826. Comparatives in the ~~audited historical financial information~~ financial statements from which the summarized financial statements have been derived may be regarded as corresponding figures or as comparative financial information, ~~depending on the engagement circumstances~~. ISA 710, “Comparatives” describes how this difference affects the auditor’s report, including, in particular, reference to other auditors who audited the ~~financial information~~ financial statements for the prior period. If the summarized ~~audited financial information~~ financial statements contains comparatives, which were reported on by another auditor, the auditor’s report on the summarized ~~audited financial information~~ financial statements also contains the matters included in the auditor’s report on the ~~historical financial information~~ financial statements in compliance with ISA 710, paragraphs 17 and 26, ~~adapted as necessary to the engagement circumstances~~.

Unaudited Supplementary Information Presented with Summarized ~~Audited Financial Information~~ Financial Statements

2927. ISA 700 (Revised), “The Independent Auditor’s Report on a Complete Set of General Purpose Financial Statements,” paragraphs 67-~~71~~70, and proposed ISA ~~800 (Revised)~~ 701, “The Independent Auditor’s Report on Other Historical Financial Information,” paragraph ~~39~~33, establish standards and provide guidance to be applied when unaudited supplementary information is presented with audited historical financial information. ~~Where~~ When ~~unaudited supplementary information is presented with the summarized audited financial information~~ financial statements, the auditor should be satisfied that the unaudited supplementary information is clearly differentiated

from the summarized ~~audited financial information~~ financial statements. If the auditor concludes that the entity's presentation of the unaudited supplementary information does not differentiate it sufficiently from the summarized ~~audited financial information~~ financial statements, the auditor should explain in the auditor's report that the supplementary information has not been audited.

28. The fact that supplementary information is unaudited does not relieve the auditor of the responsibility to read that information to identify material inconsistencies with the summarized financial statements. The auditor's responsibilities with respect to unaudited supplementary information are consistent with those described in ISA 720, "Other Information in Documents Containing Audited Financial Statements."

Auditor Association

3029. An entity might make a statement in a document that names the auditor and also refers to the fact that summarized ~~audited financial information~~ financial statements ~~has~~ have been derived from the ~~audited historical financial information~~ financial statements. Such a statement does not, in itself, require the auditor to report on the summarized ~~audited financial information~~ financial statements, if:

- (a) The reference to the auditor is in the context of the auditor's report on the ~~historical financial information~~ financial statements from which the summarized financial statements have been derived; and
- (b) The statement does not give the impression that the auditor has reported on the summarized ~~audited financial information~~ financial statements.

If these provisions are not met, the auditor requests that the entity ~~(a)~~ change the statement to meet provisions in paragraph ~~30 29~~(a)-(b); ~~(b)~~ or not include the auditor's name in the document; ~~or (c) obtain and include an auditor's report on the summarized audited financial information.~~ Alternatively, the entity may engage the auditor to report on the summarized financial statements and include the auditor's report in the document.

3130. If the entity does not change the statement, delete the reference to the auditor, or allow the auditor's report on the summarized ~~audited financial information~~ financial statements to be included, the auditor should advise the entity that the auditor does not consent to either the use of the auditor's name or the reference to the auditor, and the auditor should consider what other actions might be appropriate. Other actions may include informing the intended users and other known third party users of the inappropriate use of the auditor's name or be based on seeking legal advice ~~obtained~~.

32. ~~ISA 700 (Revised), "The Independent Auditor's Report on a Complete Set of General Purpose Financial Statements," paragraphs 67-71, adapted as necessary to the engagement circumstances, apply to the audit of the historical financial information when: (a) the summarized audited financial information is included in a document containing the audited historical financial information, and (b) the auditor has not been requested to report on the summarized audited financial information.~~

Effective Date

3331. This ISA is effective for auditor’s reports dated on or after December 31, 2006.

Appendix

Examples of Reports on Summarized ~~Audited Historical Financial~~ Information Financial Statements

Example 1:

Engagement circumstances include the following:

- ~~Summarized audited financial statements derived from a complete set of audited financial statements.~~
- An Unmodified opinion was expressed on the complete set of audited financial statements from which the summarized financial statements have been derived.
- Established criteria for preparing and presenting summarized ~~audited financial information financial statements~~ do not exist.
- The criteria in paragraph 11 of this ISA are described in a note in the summarized financial statements.
- ~~Circumstances described in paragraphs 8 and 15 of this ISA do not exist.~~

INDEPENDENT AUDITOR'S REPORT

[Appropriate Addressee]

The accompanying summarized ~~audited~~ financial statements, which comprise the summarized balance sheet as at December 31, 20X14, ~~and the summarized income statement, summarized statement of changes in equity and summarized cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory related~~ notes, were derived from the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X14. ~~The complete set of audited financial statements was issued on February 15, 20X2. The complete set of audited financial statements and the summarized audited financial statements do not reflect the effects of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements. We expressed an unmodified audit opinion on those financial statements in our report dated February 15, 20X5.~~⁵

~~We have audited the complete set of financial statements of ABC Company for the year ended December 31, 20X1 in accordance with International Standards on Auditing. In our report dated February 15, 20X2, we expressed an unmodified opinion on the complete set of financial statements.~~

Management's Responsibility for the Summarized ~~Audited~~ Financial Statements

⁵ When the auditor's report on the summarized financial statements is not dated after the date of the auditor's report on the financial statements from which the summarized financial statements have been derived, the following sentence is added to this paragraph: "Those financial statements and the summarized financial statements do not reflect the effects, if any, of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements."

Management is responsible for ~~the appropriate summarization of~~ appropriately summarizing the ~~complete set of audited~~ financial statements on the basis described in Note 1. ~~This responsibility includes ensuring: that the summarized audited financial statements are in agreement with or can be recalculated from the related information in the complete set of audited financial statements; and that the summarized audited financial statements contain, in all material respects, the information necessary in the circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Auditor's Responsibility

Our responsibility is to express an opinion on the summarized ~~audited~~ financial statements based on our procedures. ~~Our procedures which~~ were conducted in accordance with ~~the relevant requirements of~~ International Standard on Auditing (ISA) ~~810~~ 800, "The Independent Auditor's Report on Summarized Audited ~~Historical Financial Information~~ Financial Statements."

~~Our procedures consisted primarily of a comparison of the summarized audited financial statements with the information in the complete set of audited financial statements; and an evaluation whether the summarized audited financial statements contain, in all material respects, the information necessary in the circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Opinion

In our opinion, the summarized ~~audited~~ financial statements appropriately summarize, in all material respects, the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X4 on the basis described in Note 1.

Notice to Reader

The summarized ~~audited~~ financial statements do not contain all the disclosures required by [describe the financial reporting framework applied in preparing and presenting the complete set of audited financial statements of ABC Company.] ~~For more information on the complete set of audited financial statements, and the scope of the audit performed on those financial statements, reference should be made to the complete set of audited financial statements and the related auditor's report. Reading these summarized financial statements, therefore, is not a substitute for reading the financial statements of ABC Company.~~

[Auditor's signature]

[Date of the auditor's report]

[Auditor's address]

Example 2:

Circumstances include the following:

- **An unmodified opinion was expressed on the financial statements from which the summarized financial statements have been derived.**
- **Established criteria for preparing and presenting summarized financial statements do not exist.**
- **The criteria in paragraph 11 of this ISA are not described in a note in the summarized financial statements.**

INDEPENDENT AUDITOR’S REPORT

[Appropriate Addressee]

The accompanying summarized financial statements, which comprise the summarized balance sheet as at December 31, 20X4, the summarized income statement, statement of changes in equity and cash flow statement for the year then ended, and related notes, were derived from the financial statements of ABC Company for the year ended December 31, 20X4. We expressed an unmodified audit opinion on those financial statements in our report dated February 15, 20X5.⁶

Management’s Responsibility for the Summarized Financial Statements

Management is responsible for the appropriate summarization of the financial statements. An appropriate summarization of the financial statements is achieved when the summarized financial statements are in agreement with or can be recalculated from the related information in the financial statements from which they have been derived; and the summarized financial statements contain, in all material respects, the information necessary in the circumstances to prevent misrepresentation of the financial statements from which they have been derived.

Auditor’s Responsibility

Our responsibility is to express an opinion on the summarized financial statements based on our procedures which were conducted in accordance with International Standard on Auditing (ISA) 800, “The Independent Auditor’s Report on Summarized Audited Financial Statements.”

Opinion

In our opinion, the summarized financial statements appropriately summarize, in all material respects, the financial statements of ABC Company for the year ended December 31, 20X4 on the basis described under Management’s Responsibility for the Summarized Financial Statements.

Notice to Reader

⁶ When the auditor’s report on the summarized financial statements is not dated after the date of the auditor’s report on the financial statements from which the summarized financial statements have been derived, the following sentence is added to this paragraph: “Those financial statements and the summarized financial statements do not reflect the effects, if any, of events that occurred subsequent to the date of the auditor’s report on the complete set of financial statements.”

The summarized financial statements do not contain all the disclosures required by [describe financial reporting framework applied in preparing and presenting the financial statements of ABC Company]. Reading these summarized financial statements, therefore, is not a substitute for reading the financial statements of ABC Company.

[Auditor’s signature]

[Date of the auditor’s report]

[Auditor’s address]

Example 23:

Engagement circumstances include the following:

- ~~Summarized audited financial statements derived from a complete set of audited financial statements.~~
- An Unmodified opinion was expressed on the complete set of audited financial statements from which the summarized financial statements have been derived.
- ~~Established criteria for preparing and presenting summarized audited financial information financial statements exist.~~
- ~~Circumstances described in paragraphs 8 and 15 of this ISA do not exist.~~

INDEPENDENT AUDITOR'S REPORT

[Appropriate Addressee]

The accompanying summarized audited financial statements, which comprise the summarized balance sheet as at December 31, 20X14, ~~and the summarized income statement, summarized statement of changes in equity and summarized cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory related~~ notes, were derived from the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X14. ~~The complete set of audited financial statements was issued on February 15, 20X2. The complete set of audited financial statements and summarized audited financial statements do not reflect the effects of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements. We expressed an unmodified audit opinion on those financial statements in our report dated February 15, 20X5.~~⁷

~~We have audited the complete set of financial statements of ABC Company for the year ended December 31, 20X1 in accordance with International Standards on Auditing. In our report dated February 15, 20X2, we expressed an unmodified opinion on the complete set of financial statements.~~

Management's Responsibility for the Summarized Audited Financial Statements

Management is responsible for ~~the appropriate summarization of~~ appropriately summarizing the ~~complete set of audited~~ financial statements in accordance with [describe established criteria]. ~~This responsibility includes ensuring: that the summarized audited financial statements are in agreement with or can be recalculated from the related information in the complete set of audited financial statements; that the summarized audited financial statements have been prepared, in all material respects, in accordance with [describe the established criteria]; and that the summarized audited financial statements contain, in all material respects, the information necessary in the~~

⁷ When the auditor's report on the summarized financial statements is not dated after the date of the auditor's report on the financial statements from which the summarized financial statements have been derived, the following sentence is added to this paragraph: "Those financial statements and the summarized financial statements do not reflect the effects, if any, of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements."

~~circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Auditor’s Responsibility

Our responsibility is to express an opinion on the summarized audited financial statements based on our procedures. ~~Our procedures which~~ were conducted in accordance with ~~the relevant requirements of~~ International Standard on Auditing (ISA) ~~810~~ 800, “The Independent Auditor’s Report on Summarized Audited ~~Historical Financial Information~~ Financial Statements.”

~~Our procedures consisted primarily of a comparison of the summarized audited financial statements with the information in the complete set of audited financial statements; an evaluation whether the summarized audited financial statements have been prepared, in all material respects, in accordance with [describe the established criteria]; and an evaluation whether the summarized audited financial statements contain, in all material respects, the information necessary in the circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Opinion

In our opinion, the summarized ~~audited~~ financial statements appropriately summarize, in all material respects, the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X4 in accordance with [describe ~~the~~ established criteria].

Notice to Reader

The summarized ~~audited~~ financial statements do not contain all the disclosures required by ~~[describe the financial reporting framework applied in preparing and presenting the complete set of audited financial statements of ABC Company]~~. ~~For more information on the complete set of audited financial statements, and the scope of the audit performed on those financial statements, reference should be made to the complete set of audited financial statements and the related auditor’s report.~~ Reading these summarized financial statements, therefore, is not a substitute for reading the financial statements of ABC Company.

[Auditor’s signature]

[Date of the auditor’s report]

[Auditor’s address]

Example 3:

Engagement circumstances include the following:

- **~~Summarized audited financial statements derived from a complete set of audited financial statements.~~**
- **~~Unmodified opinion was expressed on the complete set of audited financial statements.~~**
- **~~Established criteria for preparing and presenting summarized audited financial information exist.~~**
- **Circumstances described in paragraphs 8 and 15 of this ISA exist.**

INDEPENDENT AUDITOR'S REPORT

[Appropriate Addressee]

~~The accompanying summarized audited financial statements, which comprise the summarized balance sheet as at December 31, 20X1, and the summarized income statement, summarized statement of changes in equity and summarized cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes, were derived from the complete set of audited financial statements of ABC Company for the year ended December 31, 20X1. The complete set of audited financial statements was issued on February 15, 20X2. The complete set of audited financial statements and summarized audited financial statements do not reflect the effects of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements.~~

~~We have audited the complete set of financial statements of ABC Company for the year ended December 31, 20X1 in accordance with International Standards on Auditing. In our report dated February 15, 20X2, we expressed an unmodified opinion on the complete set of financial statements.~~

Management's Responsibility for the Summarized Audited Financial Statements

~~Management is responsible for the summarization of the complete set of audited financial statements in accordance with [describe the established criteria]. This responsibility includes ensuring that the summarized audited financial statements are in agreement with or can be recalculated from the related information in the complete set of audited financial statements.~~

Auditor's Responsibility

~~Our responsibility is to express an opinion on the summarized audited financial statements based on our procedures. Our procedures were conducted in accordance with the relevant requirements of International Standard on Auditing (ISA) 810, "The Independent Auditor's Report on Summarized Audited Historical Financial Information."~~

~~Our procedures consisted primarily of a comparison of the summarized audited financial statements with the information in the complete set of audited financial statements; and an evaluation whether the summarized audited financial statements have been prepared, in all material respects, in accordance with [describe the established criteria].~~

Opinion

~~In our opinion, the summarized audited financial statements have been prepared, in all material respects, in accordance with [describe the established criteria].~~

Notice to Reader

~~The summarized audited financial statements do not contain all the disclosures required by the financial reporting framework applied in preparing and presenting the complete set of audited financial statements.~~

~~[Auditor’s signature]~~

~~[Date of the auditor’s report]~~

~~[Auditor’s address]~~

Example 4:

Engagement circumstances include the following:

- ~~Summarized audited financial statements derived from a complete set of audited financial statements.~~
- ~~Modified~~ A qualified opinion was expressed on the ~~complete set of audited~~ financial statements from which the summarized financial statements have been derived.
- Established criteria for preparing and presenting summarized ~~audited financial information~~ financial statements do not exist.
- The criteria in paragraph 11 of this ISA are described in a note in the summarized financial statements.
- ~~Circumstances described in paragraphs 8 and 15 of this ISA do not exist.~~

INDEPENDENT AUDITOR'S REPORT

[Appropriate Addressee]

The accompanying summarized ~~audited~~ financial statements, which comprise the summarized balance sheet as at December 31, 20X1~~4~~, ~~and the summarized income statement, summarized~~ statement of changes in equity and ~~summarized~~ cash flow statement for the year then ended, and ~~a summary of significant accounting policies and other explanatory related~~ notes, were derived from the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X1~~4~~. ~~The complete set of audited financial statements was issued on February 15, 20X2. The complete set of audited financial statements and summarized audited financial statements do not reflect the effects of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements. We expressed an unmodified audit opinion on those financial statements in our report dated February 15, 20X5.~~⁸

~~We have audited complete set of financial statements of ABC Company for the year ended December 31, 20X1 in accordance with International Standards on Auditing. In our report dated February 15, 20X2, we expressed [describe type of opinion] on those financial statements. Our opinion stated that [describe opinion and the effect that the subject thereof had on the historical financial information].~~^{9, 10}

Management's Responsibility for the Summarized ~~Audited~~ Financial Statements

⁸ When the auditor's report on the summarized financial statements is not dated after the date of the auditor's report on the financial statements from which the summarized financial statements have been derived, the following sentence is added to this paragraph: "Those financial statements and the summarized financial statements do not reflect the effects, if any, of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements."

⁹ ~~If the summarized financial statements are affected by the subject of the modification, this paragraph should also describe the effect thereof on the summarized financial statements.~~

¹⁰ ~~The modification to the auditor's report on the complete set of financial statements may be an emphasis of matter paragraph or other matter paragraph in which case the wording in this paragraph should be adapted accordingly.~~

Management is responsible for ~~the appropriate summarization of~~ appropriately summarizing the ~~complete set of audited~~ financial statements on the basis described in Note 1. ~~This responsibility includes ensuring: that the summarized audited financial statements are in agreement with or can be recalculated from the related information in the complete set of audited financial statements; and that the summarized audited financial statements contain, in all material respects, the information necessary in the circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Auditor's Responsibility

Our responsibility is to express an opinion on the summarized ~~audited~~ financial statements based on our procedures. ~~Our procedures which~~ were conducted in accordance with ~~the relevant requirements of~~ International Standard on Auditing (ISA) ~~810~~ 800, "The Independent Auditor's Report on Summarized Audited ~~Historical Financial Information~~ Financial Statements."

~~Our procedures consisted primarily of a comparison of the summarized audited financial statements with the information in the complete set of audited financial statements; and an evaluation whether the summarized audited financial statements contain, in all material respects, the information necessary in the circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Opinion

In our opinion, the summarized ~~audited~~ financial statements appropriately summarize, in all material respects, the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X4 on the basis described in Note 1.

However, in our report dated February 15, 20X5 we expressed a qualified opinion on the financial statements of ABC Company for the year ended December 31, 20X4. The basis for our qualified opinion was [describe basis for qualified opinion]. Our qualified opinion stated that [describe qualified opinion].¹¹

Notice to Reader

The summarized audited financial statements do not contain all the disclosures required by [describe the financial reporting framework applied in preparing and presenting the complete set of audited financial statements of ABC Company]. ~~For more information on the complete set of audited financial statements, the scope of the audit performed and [describe type of opinion] expressed on those financial statements, reference should be made to the complete set of audited financial statements and the related auditor's report. Reading these summarized financial statements, therefore, is not a substitute for reading the financial statements of ABC Company.~~

[Auditor's signature]

[Date of the auditor's report]

[Auditor's address]

¹¹ If the summarized financial statements are affected by the basis for the qualified opinion, this paragraph should also describe the effect thereof on the summarized financial statements.

Example 5:

Circumstances include the following:

- **An adverse opinion was expressed on the financial statements from which the summarized financial statements have been derived.**
- **Established criteria for preparing and presenting summarized financial statements do not exist.**
- **The criteria in paragraph 11 of this ISA are described in a note in the summarized financial statements.**

INDEPENDENT AUDITOR’S REPORT

[Appropriate Addressee]

The accompanying summarized financial statements, which comprise the summarized balance sheet as at December 31, 20X4, the summarized income statement, statement of changes in equity and cash flow statement for the year then ended, and related notes, were derived from the audited financial statements of ABC Company for the year ended December 31, 20X4.¹²

Management’s Responsibility for the Summarized Financial Statements

Management is responsible for the appropriate summarization of the financial statements on the basis described in Note 1.

Auditor’s Responsibility

Our responsibility is to express an opinion on the summarized financial statements based on our procedures which were conducted in accordance with International Standard on Auditing (ISA) 800, “The Independent Auditor’s Report on Summarized Audited Financial Statements.”

Opinion

In our report dated February 15, 20X5, we expressed an adverse opinion on the financial statements of ABC Company for the year ended December 31, 20X4. The basis for our adverse opinion was [describe basis for adverse opinion]. Our adverse opinion stated that [describe adverse opinion].

Because of the significance of the matter discussed above, we are not able to express an opinion on the summarized audited financial statements of ABC Company for the year ended December 31, 20X4.

Notice to Reader

The summarized financial statements do not contain all the disclosures required by [describe financial reporting framework applied in preparing and presenting the financial statements of

¹² When the auditor’s report on the summarized financial statements is not dated after the date of the auditor’s report on the financial statements from which the summarized financial statements have been derived, the following sentence is added to this paragraph: “Those financial statements and the summarized financial statements do not reflect the effects, if any, of events that occurred subsequent to the date of the auditor’s report on the complete set of financial statements.”

ABC Company]. Reading these summarized financial statements, therefore, is not a substitute for reading the financial statements of ABC Company.

[Auditor’s signature]

[Date of the auditor’s report]

[Auditor’s address]

Example 5 6:

Engagement circumstances include the following:

- ~~Summarized audited financial statements derived from a complete set of audited financial statements.~~
- ~~An Un~~modified opinion was expressed on the ~~complete set of audited~~ financial statements from which the summarized financial statements have been derived.
- Established criteria for preparing and presenting summarized ~~audited financial information~~ financial statements do not exist.
- The criteria in paragraph 11 of this ISA are described in a note in the summarized financial statements.
- ~~A M~~modified opinion is expressed on the summarized ~~audited~~ financial statements.
- ~~Circumstances described in paragraphs 8 and 15 of this ISA do not exist.~~

INDEPENDENT AUDITOR'S REPORT

[Appropriate Addressee]

The accompanying summarized ~~audited~~ financial statements, which comprise the summarized balance sheet as at December 31, 20X1~~4~~, ~~and the summarized income statement, summarized~~ statement of changes in equity and ~~summarized~~ cash flow statement for the year then ended, and ~~a summary of significant accounting policies and other explanatory related~~ notes, were derived from the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X1~~4~~. ~~The complete set of audited financial statements was issued on February 15, 20X2. The complete set of audited financial statements and summarized audited financial statements do not reflect the effects of events that occurred subsequent to the date of the auditor's report on the complete set of audited financial statements. We expressed an unmodified audit opinion on those financial statements in our report dated February 15, 20X5.~~¹³

~~We have audited the complete set of financial statements of ABC Company for the year ended December 31, 20X1 in accordance with International Standards on Auditing. In our report dated February 15, 20X2 we expressed an unmodified opinion on the complete set of financial statements.~~

Management's Responsibility for the Summarized Audited Financial Statements

Management is responsible for ~~the appropriate summarization of~~ appropriately summarizing the ~~complete set of audited~~ financial statements on the basis described in Note 1. ~~This responsibility includes ensuring: that the summarized audited financial statements are in agreement with or can be recalculated from the related information in the complete set of audited financial statements;~~

¹³ When the auditor's report on the summarized financial statements is not dated after the date of the auditor's report on the financial statements from which the summarized financial statements have been derived, the following sentence is added to this paragraph: "Those financial statements and the summarized financial statements do not reflect the effects, if any, of events that occurred subsequent to the date of the auditor's report on the complete set of financial statements."

~~and that the summarized audited financial statements contain, in all material respects, the information necessary in the circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Auditor's Responsibility

Our responsibility is to express an opinion on the summarized ~~audited~~ financial statements based on our procedures. ~~Our procedures which~~ were conducted in accordance with ~~the relevant requirements of~~ International Standard on Auditing (ISA) ~~810~~ 800, "The Independent Auditor's Report on Summarized Audited ~~Historical Financial Information~~ Financial Statements."

~~Our procedures consisted primarily of a comparison of the summarized audited financial statements with the information in the complete set of audited financial statements; and an evaluation whether the summarized audited financial statements contain, in all material respects, the information necessary in the circumstances so as not to result in misrepresentation of the complete set of audited financial statements, including the related notes.~~

Opinion

[Describe matter that caused the summarized ~~audited~~ financial statements not to appropriately summarize, in all material respects, the ~~historical financial information~~ financial statements of ABC Company.] Therefore, in our opinion, the summarized ~~audited~~ financial statements do not appropriately summarize, in all material respects, the ~~complete set of audited~~ financial statements of ABC Company for the year ended December 31, 20X14 on the basis described in Note 1.

Notice to Reader

The summarized ~~audited~~ financial statements do not contain all the disclosures required by [describe the financial reporting framework applied in preparing and presenting the complete set of audited financial statements of ABC Company]. ~~For more information on the complete set of audited financial statements, and the scope of the audit performed on those financial statements, reference should be made to the complete set of audited financial statements and the related auditor's report. Reading these summarized financial statements, therefore, is not a substitute for reading the financial statements of ABC Company.~~

[Auditor's signature]

[Date of the auditor's report]

[Auditor's address]

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