



MEMBERS' HANDBOOK

Update No. 340

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VOLUME III

Document Reference and Title

Explanations

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Notes:

1. Pronouncements have been updated for the Conforming Amendments to Other Hong Kong Standards Arising from the Hong Kong Standard on Auditing for Audits of Financial Statements of Less Complex Entities ("HKSA for LCE"). These amendments became effective at the same time as the HKSA for LCE for audits of financial statements of less complex entities for periods beginning on or after 15 December 2025.
2. Revisions to the Hong Kong Standards on Quality Management, Auditing, Review, Other Assurance, and Related Services Pronouncements to align with the 2025 IAASB Handbook of International Quality Management, Auditing, Review, Other Assurance, and Related Services Pronouncements and other housekeeping changes.

3. Addition of an illustrative example in Part 9 for an auditor's report on consolidated financial statements of an entity incorporated in Hong Kong prepared in accordance with a fair presentation framework.
4. Expansion of the guidance to address audits performed in accordance with the HKSA for LCE.
5. Revision to the templates and illustrative auditor's reports to address audits of financial statements prepared under the Small and Medium-sized Entity Financial Reporting Framework and Financial Reporting Standard using the HKSA for LCE.

In order for readers to easily identify all the changes, a marked-up version is posted at:
<https://www.hkicpa.org.hk/-/media/Document/SSD/handbookupdate/340mk.pdf>