

# MEMBERS' HANDBOOK

## Update No. 305

(Issued 30 January 2024)

### VOLUME III

<u>Document Reference and Title</u>	<u>Instructions</u>	<u>Explanations</u>
<a href="#">Contents of Volume III</a>	Replace pages i to vii with revised pages i to v.	Revised content pages

**Section 1: Pronouncements currently effective (Note: To apply appropriate pronouncements in accordance with the respective effective dates as indicated)**

<i>Preface to the Hong Kong Quality Control, Auditing, Review, Other Assurance, and Related Services Pronouncements</i>	Discard <i>Preface to the Hong Kong Quality Control, Auditing, Review, Other Assurance, and Related Services Pronouncements</i> revised in February 2023.	
<i>Glossary of Terms Relating to Hong Kong Standards on Quality Control, Auditing, Review, Other Assurance and Related Services ("Glossary")</i>	Discard Glossary revised in March 2023.	
<i>Glossary of Terms Relating to Hong Kong Standards on Quality Management, Auditing, Review, Other Assurance and Related Services ("Glossary (Revised 2023)")</i>	Discard Glossary (Revised 2023) revised in March 2023.	
<a href="#">Glossary of Terms Relating to Hong Kong Standards on Quality Management, Auditing, Review, Other Assurance and Related Services</a>	Insert after <i>Preface to the Hong Kong Quality Management, Auditing, Review, Other Assurance, and Related Services Pronouncements</i> revised in February 2023.	Note

### HONG KONG STANDARDS ON QUALITY CONTROL

<i>HKSQC 1, Quality Control for Firms that Perform Audits and Reviews of Financial Statements, or Other Assurance and Related Services Engagements</i>	Discard HKSQC 1 revised in December 2021.
--	---

## HONG KONG FRAMEWORK FOR ASSURANCE ENGAGEMENTS

<i>Hong Kong Framework for Assurance Engagements</i>	Discard Framework revised in December 2021.	
<a href="#"><u>Hong Kong Framework for Assurance Engagements</u></a>	Replace cover page, pages 2, 5, 7, 10, 12, 22 and 28 with revised cover page, pages 2, 5, 7, 10, 12, 22 and 28.	Note

## HONG KONG STANDARDS ON AUDITING

HKSA 200, <i>Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance with Hong Kong Standards on Auditing</i>	Discard HKSA 200 revised in March 2023.	
<a href="#"><u>HKSA 200, Overall Objectives of the Independent Auditor and the Conduct of an Audit in Accordance with Hong Kong Standards on Auditing</u></a>	Replace cover page, pages 2, 10, 14 and 19-27 with revised cover page, pages 2, 10, 14 and 19-27.	Note
HKSA 210, <i>Agreeing the Terms of Audit Engagements</i>	Discard HKSA 210 revised in March 2023.	
<a href="#"><u>HKSA 210, Agreeing the Terms of Audit Engagements</u></a>	Replace cover page, pages 2, 8 and 18 with revised cover page, pages 2, 8 and 18.	Note
HKSA 220, <i>Quality Control for an Audit of Financial Statements</i>	Discard HKSA 220 revised in March 2023.	
<a href="#"><u>HKSA 220 (Revised), Quality Management for an Audit of Financial Statements</u></a>	Replace cover page, pages 2, 9 and 12 with revised cover page, pages 2, 9 and 12.	Note
HKSA 230, <i>Audit Documentation</i>	Discard HKSA 230 revised in May 2022.	
<a href="#"><u>HKSA 230, Audit Documentation</u></a>	Replace cover page, pages 2, 7 and 13 with revised cover page, pages 2, 7 and 13.	Note
HKSA 250 (Revised), <i>Consideration of Laws and Regulations in an Audit of Financial Statements</i>	Discard HKSA 250 (Revised) revised in March 2023.	
HKSA 260 (Revised), <i>Communication with Those Charged with Governance</i>	Discard HKSA 260 (Revised) revised in May 2022.	
<a href="#"><u>HKSA 260 (Revised), Communication with Those Charged with Governance</u></a>	Replace cover page, pages 2, 8 and 15 with revised cover page, pages 2, 8 and 15.	Note
HKSA 300, <i>Planning an Audit of Financial Statements</i>	Discard HKSA 300 revised in March 2023.	

HKSA 300, <i>Planning an Audit of Financial Statements</i> ("HKSA 300 (Revised 2023)")	Discard HKSA 300 (Revised 2023) revised in March 2023.	
<a href="#"><u>HKSA 300, Planning an Audit of Financial Statements</u></a>	Insert HKSA 300 after HKSA 265, <i>Communicating Deficiencies in Internal Control to Those Charged with Governance and Management</i> revised in March 2023.	Note
HKSA 315 (Revised 2019), <i>Identifying and Assessing the Risks of Material Misstatement</i>	Discard HKSA 315 (Revised 2019) revised in March 2023.	
<a href="#"><u>HKSA 315 (Revised 2019), Identifying and Assessing the Risks of Material Misstatement</u></a>	Replace cover page, pages 2, 15, 62, 72, 75, 76, 84, 89-91 and 94 with revised cover page, pages 2, 15, 62, 72, 75, 76, 84, 89-91 and 94.	Note
<a href="#"><u>HKSA 402, Audit Considerations Relating to an Entity Using a Service Organization</u></a>	Replace cover page, pages 2, 6 and 9 with revised cover page, pages 2, 6 and 9.	- ditto -
<a href="#"><u>HKSA 450, Evaluation of Misstatements Identified during the Audit</u></a>	Replace cover page, pages 2, 6 and 7 with revised cover page, pages 2, 6 and 7.	- ditto -
HKSA 500, <i>Audit Evidence</i>	Discard HKSA 500 revised in March 2023.	
<a href="#"><u>HKSA 510, Initial Audit Engagements – Opening Balances</u></a>	Replace cover page, pages 2, 6, 9-11 and 13 with revised cover page, pages 2, 6, 9-11 and 13.	Note
<a href="#"><u>HKSA 520, Analytical Procedures</u></a>	Replace cover page, pages 2, 5 and 8 with revised cover page, pages 2, 5 and 8.	- ditto -
HKSA 540 (Revised), <i>Auditing Accounting Estimates and Related Disclosures</i>	Discard HKSA 540 (Revised) revised in March 2023	
<a href="#"><u>HKSA 540 (Revised), Auditing Accounting Estimates and Related Disclosures</u></a>	Replace cover page, pages 2, 14 and 26 with revised cover page, pages 2, 14 and 26.	Note
<a href="#"><u>HKSA 550, Related Parties</u></a>	Replace cover page, pages 2, 11, 13, 15-17, 20, 21 and 23-25 with revised cover page, pages 2, 11, 13, 15-17, 20, 21 and 23-25.	- ditto -
<a href="#"><u>HKSA 560, Subsequent Events</u></a>	Replace cover page, pages 2, 3, 6, 8, 9 and 11 with revised cover page, pages 2, 3, 6, 8, 9 and 11.	- ditto -

<a href="#"><u>HKSA 570 (Revised), <i>Going Concern</i></u></a>	Replace cover page, pages 2, 4, 5, 9, 12, 14, 19, 20, 23, 25 and 26 with revised cover page, pages 2, 4, 5, 9, 12, 14, 19, 20, 23, 25 and 26.	- ditto -
HKSA 600, <i>Special Considerations—Audits of Group Financial Statements (Including the Work of Component Auditors)</i>	Discard HKSA 600 revised in March 2023.	
<a href="#"><u>HKSA 600, <i>Special Considerations—Audits of Group Financial Statements (Including the Work of Component Auditors)</i></u></a>	Replace cover page, pages 2, 7, 8, 16, 22, 24, 35, 36 and 44 with revised cover page, pages 2, 7, 8, 16, 22, 24, 35, 36 and 44.	Note
HKSA 610 (Revised 2013), <i>Using the Work of Internal Auditors</i>	Discard HKSA 610 (Revised 2013) revised in March 2023.	
HKSA 620, <i>Using the Work of an Auditor's Expert</i>	Discard HKSA 620 revised in May 2022.	
<a href="#"><u>HKSA 620, <i>Using the Work of an Auditor's Expert</i></u></a>	Replace cover page, pages 2, 7, 11 and 12 with revised cover page, pages 2, 7, 11 and 12.	Note
HKSA 700 (Revised), <i>Forming an Opinion and Reporting on Financial Statements</i>	Discard HKSA 700 (Revised) revised in July 2023.	
<a href="#"><u>HKSA 700 (Revised), <i>Forming an Opinion and Reporting on Financial Statements</i></u></a>	Replace cover page, pages 2, 14, 15, 21, 24, 27-30, 33, 37, 41, 45 and 52 with revised cover page, pages 2, 14, 15, 21, 24, 27-30, 33, 37, 41, 45 and 52.	Note
HKSA 701, <i>Communicating Key Audit Matters in the Independent Auditor's Report</i>	Discard HKSA 701 revised in March 2023.	
<a href="#"><u>HKSA 705 (Revised), <i>Modifications to the Opinion in the Independent Auditor's Report</i></u></a>	Replace cover page, pages 2, 9, 16, 17, 20, 22, 23, 25, 26 and 28 with revised cover page, pages 2, 9, 16, 17, 20, 22, 23, 25, 26 and 28.	Note
<a href="#"><u>HKSA 706 (Revised), <i>Emphasis of Matter Paragraphs and Other Matter Paragraphs in the Independent Auditor's Report</i></u></a>	Replace cover page, pages 2, 6, 14 and 17 with revised cover page, pages 2, 6, 14 and 17.	- ditto -
<a href="#"><u>HKSA 710, <i>Comparative Information—Corresponding Figures and Comparative Financial Statements</i></u></a>	Replace cover page, pages 2, 7, 12, 15, 18 and 21 with revised cover page, pages 2, 7, 12, 15, 18 and 21.	- ditto -
HKSA 720 (Revised), <i>The Auditor's Responsibilities Relating to Other Information</i>	Discard HKSA 720 (Revised) revised in March 2023.	

<a href="#"><u>HKSA 720 (Revised), <i>The Auditor's Responsibilities Relating to Other Information</i></u></a>	Replace cover page, pages 2-4, 8, 10, 19, 21, 26, 29, 31, 32, 34, 37, 40, 41, 43, 44, 46 and 47 with revised cover page, pages 2-4, 8, 10, 19, 21, 26, 29, 31, 32, 34, 37, 40, 41, 43, 44, 46 and 47.	Note
<a href="#"><u>HKSA 800 (Revised), <i>Special Considerations – Audits of Financial Statements Prepared in Accordance with Special Purpose Frameworks</i></u></a>	Replace cover page, pages 2, 5, 6, 16 and 18 with revised cover page, pages 2, 5, 6, 16 and 18.	- ditto -
HKSA 805 (Revised), <i>Special Considerations – Audits of Single Financial Statements and Specific Elements, Accounts or Items of a Financial Statement</i>	Discard HKSA 805 (Revised) revised in December 2021.	
<a href="#"><u>HKSA 805 (Revised), <i>Special Considerations – Audits of Single Financial Statements and Specific Elements, Accounts or Items of a Financial Statement</i></u></a>	Replace cover page, pages 2, 7, 18, 21 and 25 with revised cover page, pages 2, 7, 18, 21 and 25.	Note

## **HONG KONG STANDARDS ON REVIEW ENGAGEMENTS**

HKSRE 2400 (Revised), <i>Engagements to Review Historical Financial Statements</i>	Discard HKSRE 2400 (Revised) revised in December 2021.	
<a href="#"><u>HKSRE 2400 (Revised), <i>Engagements to Review Historical Financial Statements</i></u></a>	Replace cover page, pages 2, 3, 9, 20, 26-28, 33-35, 44, 46, 47, 58, 59, 61, 62, 64, 66, 68, 70 and 72-75 with revised cover page, pages 2, 3, 9, 20, 26-28, 33-35, 44, 46, 47, 58, 59, 61, 62, 64, 66, 68, 70 and 72-75.	Note
<a href="#"><u>HKSRE 2410, <i>Review of Interim Financial Information Performed by the Independent Auditor of the Entity</i></u></a>	Replace cover page, pages 2-4, 6, 16, 18, 21-25, 27, 28, 30, 31, 33 and 34 with revised cover page, pages 2-4, 6, 16, 18, 21-25, 27, 28, 30, 31, 33 and 35.	- ditto -

## **HONG KONG STANDARDS ON ASSURANCE ENGAGEMENTS**

<a href="#"><u>HKSAE 3000 (Revised), <i>Assurance Engagements Other than Audits or Reviews of Historical Financial Information</i></u></a>	Replace cover page, pages 2, 7, 13, 14, 18, 20, 23, 24, 29, 30, 36-39, 45 and 63-65 with revised cover page, pages 2, 7, 13, 14, 18, 20, 23, 24, 29, 30, 36-39, 45 and 63-65.	- ditto -
<a href="#"><u>HKSAE 3402, <i>Assurance Reports on Controls at a Service Organization</i></u></a>	Replace cover page, pages 2, 4, 6, 20, 37, 39 and 40 with revised cover page, pages 2, 4, 6, 20, 37, 39 and 40.	- ditto -

HKSAE 3410, *Assurance Engagements on Greenhouse Gas Statements*

Discard HKSAE 3410 revised in March 2023.

[HKSAE 3410, Assurance Engagements on Greenhouse Gas Statements](#)

Insert HKSAE 3410 after HKSAE 3402, *Assurance Reports on Controls at a Service Organization* revised in January 2024.

Note

## HONG KONG STANDARDS ON RELATED SERVICES

[HKSRS 4400 \(Revised\), Agreed-Upon Procedures Engagements](#)

Replace cover page, pages 2, 4, 5, 8, 9, 11-16, 23, 25, 27 and 28 with revised cover page, pages 2, 4, 5, 8, 9, 11-16, 23, 25, 27 and 28.

- ditto -

[HKSRS 4410 \(Revised\), Compilation Engagements](#)

Replace cover page, pages 2, 5, 7, 9, 12-14, 17, 18, 20, 24, 28, 29 and 32-36 with revised cover page, pages 2, 5, 7, 9, 12-14, 17, 18, 20, 24, 28, 29 and 32-36.

- ditto -

## PRACTICE NOTES

PN 600.1 (Revised), *Reports by the Auditor under the Companies Ordinance (Cap. 622)*

Discard PN 600.1 (Revised) revised in December 2021.

[PN 600.1 \(Revised\), Reports by the Auditor under the Companies Ordinance \(Cap. 622\)](#)

Replace cover page, pages 2, 3 and 19 with revised cover page, pages 2, 3 and 19.

Note

PN 750, *Review of Financial Information under the Hong Kong Listing Rules for a Very Substantial Disposal*

Discard PN 750 revised in May 2022.

[PN 820 \(Revised\), The Audit of Licensed Corporations and Associated Entities of Intermediaries](#)

Replace cover page, pages 2-4 and 56 with revised cover page, pages 2-4 and 56.

Note

[PN 860.1 \(Revised\), The Audit of Retirement Schemes](#)

Replace cover page, pages 2-4, 47, 63 and 69 with revised cover page, pages 2-4, 47, 63 and 69.

- ditto -

PN 900 (Revised), *Audit of Financial Statements Prepared in Accordance with the Small and Medium-sized Entity Financial Reporting Standard*

Discard PN 900 (Revised) revised in July 2023.

## HONG KONG AUDITING PRACTICE GUIDANCE

HKAPG 1000, *Special Considerations in Auditing Financial Instruments*

Discard HKAPG 1000 revised in March 2023.

## Section 2: Pronouncements issued but not yet effective

### HONG KONG STANDARDS ON AUDTING

[HKSA 600 \(Revised\), Special Considerations—Audits of Group Financial Statements \(Including the Work of Component Auditors\) and Conforming and Consequential Amendments to Other Hong Kong Standards Arising from HKSA 600 \(Revised\)](#)

Replace cover page, pages 2, 10, 12, 19, 28, 38, 47, 60-63, 66, 69, 71-74, 76-78, 81, 82, 84-93, 95, 97 and 99 with revised cover page, pages 2, 10, 12, 19, 28, 38, 47, 60-63, 66, 69, 71-74, 76-78, 81, 82, 84-93, 95, 97 and 99.

Note

Note:

Revisions to the Hong Kong Standards on Quality Management, Auditing, Review, Other Assurance, and Related Services Pronouncements to:

- (a) Update the illustrative auditor's reports as a result of the [narrow-scope amendments](#) made to Hong Kong Accounting Standard (HKAS) 1 *Presentation of Financial Statements*.
- (b) Align with the 2022 IAASB Handbook of International Quality Management, Auditing, Review, Other Assurance, and Related Services Pronouncements and other housekeeping changes.

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/305mk.pdf>