

MEMBERS' HANDBOOK

Update No. 285

(Issued 9 January 2023)

VOLUME III

| <u>Document Reference and Title</u> | <u>Instructions</u> | <u>Explanations</u> |
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| Contents of Volume III | Replace pages i to viii with revised pages i to viii. | Revised content pages |

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

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| Preface to the Hong Kong Quality Management, Auditing, Review, Other Assurance, and Related Services Pronouncements ("Preface (Revised 2022)") | Relocate Preface (Revised 2022) revised in September 2022 from Section 2 to Section 1, and insert it after <i>Preface to the Hong Kong Quality Control, Auditing, Review, Other Assurance, and Related Services Pronouncements</i> revised in September 2022. | Note 1 |
| <i>Glossary of Terms Relating to Hong Kong Standards on Quality Control, Auditing, Review, Other Assurance and Related Services</i> | Discard <i>Glossary of Terms Relating to Hong Kong Standards on Quality Control, Auditing, Review, Other Assurance and Related Services</i> revised in December 2021. | - ditto - |
| Glossary of Terms Relating to Hong Kong Standards on Quality Management, Auditing, Review, Other Assurance and Related Services ("Glossary (Revised 2022)") | Relocate Glossary (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after <i>Glossary of Terms Relating to Hong Kong Standards to Quality Control, Auditing, Review, Other Assurance and Related Services</i> revised in May 2022. | - ditto - |

HONG KONG STANDARDS ON QUALITY MANAGEMENT

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| HKSQM 1, Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements | Relocate HKSQM 1 revised in September 2022 from Section 2 to Section 1 and insert it after Glossary (Revised 2022) revised in May 2022. | - ditto - |
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| <u>HKSQM 2, Engagement Quality Reviews</u> | Relocate HKSQM 2 revised in December 2021 from Section 2 to Section 1, and insert it after HKSQM 1 revised in September 2022. | - ditto - |
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HONG KONG FRAMEWORK FOR ASSURANCE ENGAGEMENTS

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| <u>Hong Kong Framework for Assurance Engagements</u> ("Framework (Revised 2022)") | Relocate Framework (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after <i>Hong Kong Framework for Assurance Engagements</i> revised in December 2021. | - ditto - |
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HONG KONG STANDARDS ON ASSURANCE ENGAGEMENTS

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| <u>HKSAE 3000 (Revised), Assurance Engagements Other than Audits or Reviews of Historical Financial Information</u> ("HKSAE 3000 (Revised 2022)") | Relocate HKSAE 3000 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSAE 3000, <i>Assurance Engagements Other than Audits or Reviews of Historical Financial Information</i> revised in December 2021. | - ditto - |
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| <u>HKSAE 3402 (Revised), Assurance Reports on Controls at a Service Organization</u> ("HKSAE 3402 (Revised 2022)") | Relocate HKSAE 3402 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSAE 3402 (Revised), <i>Assurance Reports on Controls at a Service Organization</i> revised in December 2021. | - ditto - |
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| <u>HKSAE 3410 (Revised), Assurance Engagements on Greenhouse Gas Statements</u> ("HKSAE 3410 (Revised 2022)") | Relocate HKSAE 3410 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSAE 3410 (Revised), <i>Assurance Engagements on Greenhouse Gas Statements</i> revised in December 2021. | - ditto - |
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| <u>HKSAE 3420 (Revised), Assurance Engagements to Report on the Compilation of Pro Forma Financial Information Included in a Prospectus</u> ("HKSAE 3420 (Revised 2022)") | Relocate HKSAE 3420 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSAE 3420 (Revised), <i>Assurance Engagements to Report on the Compilation of Pro Forma Financial Information Included in a Prospectus</i> revised in December 2021. | - ditto - |
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HONG KONG STANDARDS ON INVESTMENT CIRCULAR REPORTING ENGAGEMENTS

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| <u>HKSIR 200, Accountants' Reports on Historical Financial Information in Investment Circulars</u> ("HKSIR 200 (Revised 2022)") | Relocate HKSIR 200 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSIR 200, <i>Accountants' Reports on Historical Financial Information in Investment Circulars</i> revised in December 2021. | - ditto - |
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[HKSIR 400, *Comfort Letters and Due Diligence Meetings*](#)
("HKSIR 400 (Revised 2022)")

Relocate HKSIR 400 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSIR 400, *Comfort Letters and Due Diligence Meetings* revised in December 2021.

- ditto -

[HKSIR 500, *Reporting on Profit Forecasts, Statements of Sufficiency of Working Capital and Statements of Indebtedness*](#)
("HKSIR 500 (Revised 2022)")

Relocate HKSIR 500 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSIR 500, *Reporting on Profit Forecasts, Statements of Sufficiency of Working Capital and Statements of Indebtedness* revised in December 2021.

- ditto -

HONG KONG STANDARDS ON RELATED SERVICES

[HKSRS 4400 \(Revised\), *Agreed-Upon Procedures Engagements*](#)
("HKSRS 4400 (Revised 2022)")

Relocate HKSRS 4400 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSRS 4400 (Revised), *Agreed-Upon Procedures Engagements* revised in December 2021.

- ditto -

[HKSRS 4410 \(Revised\), *Compilation Engagements*](#)
("HKSRS 4410 (Revised 2022)")

Relocate HKSRS 4410 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after HKSRS 4410 (Revised), *Compilation Engagements* revised in December 2021.

- ditto -

PRACTICE NOTES

[PN 600.1 \(Revised\), *Reports by the Auditor under the Companies Ordinance \(Cap. 622\)*](#)
("PN 600.1 (Revised 2022)")

Relocate PN 600.1 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 600.1 (Revised), *Reports by the Auditor under the Companies Ordinance (Cap. 622)* revised in December 2021.

- ditto -

[PN 620.2 \(Revised\), *Communication between the Auditor and the Insurance Authority*](#)
("PN 620.2 (Revised 2022)")

Relocate PN 620.2 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 620.2 (Revised), *Communication between the Auditor and the Insurance Authority* revised in December 2021.

- ditto -

[PN 720 \(Revised\), *Acting as Scrutineer at a General Meeting of a Listed Issuer*](#)
("PN 720 (Revised 2022)")

Relocate PN 720 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 720 (Revised), *Acting as Scrutineer at a General Meeting of a Listed Issuer* revised in December 2021.

- ditto -

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| <p><u>PN 730 (Revised), Guidance for Auditors Regarding Preliminary Announcements of Annual Results</u> (“PN 730 (Revised 2022)”)</p> | <p>Relocate PN 730 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 730 (Revised), <i>Guidance for Auditors Regarding Preliminary Announcements of Annual Results</i> revised in December 2021.</p> | <p>- ditto -</p> |
| <p>PN 740, <i>Auditor’s Letter on Continuing Connected Transactions under the Hong Kong Listing Rules</i></p> | <p>Discard PN 740 revised in December 2015.</p> | <p>Note 2</p> |
| <p><u>PN 740, Auditor’s Letter on Continuing Connected Transactions under the Hong Kong Listing Rules</u> (“PN 740 (Revised 2022)”)</p> | <p>Relocate PN 740 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 740 (Revised), <i>Auditor’s Letter on Continuing Connected Transactions under the Hong Kong Listing Rules</i> revised in September 2021.</p> | <p>Note 1</p> |
| <p><u>PN 810.1 (Revised), Licensed Insurance Broker Companies – Compliance with the Insurance (Financial and Other Requirements for Licensed Insurance Broker Companies) Rules</u> (“PN 810.1 (Revised 2022)”)</p> | <p>Relocate PN 810.1 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 810.1 (Revised), <i>Licensed Insurance Broker Companies – Compliance with the Insurance (Financial and Other Requirements for Licensed Insurance Broker Companies) Rules</i> revised in September 2019.</p> | <p>- ditto -</p> |
| <p><u>PN 810.2 (Revised), The Duties of the Auditor of an Insurer authorized under the Insurance Ordinance</u> (“PN 810.2 (Revised 2022)”)</p> | <p>Relocate PN 810.2 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 810.2 (Revised), <i>The Duties of the Auditor of an Insurer authorized under the Insurance Ordinance</i> revised in December 2021.</p> | <p>- ditto -</p> |
| <p><u>PN 820 (Revised), The Audit of Licensed Corporations and Associated Entities of Intermediaries</u> (“PN 820 (Revised 2022)”)</p> | <p>Relocate PN 820 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 820 (Revised), <i>The Audit of Licensed Corporations and Associated Entities of Intermediaries</i> revised in December 2021.</p> | <p>- ditto -</p> |
| <p><u>PN 830 (Revised), Reports by the Auditor under the Banking Ordinance</u> (“PN 830 (Revised 2022)”)</p> | <p>Relocate PN 830 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 830 (Revised), <i>Reports by the Auditor under the Banking Ordinance</i> revised in December 2021.</p> | <p>- ditto -</p> |

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| <p>PN 850 (Revised), <i>Reporting on Flag Days and General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department</i></p> | <p>Discard PN 850 (Revised) revised in November 2021.</p> | <p>- ditto -</p> |
| <p>PN 850 (Revised), <i>Reporting on Flag Days, General Charitable Fund-raising Activities and Solicitation of Signed Authorisation Forms Covered by Public Subscription Permits issued by the Social Welfare Department</i> ("PN 850 (Revised 2021)")</p> | <p>Discard PN 850 (Revised 2021) revised in November 2021.</p> | <p>- ditto -</p> |
| <p><u>PN 850 (Revised), Reporting on Flag Days and General Charitable Fund-raising Activities Covered by Public Subscription Permits issued by the Social Welfare Department</u></p> | <p>Relocate PN 850 (Revised) revised in May 2022 from Section 2 to Section 1 and insert it after PN 840 (Revised), <i>Reporting on Solicitors' Accounts under the Solicitors' Accounts Rules and the Accountant's Report Rules</i> issued in August 2016.</p> | <p>- ditto -</p> |
| <p><u>PN 860.1 (Revised), The Audit of Retirement Schemes</u> ("PN 860.1 (Revised 2022)")</p> | <p>Relocate PN 860.1 (Revised 2022) revised in May 2022 from Section 2 to Section 1, and insert it after PN 860.1 (Revised), <i>The Audit of Retirement Schemes</i> revised in December 2021.</p> | <p>- ditto -</p> |

Notes:

1. The pronouncements are discarded or relocated from Section 2 to Section 1 of Volume III as a result of:
 - (a) HKSQM 1 replaces HKSQC 1 as of 15 December 2022.
 - (b) HKSQM 2 effective for other assurance and related services engagements beginning on or after 15 December 2022.
2. PN 740 is discarded and replaced by PN 740 (Revised), *Auditor's Letter on Continuing Connected Transactions under the Hong Kong Listing Rules* issued in September 2021 which is effective for independent auditor's letters for periods ending on or after 31 December 2021.