SA 800 Series Summary [Key differences]

	SA 800 (SPFS)	SA 805 (SFS/SEFS)	SA 810 (Summary FS)
Examples	SPF • Cash basis of a/c & cash flow info. for creditors. • FR provisions est. by regulator. • FR provisions of contract, eg. bond, loan or project grant.	SEFS • Debtors, allowance for doubtful debts, inventory, intangible • Net tangible assets • Externally managed assets • Disbursement for lease prop. • Employee bonus	
Acceptance?	Check acceptability of AFRF (apply SA 210)	Check acceptability of AFRF Disclosures to understand SFS or SEF & effect of material transactions & events Compliance with SAs not practicable when auditor not auditor of CSFS Doesn't have • same understanding of entity & its environment, IC & • audit evidence about quality of a/c records or other a/c info. need further evidence. For audit of SEFS, certain SAs require disproportionate audit work. Eg. SA 570 for audit of a/c receivable If auditor concludes audit not practicable, discuss with mgt another type of engg..	Only when auditor of FS. Applied criteria acceptable [Nature of Entity, Purpose of FS, Info needs of users, not misleading] Mgt responsibility • Preparation of Summ FS as per applied criteria • Make audited FS available w/o undue difficulty* or describe L/R states otherwise & gives criteria *(Whom/where: public record or process) • Include A/R of Summ FS in doc containing summ. FS
Performing engg.	Materiality [SA 320] o Based on common financial info. needs of users. o Audit of SPFS: Financial info. needs of intended users. SA 315: Understand entity's a/c policies. FS prepared as per contract: Understand sig. interpretations of contract i.e. another reasonable interpretation → material difference in FS. SPFS (as per contract) mgt agrees on threshold below which misstatements will not be corrected → auditor has to determine materiality as per SA 320.	For audit of SEFS, SA 240, SA 550 & SA 570 are relevant. SEFS could be misstated due to fraud, RPTs, or incorrect GC basis of accounting. SA 260 o Determine TCWG to communicate. o Sometimes, TCWG are managing entity. o TCWG for SEFS/SFS may be different from TCWG responsible for CSFS. Audit Evidence o When auditing (both), may use audit evidence obtained as part of audit CSFS. o Obtain SAAE. Inter-relation o CSFS & elements are interrelated. o When auditing SFS/SEFS, not consider SFS/element in isolation.	Procedures: 1. Disclose summ. Nature 2. Contain necessary info. & not misleading 3. Disclose applied criteria 4. Summ FS prepared as per applied criteria 5. Audited FS available to users w/o undue difficulty unless L/R prescribes otherwise

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	SA 260 ○ Determine TCWG to communicate. ○ Sometimes, TCWG are managing entity. ○ TCWG for SPFS may be different from TCWG responsible for GPFS. SA 700: Opinion & reporting.	○ Perform procedures on interrelated items. Materiality ○ Materiality for SFS/SEFs maybe lower than materiality for CSFS ○ Affecting NTE of audit pro. & evaluation of uncorrected misst.	

Reporting	• Evaluate FS describe AFRF
	• FRFs choice: add in mgt resp. para → determing acceptable FRF
	• KAM: SA 701
	• Report containing SPFS info.: SA 720 applies (Annual report)
	• To refer matter in A/R of GPFS: OM para (eg MURG para)
	• EOM Para to alert users:
	  1. Spl purpose framework: not suitable for other purpose
	  2. For specific users: limit distribution & use
		• Separate opinion on SFS/SEFS & CSFS
		• If SFS/SEFS published with CSFS → if presentation not differentiated request mgt → don't issue A/R unless satisfied
		• Modified opinion/MURG/ EOM/OM/Other info in A/R on CSFS → Relevant for A/R on SFS/SEFS?
		Factors [Matter (Nature + pervasive), FRF difference, Time elapsed, period covered]
		• If not relevant: refer (OM para)
		• Adverse/disclaimer (A/R on CSFS): ~~Unmodified~~ opinion on SFS/SEFS
		Exception (SEFS) Not ProPoPu (Prohibited by L/R, Major portion of FS, published with A/R on CSFS)
		• Disclaimer (Results of operations + cash flows): unmodified opinion permitted for state of affairs
			Form of opinion
			Summ. FS
			• Consistent in all material respects
			  OR
			• fair summary
			  of Audited FS
			Spl cases in A/R of audited FS:
			Qualified opinion
			Q opinion, Basis, effect on summ FS
			A/D of Opinion
			A/D of opinion, basis, inappropriate to express opinion on Summ FS
			KAM/EOM/MURG
			Matter + effect on summ FS
			MM in other info.
			MM of other info. + effect on document containing summ FS & A/R
			
			Summary FS not consistent/fair summary of audited FS + mgt doesn't make changes: Adverse opinion

Note:
- This is not alternative to SA 800 material given in Book
- Refer this after 1st time study/revision of SA 800 series from book
- This is for quick recap of topics
- For all Audit related updates, join telegram channel "Clear CA with Shubham Keswani"

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