

'IMPLEMENTING AUDITING PROCEDURES' COMBINED TEXT– 2008 PRINTING

Following the implementation of the Companies Act 2006 there have been a number of minor amendments to the current edition of 'Implementing Auditing Procedures', first published in 2005.

Apart from the obvious change of the statute title from 'Companies Act 1985' to 'Companies Act 2006' there are some other minor changes, the more significant of which are listed below:

page 18 The relevant wording relating to the maintenance of financial records is now as follows:

Section 386 of the Companies Act 2006

- (1) Every company must keep adequate accounting records.
- (2) Adequate accounting records means records that are sufficient
 - (a) to show and explain the company's transactions
 - (b) to disclose with reasonable accuracy, at any time, the financial position of the company at that time, and
 - (c) to enable the directors to ensure that any accounts required to be prepared comply with the requirements of this Act.

pages 19-20 The financial statements required by the new Act include:

- the balance sheet
- the profit and loss account or other form of income statement
- a directors' report
- a directors' remuneration report
- the notes to these statements and notes of the accounting policies adopted
- the auditors' report

pages 99/100 The dates of the financial data now run from 2005 to 2008.

page 103 The year dates now run from 2007 to 2008.

page 109 Q4.5: the year dates now run from 2005 to 2008.

pages 181-185 Case Study: the year date is 200X throughout.

page 211 The illustration showing the auditor's unqualified opinion has an additional point: 'the information given in the Directors' Report is consistent with the financial statements'. This is also shown in the illustrations of audit opinions given on pages 218-221 and 225.

page 241 Simulation 1 Clarke's Limited: the year date has been increased by three years throughout.*

page 269 Simulation 2 DJs Limited: the year date has been increased by six years throughout.*

page 300 Appendix: the mapping of ISAs to SASs has been simplified to the mapping of ISAs to the Unit elements.

* These amendments also therefore apply to the Simulations in the Tutor Pack.