

ISA 210 - TERMS OF AUDIT ENGAGEMENTS - LUXEMBOURG APPENDIX

This Luxembourg appendix to ISA 210 has been initially adopted by the June 1996 IRE general assembly and re-adopted by the June 12, 2007 general assembly.

Explanatory Foreword

ISA 210 is amended to comply with the Luxembourg practice as follows:

Alinea 4

A second paragraph is added to the alinea 4 as follows:

“In Luxembourg, IRE has adopted in June 1995 a standard recommended engagement letter as well as general conditions to be submitted to all clients. Please refer to “ISA 210 Lettres d’engagement”.”

Alinea 8

A second paragraph is added to the alinea 8 as follows:

“An example of an audit engagement letter is set out in the Appendix included in the IFAC Handbook and it is not reproduced here since it has been replaced by “ISA 210 Lettres d’engagement”.”

Alinea 9

A second paragraph is added to the alinea 9 as follows:

“It is recommended to send separate engagement letters as well as general conditions in the case of Luxembourg subsidiaries, branches or divisions of foreign companies.”

Alinea 11

A second paragraph is added to the alinea 11 as follows:

“When the auditor anticipates that there will be no need to revise the terms of the engagement each period, he should state in the engagement letter that such letter will be valid for future periods until cancelled or replaced.”