

**LUXEMBOURG SUPPLEMENT TO
INTERNATIONAL STANDARD ON AUDITING 700 (REVISED)
FORMING AN OPINION AND REPORTING ON FINANCIAL
STATEMENTS**

Introduction

Scope of this ISA

3. For the purpose of the Luxembourg’s statutory audit of financial statements, this ISA applies to an audit of a complete set of general purpose financial statements and is written in that context. [AL/Article 33(2)]

Requirements

Auditor’s Report

20R-1. The auditor’s report shall be in clear and unambiguous language. [AR/Article 10.3]

24e) For the purpose of Luxembourg’s statutory audit, the Opinion in the auditor’s report shall specify the date of and the period covered by the financial statements. [AL/Article 35(2)a)]

28c). [...] In Luxembourg, auditors are subject to ethical requirements from three sources: the IESBA Code including the Luxembourg supplement, the Audit Regulation and the Audit Law (thereafter the “Luxembourg ethical requirements” or “Luxembourg ethical standards”).

Key Audit Matters

30R-1. For statutory audits of financial statements of public-interest entities the auditor shall communicate key audit matters in the auditor’s report in accordance with ISA 701. [AR/Article 10.2(c)]

Auditor’s Responsibilities for the Audit of the Financial Statements

40R-1. For audits of financial statements of public-interest entities, the auditor’s report shall:

- (a) State by whom or which body the auditor(s) was appointed; [AR/Article 10.2(a)]

- (b) Indicate the date of the appointment and the period of total uninterrupted engagement including previous renewals and reappointments of the firm; [AR/Article 10.2(b)]
- (c) Explain in the Auditor's Responsibilities for the Audit of the Financial Statements section to what extent the audit was considered capable of detecting irregularities, including fraud; [AR/Article 10.2(d)]
- (d) Confirm that the audit opinion is consistent with the additional report to the audit committee¹. Except as required by this paragraph, the auditor's report shall not contain any cross-references to the additional report to the audit committee. [AR/Article 10.2(e)]
- (e) Declare that the non-audit services prohibited by the Luxembourg ethical standards were not provided and that the firm remained independent of the entity in conducting the audit; and [AR/Article 10.2(f)] (Ref: Para A52-1)
- (f) Indicate any services, in addition to the audit, which were provided by the firm to the entity and its controlled undertaking(s), and which have not been disclosed in the management report or financial statements. [AR/Article 10.2(g)]

Signature of the statutory auditor

47D-1 The audit report shall be signed and dated by the statutory auditor. Where an audit firm carries out the statutory audit, the audit report shall bear the signature of at least the statutory auditor(s) carrying out the statutory audit on behalf of the audit firm. [AL/Article 35(4)]

Auditor's address

48D-1. For statutory audits of financial statements, the auditor's report shall identify the place of establishment of the firm. [AL/Article 35.2(g)]

Application and Other Explanatory Material

Auditor's Responsibilities for the Audit of the Financial Statements (Ref: Para. 37-40)

¹ Luxembourg supplement to ISA 260 (Revised), "Communication with Those Charged with Governance," paragraph 16R-1.

A52-1. ISA 700 paragraph 39R-1 requires the auditor to provide a declaration in their audit report that they have not breached non-audit services requirements. Where those requirements have been breached, but where the auditor believes that an ‘objective, reasonable and informed third party’ would not conclude that the auditor’s independence had been compromised (perhaps because the breach was minor in nature), then the auditor should issue the auditor’s report, disclosing within it: (i) the nature of the breach; (ii) confirming the auditor’s assessment that their independence had not been compromised; and (iii) stating what had been done to address any risks arising impacting on the independence of the auditor. Before the auditor’s report is signed, this should be discussed and agreed with the audit committee of the entity concerned.

Auditor’s Report Prescribed by Law or Regulation (Ref: Para. 50)

A65-1. Auditor’s reports prepared in compliance with the requirements of this Luxembourg supplement to ISA 700 (Revised) shall comply with ISA 700 (Revised) “Forming an Opinion and Reporting on Financial Statements” issued by the IAASB, including the minimum elements of an auditor’s report required by paragraph 50(a)-(o) of ISA 700 (Revised). Therefore, it does not therefore preclude the auditor from being able to assert compliance with International Standards on Auditing issued by the IAASB.

Auditor’s Report for Audits Conducted in Accordance with Both Auditing Standards of a Specific Jurisdiction and International Standards on Auditing (Ref: Para. 51)

A72-1. The requirements of the Luxembourg supplement to ISAs do not conflict with the requirements in ISAs. An audit conducted in accordance with ISAs and their Luxembourg supplements does not therefore preclude the auditor from being able to assert compliance with International Standards on Auditing issued by the IAASB.