

# UK Company Audit (Mercia)

2021-12 Release

## Mercia's Audit Manual (UK) 2021-10 update

Released December 2021

### 2021-10 - Detailed list of changes

Document	Change/Detail
<b>Planning</b>	
B11 Planning checklist	<ul style="list-style-type: none"> <li>New procedure along with minor amendments to guidance for ISA 210</li> </ul>
B11-FREE Free Form Planning checklist	<ul style="list-style-type: none"> <li>New procedure along with minor amendments to guidance for ISA 210</li> </ul>
B12 Acceptance of appointment or reappointment	<ul style="list-style-type: none"> <li>Reference to Audit Procedures Manual updated</li> </ul>
B13 Compliance with the Ethical Standard	<ul style="list-style-type: none"> <li>Reference to Audit Procedures Manual updated</li> </ul>
B22 Preliminary analytical review	<ul style="list-style-type: none"> <li>Reference to Audit Procedures Manual added</li> </ul>
B23 Audit team discussion	<ul style="list-style-type: none"> <li>Reference to Audit Procedures Manual added</li> </ul>
B33 Audit plan	<ul style="list-style-type: none"> <li>Reference to Audit Procedures Manual updated</li> </ul>
B41 Materiality	<ul style="list-style-type: none"> <li>Reference to Audit Procedures Manual updated</li> </ul>
<b>Work Programmes</b>	
C Taxation	<ul style="list-style-type: none"> <li>Minor changes to Corporation Tax procedures</li> </ul>
D Directors and related parties	<ul style="list-style-type: none"> <li>Additional test added in relation to ISA 550</li> </ul>
I Bank and cash	<ul style="list-style-type: none"> <li>Reference to new supplementary audit programme added</li> </ul>
I3 Cash flow statements supplementary audit programme	<ul style="list-style-type: none"> <li>New supplementary audit programme added</li> </ul>
P Intra group balances, transactions and consolidations	<ul style="list-style-type: none"> <li>Additional test added in relation to ISA 240</li> </ul>
<b>Completion</b>	
A22 Overall review of the financial statements	<ul style="list-style-type: none"> <li>Change of terminology and additional guidance added. Additions for ISA 700</li> </ul>
A27 Summary of misstatements	<ul style="list-style-type: none"> <li>Section for conclusion added.</li> <li>Further guidance added.</li> </ul>
A29 Reporting on irregularities, including fraud in the auditor's report	<ul style="list-style-type: none"> <li>Guidance update for FRC Bulletin: Illustrative Auditor's Reports on United Kingdom Private Sector Financial Statements (August 2021)</li> </ul>
A31 Audit completion checklist	<ul style="list-style-type: none"> <li>New point added for ISA 505 Wording changes for ISA 240, 300, 450 &amp; 620 Separation of duties procedures updated for ISA 450</li> </ul>

A42 Going concern update and evaluation	<ul style="list-style-type: none"> <li>• New guidance added and a reference to the Audit Procedures Manual updated</li> </ul>
A44 Accounting estimates update and evaluation	<ul style="list-style-type: none"> <li>• Reference to Audit Procedures Manual added</li> </ul>
A51 Written representations checklist	<ul style="list-style-type: none"> <li>• Reference to Audit Procedures Manual added and minor wording change</li> </ul>
A52-1 Communication with management checklist	<ul style="list-style-type: none"> <li>• Minor wording change</li> </ul>
A71 Final analytical procedures	<ul style="list-style-type: none"> <li>• Reference to Audit Procedures Manual added</li> </ul>
<b>Permanent File</b>	
PF1-NC New client checklist	<ul style="list-style-type: none"> <li>• Minor wording change</li> </ul>
PF1-6 Using a service organisation	<ul style="list-style-type: none"> <li>• Additional point and guidance</li> </ul>
PF1-9 Component auditors	<ul style="list-style-type: none"> <li>• Minor wording change and reference to Audit Procedures Manual updated</li> </ul>