

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
		<b>Background</b>	<b>Background</b>	Discussion on change from APS 4 and APS 5 to APES 320 and transitional arrangements has been removed. Application requirements has been relocated to an Appendix,
<b>Introduction</b>		<b>Introduction</b>	<b>Introduction</b>	
<b>Scope of this ISQC</b>		ISQC 1 heading not used	ISQC 1 heading not used	
1		1	1	Minor editorial changes.
2		2	2	
3		4 (under Objective)	4	Addition of requirement for a Firm to <u>maintain</u> a system of quality control
<b>Authority of this ISQC</b>		ISQC 1 heading not used	ISQC 1 heading not used	
4	First sequence not used as covered by scope and application.	5 (under Objective)	5	Changes to bring into line with ISQC 1 (December 2008)
5		ISQC 1 para not used	ISQC 1 para not used	
6		ISQC 1 para not used	ISQC 1 para not used	
7	The requirements of this Standard are expressed using "shall"	3		New paragraph from ISQC 1 (December 2008)
8		ISQC 1 para not used	ISQC 1 para not used	
9		ISQC 1 para not used	ISQC 1 para not used	
<b>Effective date</b>		<b>Effective date</b>	<b>Effective date</b>	
10		130	98	
			AUST98.1	Paragraph removed as no longer required
<b>Objective</b>		<b>Objective</b>	ISQC 1 heading not used	
11		3	3	
		AUST6.1	AUST5.1	

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
<b>Definitions</b>		<b>Definitions</b>	<b>Definitions</b>	
12		2	6	Changes to bring into line with ISQC 1 (December 2008)
		AUST2	AUST6.1	Changes to bring into line with other APESB standards
<b>REQUIREMENTS</b>		ISQC 1 heading not used	ISQC 1 heading not used	
<b>Applying, and Complying with, Relevant Requirements</b>		<b>Applying, and Complying with, Relevant Requirements</b>		
13	Need for personnel that are responsible for establishing and maintaining a Firm's quality control system to fully understand and apply requirements of this standard	6		New paragraph from ISQC 1 (December 2008)
14	Need for Firms to comply with all requirements where relevant	7		New paragraph from ISQC 1 (December 2008)
15	Need for Firms to consider establishing their own policies and procedures to meet the objective of this standard	9		New paragraph from ISQC 1 (December 2008)
<b>Elements of a System of Quality Control</b>		<b>Elements of a System of Quality Control</b>	<b>Elements of a System of Quality Control</b>	
16		10	7	Changes to bring into line with ISQC 1 (December 2008)
17		11	8	Changes to bring into line with ISQC 1 (December 2008)
<b>Leadership Responsibilities for Quality within the Firm</b>		<b>Leadership Responsibilities for Quality within the Firm</b>	<b>Leadership Responsibilities for Quality within the Firm</b>	
18		14	9	Changes to bring into line with ISQC 1 (December 2008)
19		17	12	Changes to bring into line with ISQC 1 (December 2008)

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
<b>Relevant Ethical Requirements</b>		<b>Relevant Ethical Requirements</b>	<b>Ethical Requirements</b>	
20		19	14	
<i>Independence</i>		<i>Independence</i>	<i>Independence</i>	
21		24	18	Changes to bring into line with ISQC 1 (December 2008)
		<b>Assurance Practices Only [para's 25-34]</b>	<b>Assurance Practices Only [para's 19-27]</b>	
22		25	19	
23		26	20	Changes to bring into line with ISQC 1 (December 2008)
		27	21	
		28	22	
24		29	23	
25		31	25	Changes to bring into line with ISQC 1 (December 2008)
<b>Acceptance and Continuance of Client Relationships and Specific Engagements</b>		<b>Acceptance and Continuance of Client Relationships and Specific Engagements</b>	<b>Acceptance and Continuance of Client Relationships and Specific Engagements</b>	
26		38	28	Changes to bring into line with ISQC 1 (December 2008)
27		42	28/32	Changes to bring into line with ISQC 1 (December 2008)
28		44	34	Changes to bring into line with ISQC 1 (December 2008)
<b>Human Resources</b>		<b>Human Resources</b>	<b>Human Resources</b>	
29		47	36	Changes to bring into line with ISQC 1 (December 2008)
<i>Assignment of Engagement Teams</i>		Assignment of Engagement Teams	Assignment of Engagement Teams	

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
30		54	42	Changes to bring into line with ISQC 1 (December 2008)
31		56	44	Changes to bring into line with ISQC 1 (December 2008)
<b>Engagement Performance</b>		<b>Engagement Performance</b>	<b>Engagement Performance</b>	
32		58	46	Changes to bring into line with ISQC 1 (December 2008)
33	The Firm's review responsibility policies and procedures shall be determined on the basis that work of less experienced team members is reviewed by more experienced Engagement Team members.	63		New paragraph from ISQC 1 (December 2008)
<i>Consultation</i>		64	Consultation	
34		66	51	Changes to bring into line with ISQC 1 (December 2008)
<i>Engagement Quality Control Review</i>		Engagement Quality Control Review	Engagement Quality Control Review	
		<b>Assurance Practices Only [para's 69-92]</b>	<b>Assurance Practices Only [para's 56-73]</b>	
35		70	60	
36		72	61/63	Changes to bring into line with ISQC 1 (December 2008)
37	Policies and procedures to require the Engagement Quality Control Review to include specific matters	73		New paragraph from ISQC 1 (December 2008)
38	Further requirements to be considered in relation to listed entities	77		New paragraph from ISQC 1 (December 2008)
<i>Criteria for the Eligibility of Engagement Quality Control Reviewers</i>		Criteria for the Eligibility of Engagement Quality Control Reviewers	Criteria for the Eligibility of Engagement Quality Control Reviewers	

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
39		80	68	Changes to bring into line with ISQC 1 (December 2008)
40	Policies and procedures to maintain the objectivity of the Engagement Quality Control Reviewer	83		New paragraph from ISQC 1 (December 2008)
41	Policies and procedures to provide for replacement of Reviewer where objectivity may be impaired	87		New paragraph from ISQC 1 (December 2008)
<i>Documentation of the Engagement Quality Control Review</i>		Documentation of the Engagement Quality Control Review	Documentation of the Engagement Quality Control Review	
42		88	73	Changes to bring into line with ISQC 1 (December 2008)
<i>Differences of Opinion</i>		Differences of Opinion	Differences of Opinion	
43		89	57	Changes to bring into line with ISQC 1 (December 2008)
44		90	58	Changes to bring into line with ISQC 1 (December 2008)
<i>Engagement Documentation</i>		Engagement Documentation	Engagement Documentation	
<i>Completion of the Assembly of Final Engagement Files</i>		Completion of the Assembly of Final Engagement Files	Completion of the Assembly of Final Engagement Files	
45		93	73a	
<i>Confidentiality, Safe Custody, Integrity, Accessibility and Retrievability of Engagement Documentation</i>		Confidentiality, Safe Custody, Integrity, Accessibility and Retrievability of Engagement Documentation	Confidentiality, Safe Custody, Integrity, Accessibility and Retrievability of Engagement Documentation	
46		96	73d	
<i>Retention of Engagement Documentation</i>		Retention of Engagement Documentation	Retention of Engagement Documentation	
47		101	73i	
<b>Monitoring</b>		<b>Monitoring</b>	<b>Monitoring</b>	

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
<i>Monitoring the Firm's Quality Control Policies and Procedures</i>		Monitoring the Firm's Quality Control Policies and Procedures		
48		106	74	Changes to bring into line with ISQC 1 (December 2008)
		<b>Assurance Practices Only [para's 110-120]</b>	<b>Assurance Practices Only [para's 77-87]</b>	
<i>Evaluating, Communicating and Remediating Identified Deficiencies</i>		Evaluating, Communicating and Remediating Identified Deficiencies		
49		112	81	
50		113	82	
51		115	83	Changes to bring into line with ISQC 1 (December 2008)
52		116	84	Changes to bring into line with ISQC 1 (December 2008)
53		117	85	Changes to bring into line with ISQC 1 (December 2008)
54		118	87	Changes to bring into line with ISQC 1 (December 2008)
			88	
<i>Complaints and Allegations</i>		Complaints and Allegations	Complaints and Allegations	
55		119	89/91	
		120	90	
56		122	93	Changes to bring into line with ISQC 1 (December 2008)
<b>Documentation of the System of Quality Control</b>		<b>Documentation of the System of Quality Control</b>	<b>Documentation</b>	
57		124	94	
58	Policies and procedures re documentation	128	97	
59	Policies and procedures re documentation of complaints and allegations	129		New paragraph from ISQC 1 (December 2008)

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
<b>Application and Other Explanatory Material</b>		ISQC 1 heading not used		
<b>Applying, and Complying with, Relevant Requirements</b>		Uses same heading as per above		
<i>Considerations Specific to Smaller Firms</i>		ISQC 1 heading not used		
A1	Guidance on application of paragraph 14	8		New paragraph from ISQC 1 (December 2008)
<b>Elements of a System of Quality Control</b>		Uses same heading as per above	Uses same heading as per above	
A2		12	8	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations Specific to Smaller Firms</i>		Considerations Specific to Smaller Firms		
A3	Guidance on application of paragraph 17	13		New paragraph from ISQC 1 (December 2008)
<b>Leadership Responsibilities for Quality within the Firm</b>		Uses same heading as per above		
<i>Promoting an Internal Culture of Quality</i>		ISQC 1 heading not used		
A4		15	10	Changes to bring into line with ISQC 1 (December 2008)
A5		16	11	Changes to bring into line with ISQC 1 (December 2008)
<i>Assigning Operational Responsibility for the Firm's System of Quality Control</i>		ISQC 1 heading not used		
A6		18	13	Changes to bring into line with ISQC 1 (December 2008)
<b>Relevant Ethical Requirements</b>		Uses same heading as per above		
<i>Compliance with Relevant Ethical Requirements</i>		Uses similar heading as per above		

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ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
A7		20	15	
A8		21	16	Changes to bring into line with ISQC 1 (December 2008)
A9		22	17	Changes to bring into line with ISQC 1 (December 2008)
<i>Definitions of "Firm", "Network" and "Network Firms"</i>		Definitions of "Firm", "Network" and "Network Firms"		
A10	Guidance on application of paragraphs 20-25	23		New paragraph based on ISQC 1 (December 2008) - modified for Australian context
<i>Written Confirmation</i>		ISQC 1 heading not used		
A11		30	24	
<i>Familiarity Threat</i>		ISQC 1 heading not used		
A12		32	25	Changes to bring into line with ISQC 1 (December 2008)
A13		33	26	Changes to bring into line with ISQC 1 (December 2008)
A14		34	27	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations specific to public sector organisations</i>		Considerations specific to public sector organisations		
A15	Guidance on application of paragraph 25	35		New paragraph from ISQC 1 (December 2008)
A16	Guidance on application of paragraph 25	36		New paragraph from ISQC 1 (December 2008)
A17	Guidance on application of paragraph 25	37		New paragraph from ISQC 1 (December 2008)
<b>Acceptance and Continuance of Client Relationships and Specific Engagements</b>		Uses same heading as per above		



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ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
<i>Competence, Capabilities and Resources</i>		ISQC 1 heading not used		
A18		39	31	Changes to bring into line with ISQC 1 (December 2008)
<i>Integrity of Client</i>		ISQC 1 heading not used		
A19		40	29	Changes to bring into line with ISQC 1 (December 2008)
A20		41	30	Changes to bring into line with ISQC 1 (December 2008)
<i>Continuance of Client Relationship</i>		ISQC 1 heading not used		
A21		43	33	Changes to bring into line with ISQC 1 (December 2008)
<i>Withdrawal</i>		ISQC 1 heading not used		
A22		45	35	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations specific to public sector organisations</i>		Considerations specific to public sector organisations		
A23	Guidance on application of paragraphs 26-28	46		New paragraph from ISQC 1 (December 2008)
<b>Human Resources</b>		Uses same heading as per above		
A24		48	37	Changes to bring into line with ISQC 1 (December 2008)
A25		49	38	Changes to bring into line with ISQC 1 (December 2008)
A26		50	39	Changes to bring into line with ISQC 1 (December 2008)
A27		51	39	Changes to bring into line with ISQC 1 (December 2008)

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ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
A28		52	40	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations Specific to Smaller Firms</i>		Considerations Specific to Smaller Firms		
A29		53	41	
<i>Assignment of Engagement Teams</i>		Assignment of Engagement Teams		
<i>Engagement Partners</i>		ISQC 1 heading not used		
A30		55	43	
<i>Engagement Teams</i>		ISQC 1 heading not used		
A31		57	45	Changes to bring into line with ISQC 1 (December 2008)
<b>Engagement Performance</b>		Uses same heading as per above	Uses same heading as per above	
<i>Consistency in the Quality of Engagement Performance</i>		ISQC 1 heading not used		
A32		59	47	Changes to bring into line with ISQC 1 (December 2008)
A33		60	48	Changes to bring into line with ISQC 1 (December 2008)
<i>Supervision</i>		ISQC 1 heading not used		
A34		61	49	Changes to bring into line with ISQC 1 (December 2008)
<i>Review</i>		ISQC 1 heading not used		
A35		62	50	Changes to bring into line with ISQC 1 (December 2008)
<i>Consultation</i>		ISQC 1 heading not used		

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ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
A36		65	52	Changes to bring into line with ISQC 1 (December 2008)
A37		66	53	Changes to bring into line with ISQC 1 (December 2008)
A38		67	54	Changes to bring into line with ISQC 1 (December 2008)
A39		69	56	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations Specific to Smaller Firms</i>		Considerations Specific to Smaller Firms		
A40		68	55	Changes to bring into line with ISQC 1 (December 2008)
<i>Engagement Quality Control Review</i>		Uses same heading as per above		
<i>Criteria for an Engagement Quality Control Review</i>		ISQC 1 heading not used		
A41		71	62	Changes to bring into line with ISQC 1 (December 2008)
<i>Nature, Timing and Extent of the Engagement Quality Control Review</i>		Uses same heading as per above		
A42	Guidance on application of paragraphs 36-37	74		New paragraph from ISQC 1 (December 2008)
A43		75	66	Changes to bring into line with ISQC 1 (December 2008)
A44		76	64	Changes to bring into line with ISQC 1 (December 2008)
<i>Engagement Quality Control Review of a Listed Entity</i>		ISQC 1 heading not used		
A45		78	65	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations specific to public sector organisations</i>		ISQC 1 heading not used		

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ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
A46	Guidance on application of paragraphs 38	79		New paragraph from ISQC 1 (December 2008)
<i>Criteria for the Eligibility of Engagement Quality Control Reviewers</i>		Uses same heading as per above		
<i>Sufficient and Appropriate Technical Expertise, Experience and Authority</i>		ISQC 1 heading not used		
A47		81	69	Changes to bring into line with ISQC 1 (December 2008)
<i>Consultation with the Engagement Quality Control Reviewer</i>		ISQC 1 heading not used		
A48		82	71	Changes to bring into line with ISQC 1 (December 2008)
<i>Objectivity of the Engagement Quality Control Reviewer</i>		ISQC 1 heading not used		
A49		84	70	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations Specific to Smaller Firms</i>		Considerations Specific to Smaller Firms		
A50		85	72	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations specific to public sector organisations</i>		Considerations specific to public sector organisations		
A51	Guidance on application of paragraphs 40	86		New paragraph from ISQC 1 (December 2008)
<i>Differences of Opinion</i>		Uses same heading as per above	Uses same heading as per above	
A52	Guidance on application of paragraphs 43	91	58	
A53		92	59	
<i>Engagement Documentation</i>		Uses same heading as per above	Uses same heading as per above	
A54	Guidance on application of paragraphs 45	94	73b	Changes to bring into line with ISQC 1 (December 2008)

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ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
A55		95	73c	
<i>Confidentiality, Safe Custody, Integrity, Accessibility and Retrievability of Engagement</i>		Uses same heading as per above	Uses same heading as per above	
A56		97	73e	
A57		98	73f	Changes to bring into line with ISQC 1 (December 2008)
A58		99	73g	
A59		100	73h	Changes to bring into line with ISQC 1 (December 2008)
<i>Retention of Engagement Documentation</i>		Uses same heading as per above	Uses same heading as per above	
A60		102	73j	
A61		103	73j	
A62		104	73k	Changes to bring into line with ISQC 1 (December 2008)
<i>Ownership of engagement documentation</i>		Ownership of engagement documentation	Ownership of engagement documentation	
A63		105	73l	
<b>Monitoring</b>		Uses same heading as per above	Uses same heading as per above	
<i>Monitoring the Firm's Quality Control Policies and Procedures</i>		Uses same heading as per above	Uses same heading as per above	
A64		107	75	
			76	
A65		108	77	Changes to bring into line with ISQC 1 (December 2008)
A66		AUST109	78	
A67		110	79	
<i>Considerations Specific to Smaller Firms</i>		Considerations Specific to Smaller Firms		
A68		111	80	Changes to bring into line with ISQC 1 (December 2008)

## Comparison of ISQC 1 with ED 01/09 APES 320 (2009) and APES 320 (May 2006)

ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
<i>Communicating Deficiencies</i>		Uses similar heading as per above		
A69		114	86	Changes to bring into line with ISQC 1 (December 2008)
<i>Complaints and Allegations</i>		Uses same heading as per above		
<i>Source of Complaints and Allegations</i>		ISQC 1 heading not used		
A70		110		
<i>Investigation Policies and Procedures</i>				
		<b>Assurance Practices Only [para 121]</b>	<b>Assurance Practices Only [para 92]</b>	
A71	Guidance on application of paragraphs 56	121	92	Changes to bring into line with ISQC 1 (December 2008)
<i>Considerations Specific to Smaller Firms</i>		Considerations Specific to Smaller Firms		
A72	Guidance on application of paragraphs 56	123		New paragraph from ISQC 1 (December 2008)
<b>Documentation of the System of Quality Control</b>		Uses same heading as per above		
A73		125	96	Changes to bring into line with ISQC 1 (December 2008)
A74	Guidance on application of paragraphs 57	126		New paragraph from ISQC 1 (December 2008)

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ISQC 1 (December 2008 draft)		ED 01/09 APES 320 (2009)	APES 320 (May 2006)	Main Changes to be made to APES 320
<i>Considerations Specific to Smaller Firms</i>				
A75	Guidance on application of paragraphs 57	127		New paragraph from ISQC 1 (December 2008)