

# Enhanced auditor's report

## Survey of first year experience in Singapore

### At a glance

The enhanced auditor reporting standards, which became effective for audits of financial statements with periods ended from 15 December 2016, led to the issuance of longer, more informative reports by auditors.

#### Key changes

- Communication of **Key Audit Matters ("KAMs")**, being the most significant matters in the audit of the financial statements of listed entities
- Reporting on **Other Information ("OI")** contained in the annual report

Separately in January 2017, ACRA, MAS and SGX sent a joint letter to audit committees of listed companies urging them to consider providing commentary in the upcoming annual reports on the significant financial reporting matters specific to their listed company (**"AC Commentary"**).

#### Key observations from survey of close to 500 entities listed on the SGX

##### 1 Key Audit Matters

Average  
**2.3** KAMs

Range from  
**zero to 8**

##### Top 5 KAMs

	Valuation of loans and receivables		Revenue recognition (non-fraud)		Impairment of goodwill and intangible assets
	Valuation of property, plant and equipment		Valuation of investment properties		

##### 2 Other Information

**85%** had provided all OI by the date of the auditor's report

##### 3 AC Commentary

**40%** included AC Commentary in the annual report

Only 11% met the 3-part request made by ACRA-MAS-SGX

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#### Access the full details of our report

Observations from our survey of the first set of annual reports issued in Singapore after the enhanced auditor reporting standards became effective.

Scan the QR code and download the full report

#### Lets talk

Here at PwC, we have listened, we have understood and we are ready to embrace the transformation.

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