



Auditing and Assurance Standards Council

February 8, 2010

**TO : Philippine Institute of Certified Public Accountants
Association of CPAs in Public Practice
Organizations Interested in Auditing Standards**

The **Auditing and Assurance Standards Council (AASC)** is the body authorized to establish and promulgate generally accepted auditing standards in the Philippines. The AASC pronouncements are adopted from the International Standards on quality control, auditing, review, other assurance and related services and International Practice Statements issued by the International Auditing and Assurance Standards Board (IAASB). The IAASB was established by the International Federation of Accountants (IFAC) to develop and issue such pronouncements, collectively referred to as "IAASB's Standards and Practice Statements."

The main objective of the AASC in adopting IAASB's Standards and Practice Statements is to attain uniformity of the local auditing standards and other pronouncements with the IAASB's pronouncements. This harmonization is expected to enhance the reliability and acceptability of audited financial statements of Philippine companies.

In connection with its standard-setting function, the AASC has approved the distribution for comment of the following exposure draft (ED):

ED No. 115 : PAPS 1000Ph (Revised), *Audit Evidence – Practical Problems in Audit of Financial Statements*

The above proposed PAPS 1000Ph (Revised) provides a Philippine-specific practical guidance to auditors on how to deal with situations where clients are unable to prepare and submit to the auditor information, such as supporting schedules, reports, computations and similar information that the auditor needs to perform and complete his audit work.

The AASC wishes to obtain your comments on the above ED, as well as the views of the members of your organization and other interested parties. In order to achieve maximum exposure and feedback, the AASC encourages the reproduction of the ED. The comments obtained will be considered in developing the final pronouncement.



- 2 -

Comments should be submitted so as to be received by **May 9, 2010**, preferably by e-mail, or on a computer diskette or in writing. Comments should be addressed to:

Judith V. Lopez
Chairman
Auditing and Assurance Standards Council
c/o Philippine Institute of Certified Public Accountants
PICPA House, 700 Shaw Boulevard
Mandaluyong City

E-mail address: judith.lopez@ph.pwc.com

We thank you for your cooperation in this effort to establish and improve generally accepted auditing standards in the Philippines. We look forward to receiving your comments.

Very truly yours,

Judith V. Lopez
Chairman