

Fund Name		Prepared By		Reviewed By	
Year End		Date		Date	

Objective

1. To assist with the identification, evaluation and treatment of threats to compliance with the fundamental principles;
2. To determine whether accepting any new client engagement or continuing any existing engagement would create any threats to compliance with the fundamental principles.

Instructions:

1. Prior to accepting any new engagement, or commencing any recurring engagement, consider whether acceptance of the engagement would give rise to any threat(s) to the fundamental principles listed below.
2. Review *Client Cover sheet* and the fund's *trust deed* to determine the identity of the fund's trustees and members to assist in identifying any threats to objectivity.
3. Review *WP A3, question 4*, to identify any threats resulting from a lack of client integrity.
4. Review *WP A3 and A4* to identify the scope of the audit including high risk areas to assist in determining any threats to professional competence and due care.
5. Review *sections 220 to 280 of APES 110* and consider whether any of the examples of threats to compliance with the fundamental principles listed in these sections are present within this particular engagement.
6. List any identified threats below along with an evaluation and safeguards to reduce the threat to an acceptable level.

Identified Situation / Threat 1:

Fundamental Principle	Evaluation	Treatment (Safeguard)
<input type="checkbox"/> Integrity <input type="checkbox"/> Objectivity <input type="checkbox"/> Prof Comp & Due Care <input type="checkbox"/> Confidentiality <input type="checkbox"/> Prof Behaviour	<input type="checkbox"/> Significant <input type="checkbox"/> High <input type="checkbox"/> Medium <input type="checkbox"/> Low	

Identified Situation / Threat 2:

Fundamental Principle	Evaluation	Treatment (Safeguard)
<input type="checkbox"/> Integrity <input type="checkbox"/> Objectivity <input type="checkbox"/> Prof Comp & Due Care <input type="checkbox"/> Confidentiality <input type="checkbox"/> Prof Behaviour	<input type="checkbox"/> Significant <input type="checkbox"/> High <input type="checkbox"/> Medium <input type="checkbox"/> Low	

- (Tick if applicable) We have reviewed the references listed in the instructions above and have not
- ☐ identified any threats to compliance with the fundamental principles associated with the acceptance or continuance of this engagement.