

Model 1(c) : Adequate Disclosure on Going Concern – Emphasis of Matter (paragraph 33 of ISA 570)

**REPORT OF THE AUDITORS FOR COMPANIES INCORPORATED IN MALAYSIA
PURSUANT TO THE COMPANIES ACT, 1965**

Company No : xxxx - x

**Report of the auditors to the Members of
XYZ Sdn Bhd**
(Incorporated in Malaysia)

We have audited the financial statements of XYZ Sdn Bhd as set out on pages to .

The financial statements are the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act 1965 and for no other purpose. We do not assume responsibility towards any other person for the content of this report.

We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- a) the financial statements have been properly drawn up in accordance with the provisions of the Companies Act, 1965 and MASB approved accounting standards so as to give a true and fair view of :-
 - (i) the state of affairs of the Company as at 31st December 20xx and of the results and cash flows of the Company for the year ended on that date; and
 - (ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company.

and

- b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.

Without qualifying our opinion, we draw attention to Note... to the financial statements. The company incurred a net loss of.....during the year ended 31 December 20xx and, as of that date, the Company's current liabilities exceeded its current assets (or total assets) by These conditions, along with other matters as set forth in Note..... to the financial statements, indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern.

ABC & Co (AF-xxxx)
Chartered Accountants
City (Office responsible for the audit)
Dated : xx/xx/20xx

XXX - Partner
No. xxxx/xx/xx(J/PH)

*Note: In extreme cases, such as situations involving multiple material uncertainties that are significant to the financial statements, the auditor may consider it appropriate to express a **disclaimer of opinion** instead of adding an emphasis of matter paragraph.*

Model 1(d) : Inadequate Disclosure on Going Concern – except for (paragraph 34 of ISA 570)

**REPORT OF THE AUDITORS FOR COMPANIES INCORPORATED IN MALAYSIA
PURSUANT TO THE COMPANIES ACT, 1965**

Company No : xxxx - x

**Report of the auditors to the Members of
XYZ Sdn Bhd**
(Incorporated in Malaysia)

We have audited the financial statements of XYZ Sdn Bhd as set out on pages to .

The financial statements are the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act 1965 and for no other purpose. We do not assume responsibility towards any other person for the content of this report.

We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Company's financing arrangements expire and amounts outstanding are payable on <date>. The Company has been unable to renegotiate or obtain alternative financing. The financial statements (and notes thereto) do not disclose this fact.

In our opinion, except for the omission of the information included in the preceding paragraph:

- b) the financial statements have been drawn up in accordance with the provisions of the Companies Act, 1965 and MASB approved accounting standards in Malaysia so as to give a true and fair view of :-
 - (iii) the state of affairs of the Company as at 31st December 20xx and of the results and cash flows of the Company for the year ended on that date; and
 - (iv) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company.

and

- b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.

ABC & Co (AF-xxxx)
Chartered Accountants

XXX - Partner
No. xxxx/xx/xx (J/PH)

City (Office responsible for the audit)

Dated : xx/xx/20xx

Model 1(e) : Inadequate Disclosure on Going Concern – Adverse (paragraph 34 of ISA 570)

**REPORT OF THE AUDITORS FOR COMPANIES INCORPORATED IN MALAYSIA
PURSUANT TO THE COMPANIES ACT, 1965**

Company No : xxxx – x

**Report of the auditors to the Members of
XYZ Sdn Bhd**
(Incorporated in Malaysia)

We have audited the financial statements of XYZ Sdn Bhd as set out on pages to .

The financial statements are the responsibility of the Company's directors.

It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act 1965 and for no other purpose. We do not assume responsibility towards any other person for the content of this report.

We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Company's financing arrangements expired and the amount outstanding was payable on <date>. The company has been unable to renegotiate or obtain replacement financing and is considering filing for bankruptcy. These events indicate a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern and therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business.

In our opinion:

- c) because of the omission of the information mentioned in the preceding paragraph, the financial statements have not been properly drawn up in accordance with the provisions of the Companies Act, 1965 and MASB approved accounting standards and do not give a true and fair view of:-
 - (v) the state of affairs of the Company as at 31st December 20xx and of the results and cash flows of the Company for the year ended on that date; and
 - (vi) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company.

and

- b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.

ABC & Co (AF-xxxx)
Chartered Accountants
City (Office responsible for the audit)
Dated : xx/xx/20xx

XXX - Partner
No. xxxx/xx/xx (J/PH)

Model 1(f) : Limitation of scope – Disclaimer of opinion

**REPORT OF THE AUDITORS FOR COMPANIES INCORPORATED IN MALAYSIA
PURSUANT TO THE COMPANIES ACT, 1965**

Company No : xxxx - x

**Report of the auditors to the Members of
XYZ Sdn Bhd**
(Incorporated in Malaysia)

We were engaged to audit the financial statements of XYZ Sdn Bhd as set out on pages to.

The financial statements are the responsibility of the Company's directors.

An audit is conducted in accordance with approved standards on auditing in Malaysia. Those standards require that an auditor plans and performs the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors as well as evaluating the overall financial statement presentation.

The Company's financing arrangements expire and amounts outstanding are payable on <date>. The company has been unable to renegotiate or obtain replacement financing. We are not able to confirm or dispel, in the absence of management's assessment, the existence of plans management has put in place to address the above.

In view of the significance of the matters discussed in the preceding paragraph, we are unable to form an opinion as to whether the financial statements have been properly drawn up in accordance with the provisions of the Companies Act, 1965 and MASB approved accounting standards so as to give a true and fair view of:

- (vii) the state of affairs of the Company as at 31st December 20xx and of the results and cash flows of the Company for the year ended on that date; and
- (viii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Company.

However, in our opinion the accounting and other records and the registers required by the Companies Act 1965 to be kept by the Company have been properly kept in accordance with the provisions of the said Act.

ABC & Co (AF-xxxx)
Chartered Accountants
City (Office responsible for the audit)
Dated : xx/xx/20xx

XXX - Partner
No. xxxx/xx/xx (J/PH)