

part 2

Q.3 what do you mean by the following: 1. Historical financial information , 2. Applicable FRF , 3. Misstatement 4.TCWG.

Ans.

1. Historical financial info :-

means information expressed in financial terms of a particular entity which derived from entity's accounting system , about entity's economic events occurring in past time period or about economic conditions and circumstances at points in time in the past .

2. Applicable Financial reporting framework:-

FRF used by MGT and TCWG in preparation and presentation of FS that's acceptable in view of nature of entity and objective of FS and also required by law and regulation.

3. Misstatement :-

Difference b/w amount/classification/presentation or disclosure of reported FS item and amount/classification/presentation or disclosure required as per applicable FRF respectively.

Note- diff may occur due to fraud or error.

In short- ACPD reported in FS vs ACPD required by applicable FRF.

4. Those charged with governance (TCWG):-

One or more, person or organisation with responsibility for

overseeing the strategic direction of an entity and obligations related to the accountability of entity.

Eg: CEO, CFO, MD, KMP etc.