

# AUDITING AND ASSURANCE STANDARDS COMMITTEE

## QUALITY MANAGEMENT MANUAL ADVISORY PANEL

### TERMS OF REFERENCE

#### Objective

Quality Management Manual Advisory Panel (“Advisory Panel”) is set up under the auspices of the Auditing and Assurance Standards Committee (“AASC”) to ensure the Institute’s quality management manual would assist firms performing audits or reviews of financial statements, or other assurance or related services engagements to establish policies or procedures complying with the requirements of Hong Kong Standards on Quality Management (HKQMs).

#### Date of establishment

October 2021

#### Composition

The Advisory Panel reports to the AASC and all members are nominated by the AASC. The Advisory Panel consists of three to six members who collectively possess the following skillsets:

- (a) be technically competent on HKSQMs.
- (b) have practical experience and direct knowledge of quality management of firms performing audits or reviews of financial statements, or other assurance or related services engagements.

#### Terms of Reference

1. To ensure the Institute’s quality management manual is:
  - technically consistent under HKSQMs;
  - substantially addressed quality management requirements under HKSQMs for firms performing audits or reviews of financial statements, or other assurance or related services engagements.
  - implementable for firms performing audits or reviews of financial statements, or other assurance or related services engagements in Hong Kong.
2. To provide recommendations to improve the Institute’s quality management manual for compliance with the HKSQMs for firms performing audits or reviews of financial statements, or other assurance or related services engagements.
3. To perform such other functions as directed by the AASC on matters relating to the Institute’s quality management manual.

October 2021