

OPERATIONS STATISTICS - 2010
REVIEW OF MODIFIED AUDITORS' REPORTS
For the period from 1 January 2010 to 28 February 2010

	Current Period	Since commencement ¹
Total modified auditors' reports issued in the period	5	162
<u>Screening of modified auditors' reports</u> ²		
In progress	-	-
Completed	5	162
Total	5	162
<u>Review of modified auditors' reports</u> ²		
In progress	-	-
Completed	4	73
Total	4	73
<u>Enquiry</u> ³		
In progress		
- Brought forward	1	N/A
- Initiated in the period	-	1
Completed	-	1
Total	1	2

Notes :

1. The review of modified auditors' reports commenced on 16 July 2008, i.e. one year after the FRC started its operation.
2. All modified auditors' reports issued are screened by the FRC. No review is performed when the modification relates to an emphasis of matter with no apparent non-compliance with accounting requirements. Reviews are performed on all other modified auditors' reports.
3. After the review of the modified auditor's report, the FRC identified potential non-compliance with accounting requirements. Hence, an enquiry was initiated.