

INDEPENDENT AUDITOR'S REPORT

To the Shareholders and Board of Directors of [Company Name]

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of [Company Name], which comprise the balance sheet as of [Date], and the related statements of income, changes in equity, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of [Date], and its financial performance and its cash flows for the year then ended in accordance with [Accounting Framework, e.g., GAAP/IFRS].

Basis for Qualified Opinion

As discussed in Note [X] to the financial statements, the Company capitalized certain operating expenses as fixed assets during the year ended [Date]. In our opinion, these expenses, totaling \$[Amount], should have been expensed as incurred to comply with [Accounting Framework]. Accordingly, fixed assets are overstated by \$[Amount], and net income and retained earnings are overstated by \$[Amount] (net of tax effects, if applicable) for the year then ended.

We conducted our audit in accordance with auditing standards generally accepted in [Jurisdiction]. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company and have fulfilled our other ethical responsibilities. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with [Accounting Framework], and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

[Signature of the Auditor/Firm]

[Auditor's Address]

[Date]