

REPORT OF THE INDEPENDENT AUDITOR

To the Shareholders of [Company Name]

Disclaimer of Opinion

We were engaged to audit the financial statements of [Company Name], which comprise the statement of financial position as at [Date], and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

We do not express an opinion on the accompanying financial statements of the Company. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

[Insert first uncertainty, e.g., We were unable to obtain evidence regarding the valuation of inventory totaling \$X due to destruction of records.]

[Insert second uncertainty, e.g., The company is a defendant in a lawsuit seeking damages of \$Y. We were unable to confirm the potential outcome or the adequacy of related provisions.]

[Insert third uncertainty, e.g., Significant doubt exists regarding the company's ability to continue as a going concern due to recurring losses and breach of loan covenants.]

The interaction of these multiple uncertainties and their possible cumulative effect on the financial statements is such that it is not possible for us to form an opinion on the financial statements as a whole.

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

[Standard wording regarding management's responsibility for the preparation of financial statements and internal controls.]

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to conduct an audit of the Company's financial statements in accordance with International Standards on Auditing and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

[Signature of Auditor]

[Auditor's Address]

[Date]