

Sample: Emphasis of Matter Paragraph

[Letterhead or Name of Auditor]

Emphasis of Matter

We draw attention to Note X to the financial statements, which describes the uncertainty relating to the outcome of the lawsuit filed against the Company. Our opinion is not modified in respect of this matter.

[Signature of the Auditor]

[Date]

[Place]

Important Notes:

- An Emphasis of Matter paragraph is included in the auditor's report to highlight a matter presented or disclosed in the financial statements that is fundamental to users' understanding.
- It does not modify the auditor's opinion.
- The paragraph must reference the relevant note in the financial statements.
- It should appear after the Basis for Opinion paragraph in the auditor's report.
- The paragraph title "Emphasis of Matter" is required.