

Qualified Audit Report

For Asset Audit

To the Board of Directors

[Entity Name]

Date: [Report Date]

Introduction

We have audited the accompanying **statement of assets** of **[Entity Name]** as at **[Balance Sheet Date]** in accordance with the applicable auditing standards.

Management's Responsibility

The management is responsible for the preparation of the statement of assets in accordance with generally accepted accounting principles, and for designing, implementing, and maintaining internal controls relevant to the preparation and presentation of this statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these asset statements based on our audit. We conducted our audit in accordance with [Applicable Standards on Auditing]. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the asset statement is free of material misstatement.

Basis for Qualified Opinion

As described in the Basis for Qualified Opinion paragraph, we were unable to obtain sufficient appropriate audit evidence regarding **[Specify Asset and Reason, e.g., existence and valuation of certain inventory items]** due to **[Reason, e.g., lack of supporting documentation]**. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the asset statement referred to above gives a true and fair view of the assets of **[Entity Name]** as at **[Balance Sheet Date]** in accordance with generally accepted accounting principles.

Report on Other Legal and Regulatory Requirements

[State any additional responsibilities as required by law or regulations.]

[Auditor's Name]

[Auditor's Firm]

[Place of Signature]

[Date]

Important Notes

- A qualified audit report signals that, except for specific issues, the asset statements are fairly presented.
- The reasons for qualification should be clearly mentioned and explained within the report.
- This report may affect stakeholders' confidence in the accuracy of asset records.
- Remedial action should be considered for the issues leading to the qualification in future periods.