**Ejemplo 2: Informe sobre las cuentas anuales de una no EIP con opinión favorable que formula EINF**

Ref. Ejemplo 3 NIA-ES 700 (R) y Ejemplo 1b) Anexo 2 NIA-ES 720 (R)

*Translation from the original in Spanish. In the event of discrepancy, the Spanish- language version prevails.*

**INDEPENDENT AUDITOR´S REPORT ON ANNUAL ACCOUNTS**

To the Shareholders of XYZ, S.A. [at the request of ….] [*Destinatario correspondiente*]:

**Opinion**

We have audited the annual accounts of XYZ, S.A. (the “Company”), which comprise the balance sheet as at 31 December 20XX, and the income statement, statement of changes in equity, statement of cash flows and notes to the annual accounts for the year then ended.

In our opinion, the accompanying annual accounts present fairly, in all material respects, the equity and financial position of the Company as at 31 December 20XX, and its results and cash flows for the year then ended, in accordance with the applicable financial reporting framework (identified in Note x of the notes to the annual accounts) and, in particular, with the accounting principles and criteria included therein.

**Basis for Opinion**

We conducted our audit in accordance with the legislation regulating the audit practice in Spain. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Annual Accounts* section of our report.

We are independent of the Company in accordance with the ethical requirements, including those regarding independence, that are relevant to our audit of the annual accounts in Spain, in accordance with legislation governing the audit practice in force. In this regard, we have not provided any services other than those relating to the audit of the accounts and there have not been any situations or circumstances which, under the mentioned regulations, might have affected the required independence such that this has been compromised.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Most Relevant Audit Matters**

The most relevant audit matters are those matters that, in our professional judgment, were considered as most significant risks of material misstatement in our audit of the annual accounts for the current period. These risks were addressed in the context of our audit of the annual accounts as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these risks.

[*Descripción, de conformidad con la NIA-ES 701 de:*

*- los riesgos considerados más significativos de la existencia de incorrecciones materiales, incluidas las debidas a fraude,*

*- un resumen de las respuestas del auditor a dichos riesgos y,*

*- en su caso, las observaciones esenciales derivadas de los mencionados riesgos*]

**Other information: Management Report**

Other information comprises only the management report for the 20XX financial year, the preparation of which is the responsibility of the Company´s Directors and which does not form an integral part of the annual accounts.

Our audit opinion on the annual accounts does not cover the management report. Our responsibility regarding the information contained in the management report is defined in the audit regulations in force, which establish two different levels thereof:

1. A specific level applicable to the non-financial information statement, which consists solely of verifying that this information has been provided in the management report, or where applicable, that the management report makes reference to the separate report on non-financial information, as provided for in legislation, and if not, to report on this matter.
2. A general level applicable to the rest of the information included in the management report, which consists of assessing and reporting on the consistency of this information with the annual accounts, based on knowledge of the Company obtained during the audit of the aforementioned accounts and without including any information other than that obtained as evidence during the audit. Also, assessing and reporting on whether the content and presentation of this part of the management report are in accordance with applicable legislation. If, based on the work we have performed, we conclude that there are material misstatements, we are required to report them.

Based on the work carried out, as described above, we have verified that the management report includes a reference stating that the information mentioned in section a) above has been provided in the management report and that the rest of the information contained in the management report is consistent with that disclosed in the annual accounts for 20XX and the content and presentation of the report are in accordance with applicable legislation.

**Directors´ Responsibility for the Annual Accounts**

The Directors are responsible for the preparation of the accompanying annual accounts, so that they fairly present the equity, financial position and results of XYZ, S.A., in accordance with the financial reporting framework applicable to the Company in Spain, and for such internal control as they determine is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Company´s Directors are responsible for assessing the Company´s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

**Auditor's Responsibilities for the Audit of the Annual Accounts**

Our objectives are to obtain reasonable assurance about whether the annual accounts 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.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with legislation governing the audit practice in Spain will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts.

As part of an audit in accordance with legislation governing the audit practice in Spain, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

* Identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
* Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company´s internal control.
* Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Company´s Directors.
* Conclude on the appropriateness of the Company´s Directors´ use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company´s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor´s report to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor´s report. However, future events or conditions may cause the Company to cease to continue as a going concern.
* Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Company´s Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

From the significant risks communicated with the Company´s Directors, we determine those matters that were of most significance in the audit of the annual accounts of the current period and are, therefore, considered to be the most significant risks.

We describe these risks in our auditor´s report unless law or regulation precludes public disclosure about the matter.

NOMBRE SOCIEDAD DE AUDITORÍA

Registered in R.O.A.C. under No./number\_\_\_\_

*(Signed on original in Spanish)*

Nombre del Socio

Registered in R.O.A.C. under No./number\_\_\_\_

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