



Attestation ISAE Reporting

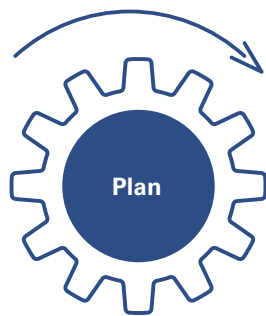
Service Organization Controls

Organizations are increasingly outsourcing systems, business processes and data processing to service providers. This creates a complex model where organizations need to update their processes to monitor outsourcing relationships and manage the associated risks.

In addition, an ever increasing burden of compliance causes service providers to look for creative ways to provide assurance over their control environment to both their clients and internally.

How can a business show both the documentation of control and demonstrate that it is compliant?

Our Methodology



Structure approach

- Confirm key milestones & deadlines for deliverables
- Discuss scope of assessment
 - Locations / Services
 - Clients
 - Control objectives / Controls
 - Systems
- Provide list of formal requirements



Get comfort on the result of the upcoming examination

- Focus review on key areas that will be covered in the upcoming examination
- Identify the control weaknesses that may need to be corrected before the reporting period.



Obtain assurance

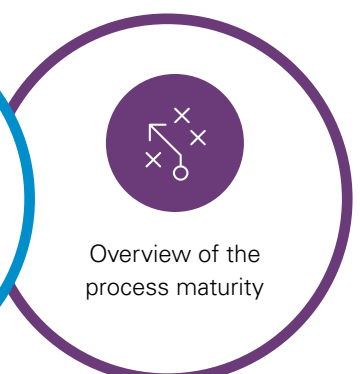
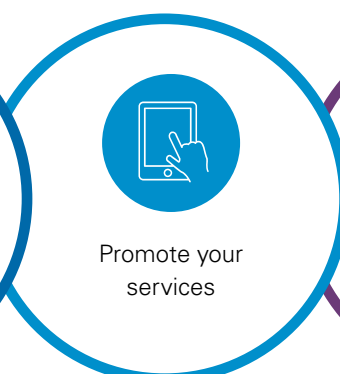
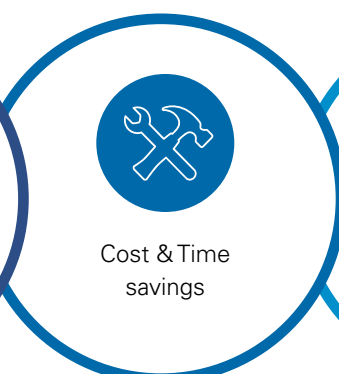
- Perform on-site interviews
- & walkthroughs
- Validate designs of controls
- Review samples to determine controls implementation or effectiveness over the period



Document results as required by the standard

- Create formal Assurance Report
- Apply formal review and quality assurance procedures
- Provide report and answer questions re User Organizations, where necessary
- Discuss review results
- Confirm results and provide recommendations

Our added Value



Which report is right for you?

Types of Reports

	Questions	Benefits	Applicability
ISAE3402	Does the service offered impact the financial reporting of your clients?	Recognized international standard to support the audit of financial statements or internal controls over financial reporting for assertions in financial statements that may be affected by the controls of the service provider.	<ul style="list-style-type: none"> Any of the following types of services: <ul style="list-style-type: none"> Accounting and tax services Custodial and fund management services Banking operations IT infrastructure or software provided under hosted / ASP model Pension funds Loan processing companies Payroll processing
ISAE 3000	Do you need to report on internal controls not focused on financial reporting or requirements imposed by a standard framework or regulations ?	<ul style="list-style-type: none"> The examination is performed against a standard set of specific control objectives and controls adapted to selected subject matter, such as requirements imposed by regulations or a standard control framework Useful to report on a control system to support compliance with FINMA Circulars (e.g. Circ. 08/7, 18/3 or 08/21). Useful to report on agreed-upon security requirements. 	<ul style="list-style-type: none"> Outsourcing services subject to: <ul style="list-style-type: none"> FINMA Circ. 08/7 and 18/3 FINMA Circ. 08/21 (Appendix 3, Principles 4 & 5) Outsourcing services with contractually agreed security requirements

Time Coverage

ISAE Type 1 Examination At a "Point in time"	Are you new to attestation?	<ul style="list-style-type: none"> Issued as a point-in-time examination to support the fast delivery of a report to your customers (no minimum observation period) Provide comfort on the control system in place before the Type 2 reporting period begins Serves as the foundation for subsequent 'Type 2' examinations Opinion on the existence and design of the controls – not their operating effectiveness 	<ul style="list-style-type: none"> Any of the services listed above that are new to attestation
ISAE Type 2 Examination Over a "Period of time"	Do you need report coverage over a period of time?	<ul style="list-style-type: none"> Can address customer's requirements for testing the operating effectiveness of the service organization's controls Provides details and comfort regarding the effectiveness of the service organization's controls Useful to reduce client requests to perform audit procedures at the service provider. 	<ul style="list-style-type: none"> Any of the services listed above

Why KPMG?

Subject Matter Expertise

Our dedicated team consists of experienced professionals, that have gained detailed subject matter experience in both performing external audits and reviewing attestation reports as part of their statutory and regulatory audits as well as assessing attestations and reporting.

Experience of Project Staff

Due to the constant and increasing trends of companies outsourcing activities to Service Organisations, the demand for attestation assessments has increased, resulting in a specialized, highly experienced team.

Best-Practice approach

Due to our global network of qualified professionals, we are always up-to-date when it comes to new trends in relevant standards, tools or methodology. This information is continuously monitored and incorporated when designing and delivering internal training.

Supporting you: any question, any time

Sometimes your clients approach you with questions regarding your attestation report. Such questions may relate to the scope covered, details and applicability of findings and many more aspects. We can support you by quickly and professionally providing answers and can also interact with the client directly, if desired.

Our library of Standard Control Objectives

Using our experience and understanding of relevant processes, we have identified a sample set of control objectives to be leveraged when considering your control framework. This saves time, helps you to benchmark your control environment with standard market expectations and provides your organization with an additional opportunity for maturing your processes.

Contacts

KPMG AG

Badenerstrasse 172
PO Box
8036 Zurich

kpmg.ch

Mark Meuldijk

Partner
Information Risk Management

+41 58 249 48 84
markmeuldijk@kpmg.com

Tanja Hanke

Senior Manager
Information Risk Management

+41 58 249 48 94
tanjahanke1@kpmg.com

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received, or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation. The scope of any potential collaboration with audit clients is defined by regulatory requirements governing auditor independence. If you would like to know more about how KPMG AG processes personal data, please read our Privacy Policy, which you can find on our homepage at www.kpmg.ch.

© 2019 KPMG AG is a subsidiary of KPMG Holding AG, which is a member of the KPMG network of independent firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss legal entity. All rights reserved.