

Released by SAICA on 13 December 2012

Section 90(2) – Status of Impact Analysis

Following our communication to members on 24 October 2012 regarding Section 90(2) of the Companies Act, we confirm below the process going forward which is planned at the beginning of 2013.

As stated in our communication, SAICA and IRBA will be conducting an impact analysis on the implications of section 90(2) on audit firms.

However, prior to distributing the questionnaire which will be developed by individuals with the relevant expertise, SAICA and IRBA will compile a document that will provide guidance to members on what the following terms constitute:

- Maintenance of a company's financial records;
- Preparation of a company's financial statements;
- Performing the duties of accountant or bookkeeper or related secretarial services.

The guidance document will be distributed to all members for comment and once finalised will inform the impact analysis that will be undertaken.

We believe that it is critical to follow a thorough process and consider all relevant matters that will contribute to producing reliable and useful results.

Muneer Hassan

Senior Executive: Standards