

## **NOCLAR—A PROPOSED REVISED FRAMEWORK**

### **Objectives – All Categories of Professional Accountants (PAs)**

In acting in the public interest:

- To comply with fundamental principles of integrity and professional behavior
- Through alerting management or, where appropriate, TCWG, to seek to:
  - Have the consequences of suspected NOCLARs rectified, remediated or mitigated by the entity where they do occur
  - Deter NOCLAR from being committed where it may be about to occur
- To take further action that may be appropriate to serve the public interest

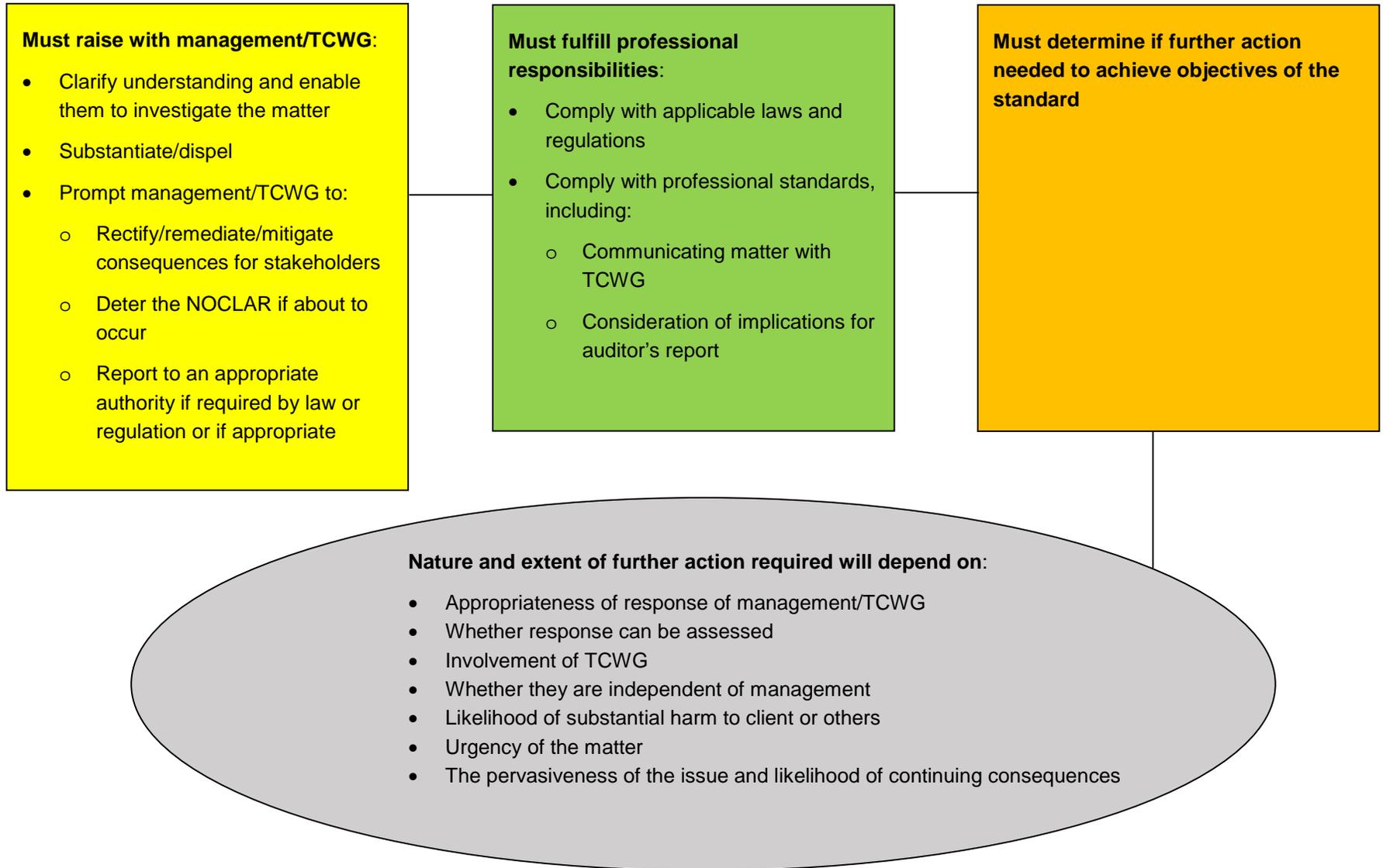
### **Scope – All PAs**

- Laws and regulations covered by ISA 250:<sup>1</sup>
  - Laws and regulations generally recognized to have a direct effect on the determination of material amounts and disclosures in the financial statements
  - Other laws and regulations that do not have a direct effect on the determination of the amounts and disclosures in the financial statements, but compliance with which may be fundamental to the operating aspects of the business, to the entity's ability to continue its business, or to avoid material penalties
- No distinction between PIEs and non-PIEs

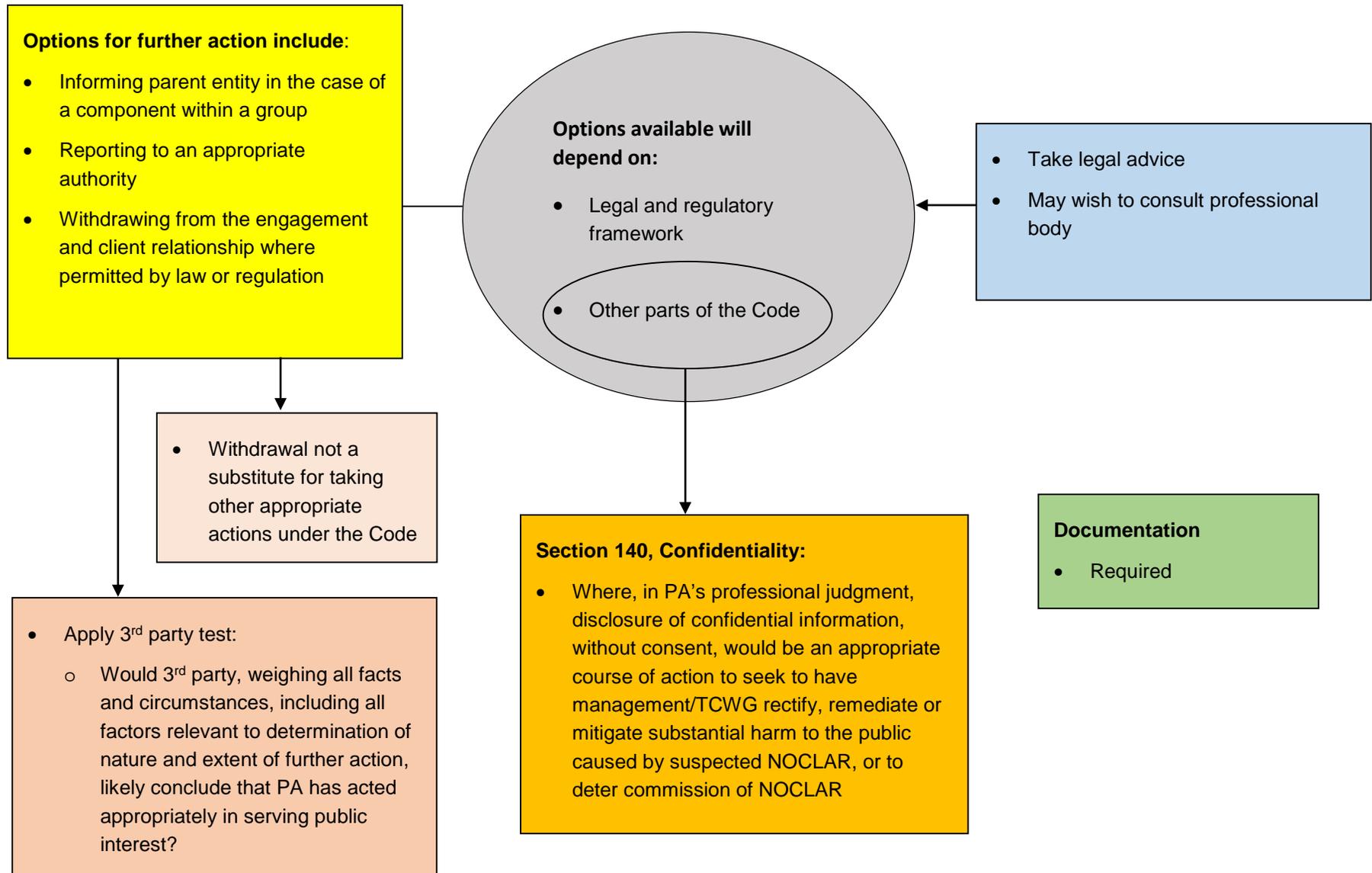
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<sup>1</sup> ISA 250, *Consideration of Laws and Regulations in an Audit of Financial Statements*

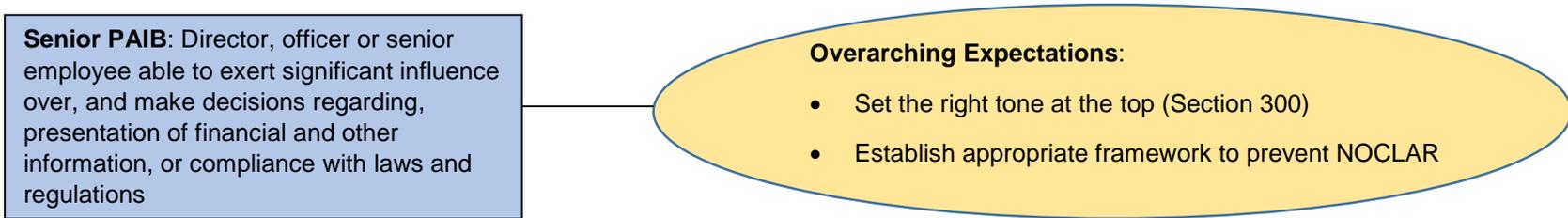
**AUDITORS – REQUIRED RESPONSES WHEN COMING ACROSS SUSPECTED NOCLAR**



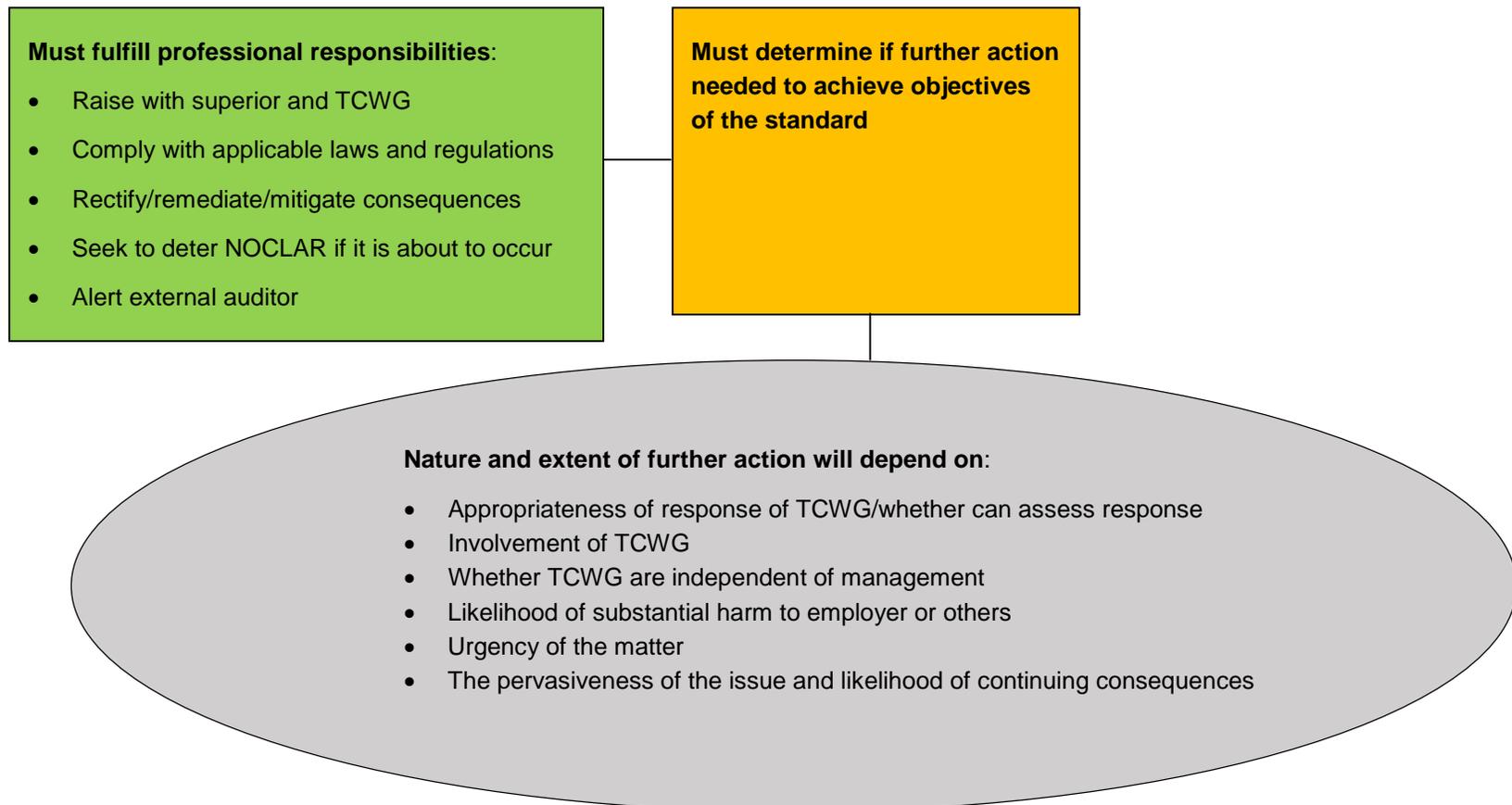
## **AUDITORS – DETERMINATION OF FURTHER ACTION REQUIRED**



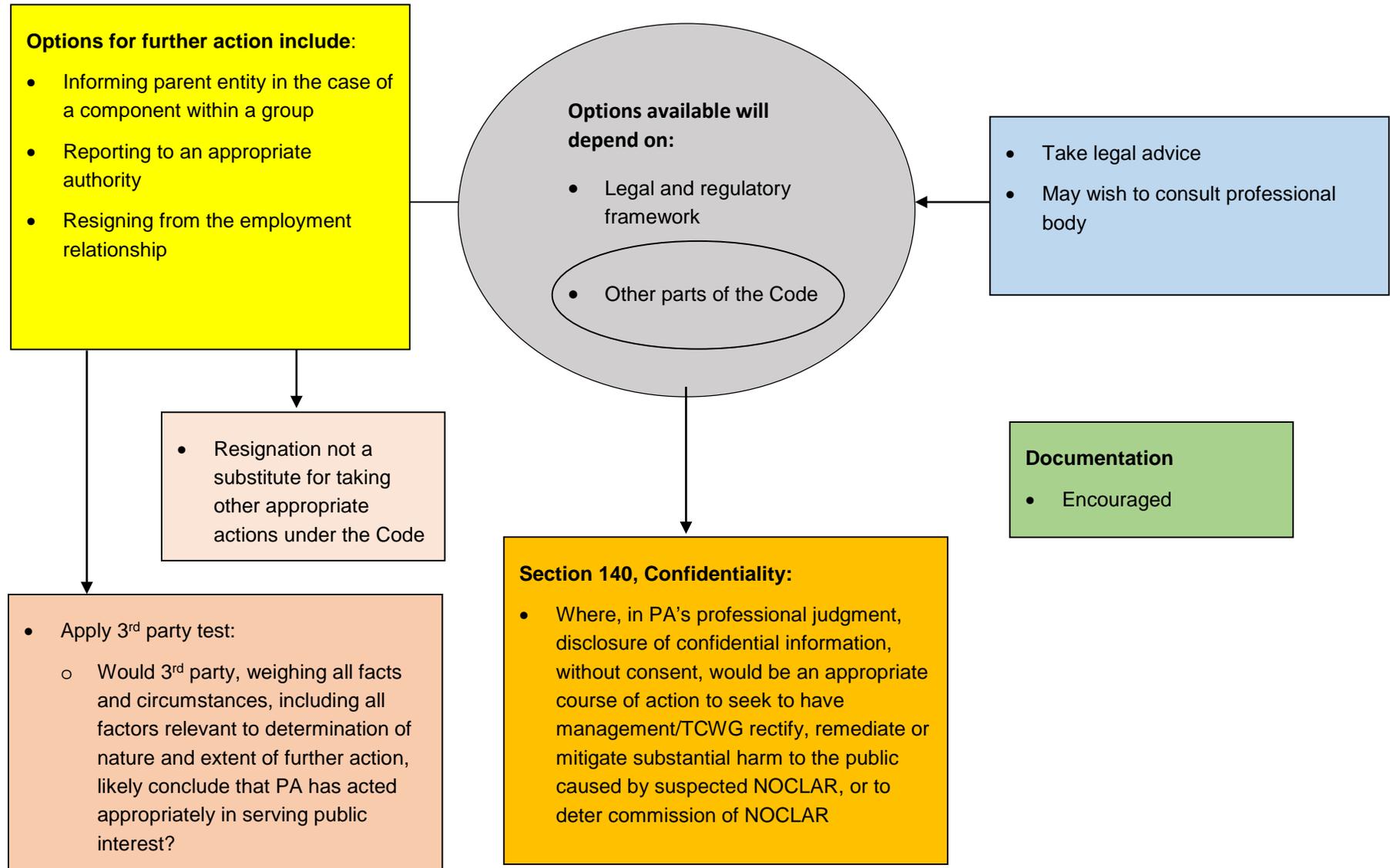
## **SENIOR PROFESSIONAL ACCOUNTANTS IN BUSINESS (PAIBs)**



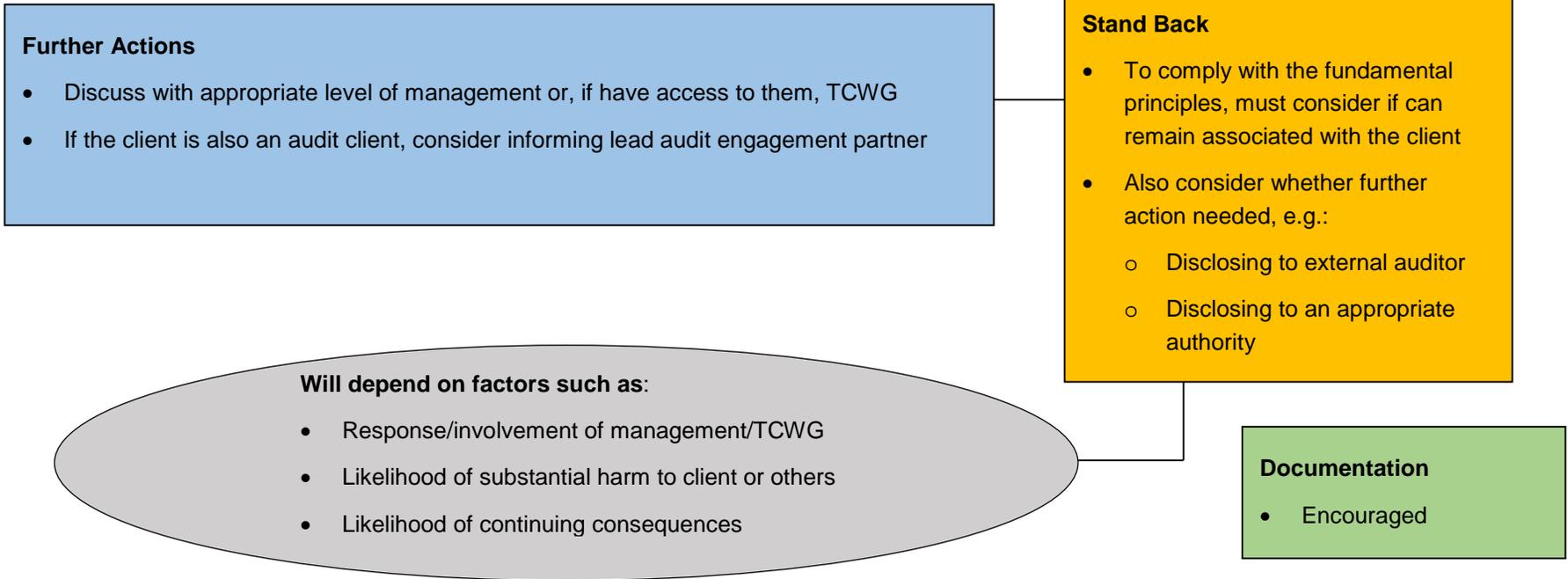
## **REQUIRED RESPONSES WHEN COMING ACROSS SUSPECTED NOCLAR**



## SENIOR PAIBs – DETERMINATION OF FURTHER ACTION REQUIRED



**PAAs IN PUBLIC PRACTICE OTHER THAN AUDITORS – REQUIRED RESPONSES WHEN COMING ACROSS SUSPECTED NOCLAR**



**PAIBs OTHER THAN SENIOR PAIBs – REQUIRED RESPONSES WHEN COMING ACROSS SUSPECTED NOCLAR**

