

Law of Ukraine  
“On Amendment of the Law of Ukraine “On Auditing”

The Supreme Rada of Ukraine hereby resolves:

1. The following changes shall be introduced into the Law of Ukraine “On Auditing”:
  - 1) In Article 1 word “executive” shall be omitted, after word “power” the words “and local self-government bodies” shall be supplemented.
  - 2) In Article 2 the words “which Ukraine is a party to

part three shall read as follows:

“Audit resolution issued by the foreign auditor as for authenticity of the non-resident company accounts upon its official submission to organization, institution or business agent of Ukraine shall be attested by Ukrainian auditor (auditing company), unless otherwise is provided for by the international agreement ratified by the Supreme Rada of Ukraine.”.

8) Article 8 shall be omitted.

9) Article 9 shall be omitted.

10) Article 10 shall be omitted.

11) Article 11 shall be omitted.

12) Chapter II title shall be worded as follows:

“Certification in auditing activities and the National Register of Auditors and Auditing Companies”.

13) Article 12 shall read as Article 8, in which:

first sentence of the second part of the Article shall read as follows:

Auditing Chamber of Ukraine shall have an exclusive right to approve auditing standards. Auditing standards approved by the Auditing Chamber of Ukraine shall comply with the International standards for auditing and shall be binding for auditors (auditing companies)”;

supplement the Article with the following new passages:

“In order to conduct its activities the Auditing Chamber of Ukraine shall establish:

qualification committee to certify auditors;

disciplinary committee to supervise observance of this Law, provisions of other legislative acts of Ukraine, auditing standards by the auditors (auditing companies), regulate relations between auditors (auditing companies) while auditing activities are being conducted;

scientific-methodological commission developing the auditing standards, programs for training and certification.”.

16) Article 15 shall read as Article 11, in which:

title shall read as follows:

“Establishing and Activities of the Auditing Chamber of Ukraine”;

part one shall be worded as follows:

“Auditing Chamber of Ukraine shall function as an independent body.”;

parts four through nine shall read as follows:

“the Auditing Chamber of Ukraine shall be formed by way of including into its membership the auditors and experts from educational, scientific organizations and by one representative from the Ministry of Finance of Ukraine, State Tax Administration of Ukraine, National Bank of Ukraine, Ministry of Statistics of Ukraine, Ministry of Justice of Ukraine, State Commission for Securities and Stock Market of Ukraine.

Auditors, experts from educational and scientific organizations shall be delegated upon their agreement by the congress of the professional social (non-governmental) organization of auditors of Ukraine.

Term of the office of the Auditing Chamber member shall not exceed 5 years running.

All decisions by the Auditing Chamber of Ukraine shall be made on its meetings by simple majority of votes, provided that two thirds of its members are present, unless otherwise is provided by this Law.

Members of the Auditing Chamber of Ukraine, except for the Head of the Auditing Chamber of Ukraine, shall perform their duties on a non-paid basis.

Costs related to certification, as well as keeping of the National Register of Auditors and Auditing Companies shall be charged on the persons applying for certificate and inclusion into the National Register of Auditors and Auditing Companies on the rate established by the Auditing Chamber of Ukraine.”.

17) Article 16 shall read as Article 12, and shall be worded as follows:

“Article 12. Head of the Auditing Chamber of Ukraine

Head of the Auditing Chamber of Ukraine is the highest official of the Auditing Chamber of Ukraine working on the professional (paid) basis.

Head of the Auditing Chamber of Ukraine shall be elected by the majority of total number of the Auditing Chamber members.



26) Article 24 shall read as Article 18.

27) Chapter VII shall read as Chapter VI.

28) Article 25 shall read as Article 19.

29) Article 26 shall read as Article 20 and shall be worded as follows:

“Article 20. Other types of auditors accountability

If auditor’s duties are conducted improperly, the following penalties can be imposed: warning, abandonment from the National Register of Auditors and Auditing Companies, nullification of the certificate, other types of penalties provided for by the laws of Ukraine.

Procedure for brining auditors (auditing companies) to account shall be established by the Auditing Chamber of Ukraine.”.

30) Article 27 shall be omitted.

31) Chapter VIII shall read as Chapter VII.

32) Article 28 shall be omitted.

33) Article 29 shall be omitted.

34) Article 30 shall read as Article 21, and shall be worded as follows:

“ Article 21. Obligations of the business agent under audit

Management of the business agent is obliged to provide proper conditions to auditor (auditing company), so the latter is able to conduct qualitative audit.

Management of the business agents shall be vested with personal accountability for completeness and authenticity of the bookkeeping and other documents provided to auditor (auditing company) for audit or other auditing services according to the Ukrainian laws.

Accounts of the business agents subject to mandatory audit shall be examined by the auditor and publicized in line with provisions of the Ukrainian laws.”.

2. This Law shall become effective on the day of its publication.