

Requirements for Unaudited Financial Statement



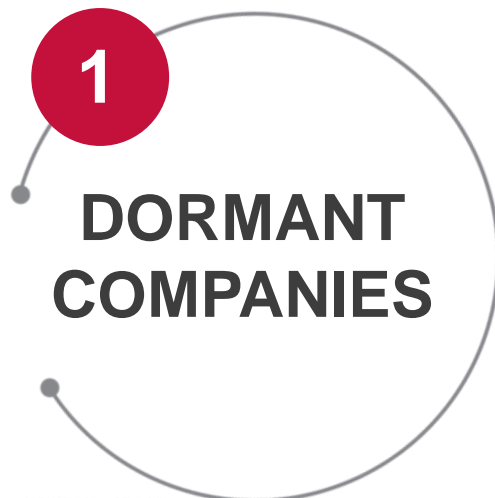
**Audit Fee
Too High!?**

**Did You Know
Private
Company Can
Be Unaudited ?**



“DID YOU KNOW THAT PRIVATE COMPANIES ARE ALLOWED UNDER THE COMPANIES ACT TO PREPARE AND LODGE UNAUDITED FINANCIAL STATEMENT?”

3 QUALIFICATION FOR AUDIT EXEMPTION



DORMANT COMPANIES

1

Dormant from the time of
incorporation

OR

2

Dormant throughout the current
financial year, if the company does
not carry on business & no
accounting transaction occurred



ZERO-REVENUE COMPANIES

- 1 It does not have any revenue during the current financial year
- 2 It does not have any revenue in the immediate past 2 financial years
- 3 Its statement of financial position does not exceed RM300,000 as well as in the immediate past 2 financial years



THRESHOLD-QUALIFIED COMPANIES

It has revenue not exceeding RM100,000 during the current financial year & in the immediate past 2 financial years

Its total asset in the current statement of financial position does not exceed RM300,000 & in the immediate past 2 financial years

It has not more than five (5) employees at the end of its current financial year & in each of its immediate past 2 financial years end





ENFORCEMENT SINCE 4 AUGUST 2017

**Under Submission of Practice Directive
No.3/2017**

**Section 20C Companies Commission of
Malaysia Act 2001**

**Subsection 267 (2) Companies Act
2016**



Penalty For Providing Misleading Information Under Section 591 CA 2016

- **Fine not more than three (3) Million Ringgit; OR**
- **Imprisonment not more than 10 years; or both**

