

How does a Professional Accountant & Auditor Work Within an Ethical Framework?



Firstly, we shall understand what an ethical framework includes...

According to Malaysian Institute of Accountants (MIA), all of the auditors and accountants should understand and comply with:

- Fundamental Principles
- Conceptual Framework Approach



Fundamental Principles

Integrity



- To be straightforward and honest in all business relationships

Objectivity



- Never allow bias, conflict of interest and any undue influence to affect judgement made

Professional Competence and Due Care



- Always stay up-to-date with professional knowledge and skills to ensure professional services are rendered



Fundamental Principles

Confidentiality

- Never disclose any business information to third party without authorization
- Remain confidential unless there is a legal or professional right to disclose, and never use the information for self benefit

Professional Behaviour

- Always comply with laws and regulation to avoid the reputation of the profession being damaged





Conceptual Framework Approach

A conceptual framework is able to cope with certain unexpected situations

The framework will be able to overcome the varying kinds of threats due to its flexibility

The framework requires accountants and auditors to judge and evaluate the most suitable decision with the assistance of fundamental principles



Threats that Accountants & Auditors Usually Face

Self-Interest threat

Self-Review threat

Advocacy threat

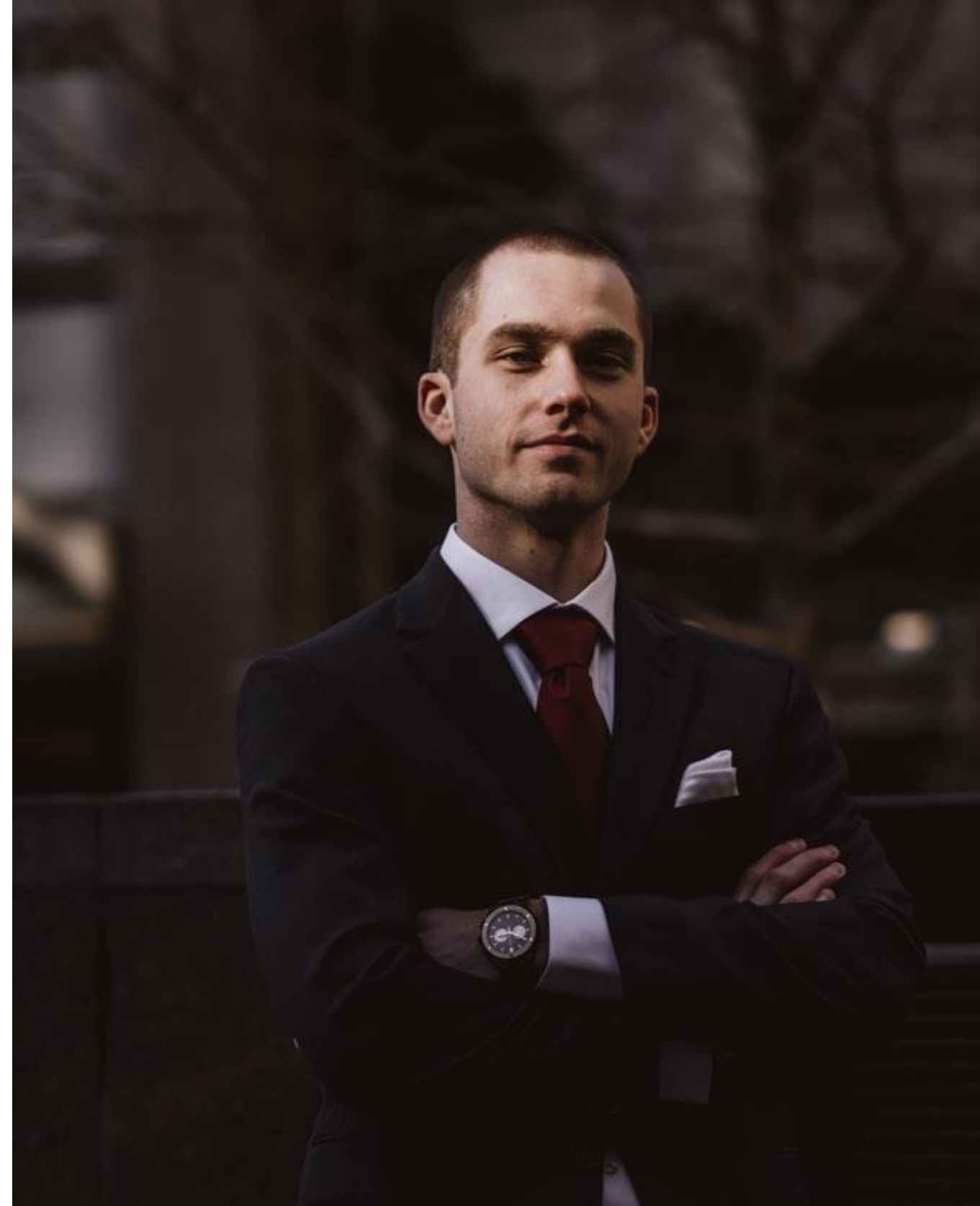
Familiarity threat

Intimidation threat



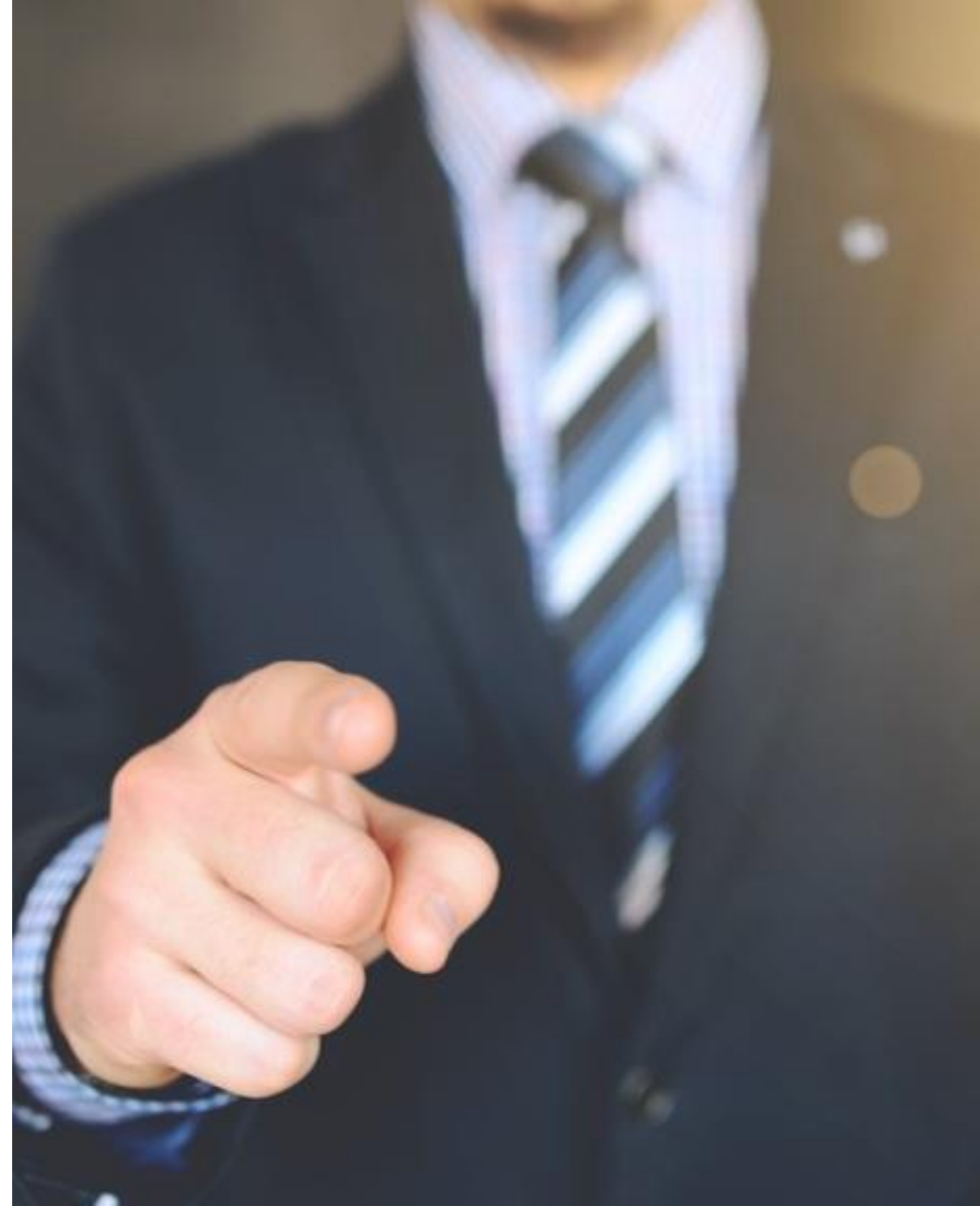
Under the Conceptual Framework Approach, Accountants & Auditors still have to Gear Themselves up with:

- Self development in professional knowledge
- To comprehend with professional standards
- To comprehend the importance of fundamental principles and implement them at work



Why Do Accountants & Auditors Work Under A Framework?

- To be able to actively assess their working situation
- To ensure there are no loopholes by interpreting rules carefully
- A framework works better in changing environments and situations



Follow our Facebook page For more other information



LIKE & SHARE NOW!

■ Kuala Lumpur (HQ) 吉隆坡

Tel : 03 - 7981 1799
Fax : 03 - 7980 4796
Email : kuala-lumpur@ecovis.com.my

■ Johor Office 柔佛

Tel : 07 - 562 9000
Fax : 07 - 562 9090
Email : johor@ecovis.com.my

■ Penang Office 檳城

Tel : 04-226 7210
Fax : 04-226 2212
Email : penang@ecovis.com.my

■ Sabah Office 沙巴

Tel : 088 - 231 790
Fax : 088 - 266 842
Email : sabah@ecovis.com.my

