
**Intergovernmental Working Group of Experts on
International
Standards of Accounting and Reporting
(ISAR)**

33rd SESSION

4 - 6 October 2016

Room XVIII, Palais des Nations, Geneva

Tuesday, 4 October 2016

Afternoon Session

**Agenda item 3. Practical implementation of compliance
monitoring and the enforcement of accounting and audit
requirements for high-quality reporting**

Presented by

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Think Ahead

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Monitoring of Compliance and Enforcement: Building and Implementing effective systems

Sha Ali Khan
ACCA
Director -
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Development

Agenda

- Regulatory structure/organisation
- Key components
- Quality assurance (inspection)
- Good practices and challenges
(Top Tips!)

An aerial photograph of a city with a river and a man on a bicycle in the foreground. The man is wearing a white shirt and brown pants, riding a black bicycle with a basket. The city below is densely packed with buildings and green spaces, with a prominent skyscraper in the center. A blue rectangular box is overlaid on the city view, containing the text 'Regulatory structure/organisation'.

Regulatory structure/ organisation

Regulatory structure/organisation

- Legal authority
- Professional body
- Independent regulator
- Professional body and independent regulator (PIE/non-PIE)
- Oversight of professional body regulation
- Scope/size to determine capacity required
- Resources and funding



Key
components

Key components

- Legislation, standards, rules and regulations
- Licensing
- Quality assurance
- Investigation and discipline
- Financial statement review



Quality assurance (inspection)

Quality assurance (inspection)

- Peer review vs independent review
- Regulatory framework (consequences of non-compliance)
- Require firms to prepare and execute detailed improvement action plans
- Support and resources for firms
- Progressive approach to non-compliance, where possible (consider competence vs ethical conduct and public protection)
- Promote a culture of quality



Good practices and challenges (Top Tips!)

Good practices and challenges (Top tips!)

- Don't over-regulate (and lose focus)!
- Competent staff/salary levels
- Defined methodology
- Consistency of outcomes
- Consistency and effectiveness of regulatory action
- Quality controls in all regulatory processes
- Consider outsourcing
- Assess risk and manage it
- Independence and integrity are paramount
- Consider the public interest and public protection

Think Ahead

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Thank you for
listening

Questions?

