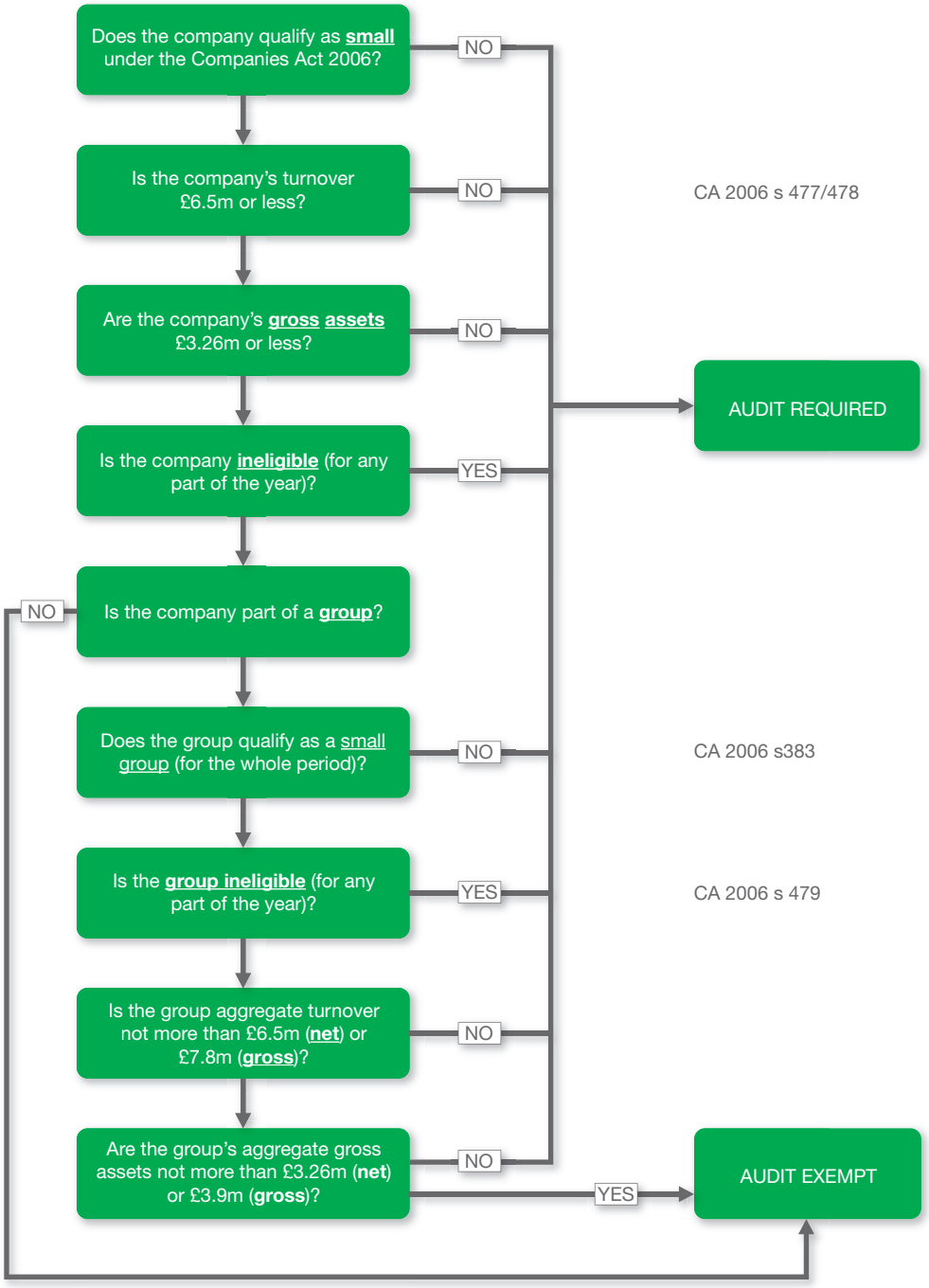
HARRIS LIPMAN

AUDIT EXEMPTION THRESHOLDS FOR COMPANIES

Technical Enquiries Service Helpsheet



For charitable companies, see charities helpsheet

Small companies: s382 CA 2006

Pro-rata turnover for the accounting period

Gross assets: fixed plus current assets before deduction of liabilities

Ineligible: s384 CA 2006 (plcs, banking, insurance etc)

Group: parent and subsidiaries (not associates or joint ventures) including any oversea companies

Net: after consolidation adjustments
Gross: before consolidation adjustments

Even if exempt, members with 10% of a class of shares may request an audit

Dormant companies are exempt from audit unless they are unable to take advantage of the small company provisions or are parent companies required to prepare group accounts