

Use of Specialized and Professional Services of Qualified Accountants as Certified Public Accountants Act

Enacted on 11 Jan.,1994 as amended on 6 Feb,1994.

To oversee the financial activities of manufacturing, commercial and service entities as well as ensuring their financial statements reliability to maintain public, investors and any other eligible persons' interest, the government is herein authorized, as appropriate and need be, to make necessary arrangements to use specialized and professional services of qualified accountants as certified public accountants as under:

- a) Audit and statutory examination of listed companies or applicants to be listed.
- b) Audit and statutory examination of other share capital companies.
- c) Audit of non share capital companies and profit and not for profit entitis.
- d) Audit and statutory examination of entities referred to in Article 7(a) and (b) of Audit Organisation legal Articles of Assouation.
- e) Tax Audit of natural and legal persons.

Note 1:Determination of CPAs' qualification and their selection conditions and criteria is in accordance with a manual proposed by Minister of Economic Affairs and Finance and ratified by Council of ministers.

Note 2:To regulate and enhance accounting and auditig profession and exercise professional oversight over CPAs work, first group of at last 10 CPAs, as founders, may establish Iranian Association of Certified Public Accountants as a non-government and not – for – profit organization, financially and legally independent. Its Articles of Assouation will be prepared and proposed to the Council of Ministers for approval.

Note 3: Certified Public Accountants might establish audit firm in accordance with conditions specified in the Iranian Association of Certified Public Accountants Articles of Association.

Note 4: Scope and criteria for utilization of certified public accountants and above mentioned audit firms services and reports is in accordance with the manual to be proposed by the Minister of Economic Affairs and Finance and ratified by the Council of Ministers.

Note 5: Governmental organizations may utilize services of Audit Organization – the only governmental audit firm – or certified public accountants and above mentioned audit firms.