

Annual Transparency Report by statutory auditors of Large public Interest Entities

Consultation paper issued by NFRA dated: 16.01.2023

Brief

Publication of ATR by auditors of NFRA-regulated entities pursuant to Rule 8(2) of NFRA Rules, 2018

Applicable to

Auditors of top 1000 listed entities based on the average market cap for June- Dec of preceding financial year

Applicable from

From the Financial year 2023

Timeline

Publish within 3 months from the end of the reporting financial year

Publication of ATR

- File with NFRA
- Publish on auditor's website

Sequence of events

Directions by the **Supreme Court** in re. [S. Sukumar v. The Secretary, Institute of Chartered Accountants of India.](#)



Committee of experts (COE) set up by Union Government



Recommendations of the COE



NFRA's draft Proposal for comments by stakeholders

Contents of the ATR

1. General Description about the firm structure.
2. Details about the Network of which auditor is member.
3. Details relating to working alliances, collaboration etc entered into
4. Other internal policies and procedures adopted.
5. Financial information of auditor and its network.

Critical questions to be responded

1. Meaning of Public Interest Entities?
2. Whether it is a one-time requirement?
3. Do auditing firm need to have their websites?
4. Whether one single ATR is required to be filed by the auditor or on a per-company basis?

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