DECIDING WHETHER TO AUDIT OR REVIEW

Is the company a public company or a state-owned company? → **Yes**

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No .

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Requirements of the Regulations

Is the company a profit or non-profit company which, in the ordinary course of its primary activities, holds assets in a fiduciary capacity for persons who are not related to the company, the value of which exceeded R5 million at any time during the year?

OR

Is the company a non-profit company that was incorporated directly or indirectly by the state, an organ of state, a state-owned company, an international entity, a foreign state entity or a foreign company?

OR

Is the company a non-profit company incorporated primarily to perform a statutory or regulatory function in terms of any legislation, or to carry out a public function at the direct or indirect initiation or direction of an organ of state, a state-owned company, an international entity, or a foreign state entity, or for a purpose ancillary to any such function?

OR

Is the company's PI Score
- 350 or more points, or
- At least 100 points and the annual financial statements were internally compiled?

→ **Yes** → The company has to be audited

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No

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Does the Company's Memorandum of Incorporation require it to be audited, has the company voluntarily chosen to be audited or is the company required to be audited in terms of any other law or regulation or contract to which the company is party to? → **Yes** → The company has to be audited

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No

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Is the company a company where every person who is a holder of, or has a beneficial interest in, any "securities" issued by the company, also a director of the company? → **No** → The company has to be independently reviewed

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Yes

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The company is exempt from both an audit and an independent review.

Extract From The Guide To The Companies Act 71 Of 2008