



TECHNICAL CIRCULAR **2/2016 (TC 2_2016)**

TO: **All the Members of the Institute**

FROM: **Accounting Standards Committee**

DATE: **21 October 2016**

SUBJECT: **Recent changes in the Companies' Law**

The Companies' Law was ("Basic Law") was amended by the Law 97 (I) of 2016, as published in the official gazette of the Republic on 23 September 2016 (the "Amending Law"). The provisions of the Amending Law are the result of the transposition of the EU Accounting Directive (2013/34/EU) into domestic law.

The purpose of this Technical Circular is to provide guidance on the principal changes emanating from the aforesaid revised Law. It is noted that the circular does not serve as comprehensive listing of all pertinent requirements and, accordingly, should be read in conjunction with the underlying Law.

It is hereby pointed out that small/dormant companies are from now on subject to statutory audit, as the exception that existed in the Law has been abolished.

The Institute monitors developments in respect of Companies' Law issues and shall provide additional guidance to Members when necessary.