

SCHEDULES

SCHEDULE 8

MODIFIED ACCOUNTS OF COMPANIES QUALIFYING AS SMALL OR MEDIUM SIZED

PART III

MODIFIED GROUP ACCOUNTS (CONSOLIDATED OR OTHER)

- 20 If modified group accounts are delivered, the following paragraphs apply.
- 21 The directors' statement required by paragraph 9 to be contained in the balance sheet shall include a statement that the documents delivered include modified group accounts, in reliance on section 250.
- 22 (1) The auditors' special report under paragraph 10 shall include a statement that in their opinion—
- (a) the directors are entitled to deliver modified group accounts, as claimed in their statement in the balance sheet, and
 - (b) any accounts comprised in the documents delivered as modified group accounts are properly prepared as such in accordance with this Schedule.
- (2) A copy of the auditors' report under section 236 need not be delivered ; but the full text of it shall be reproduced in the special report under paragraph 10.
- (3) If the directors propose to rely on section 250 as entitling them to deliver modified group accounts, it is the auditors' duty to provide them with a report stating whether in their opinion the directors are so entitled, and whether the documents to be delivered as modified group accounts are properly prepared in accordance with this Schedule.
- 23 Subject as above, where the directors rely on section 250 in delivering any documents, and
- (a) the company is entitled to the benefit of that section on the ground claimed by the directors in their statement in the balance sheet, and
 - (b) the accounts comprised in the documents delivered as modified accounts are properly prepared in accordance with this Schedule,
- then section 241(3) has effect as if any document which by virtue of this Schedule is included in or omitted from the documents delivered as modified group accounts were (or, as the case may be, were not) required by this Act to be comprised in the company's accounts in respect of the financial year.