

# SCHEDULES

## SCHEDULE 10

### RECOGNISED SUPERVISORY BODIES

#### PART 2

##### REQUIREMENTS FOR RECOGNITION OF A SUPERVISORY BODY

###### *Professional integrity and independence*

- 9 (1) The body must have adequate rules and practices designed to ensure that—
- (a) statutory audit work is conducted properly and with integrity, and
  - (b) persons are not appointed as statutory auditors in circumstances in which they have an interest likely to conflict with the proper conduct of the audit.
- (2) The body must participate in arrangements within paragraph 21, and the rules and practices mentioned in sub-paragraph (1) must include provision requiring compliance with any standards for the time being determined under such arrangements.
- (3) The body must also have adequate rules and practices designed to ensure that no firm is eligible under its rules for appointment as a statutory auditor unless the firm has arrangements to prevent a person to whom sub-paragraph (4) applies from being able to exert any influence over the way in which a statutory audit is conducted in circumstances in which that influence would be likely to affect the independence or integrity of the audit.
- (4) This sub-paragraph applies to—
- (a) any individual who is not a qualified person within the meaning of paragraph 7, and
  - (b) any person who is not a member of the firm.