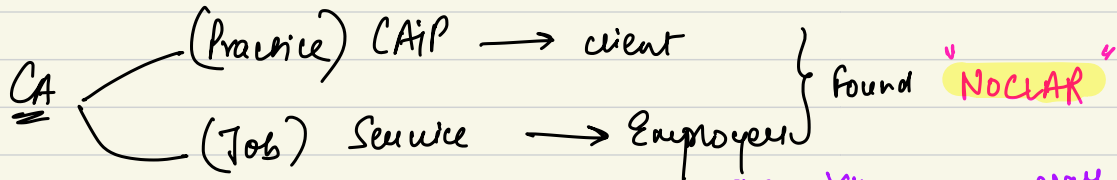


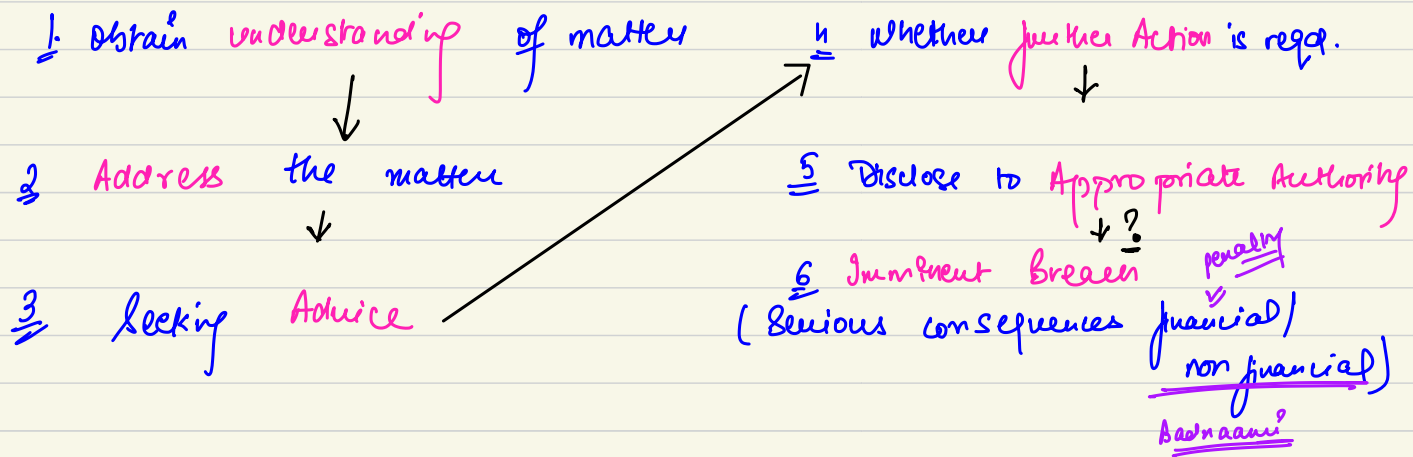
NOCLAR [Non-Compliance with Laws & Regulations]



Q1. What is NOCLAR? Act of ^{TDS deptt} omission or ^{delay} commission
• Intentional / unintentional
• Contrary to LR.

Q2. Who did NOCLAR? • client / employer → employees / mgt / ^{TCW}TCW

* Q3. What CA has to do? [client / employees (listed) → Insider Trading]
Prohibited SEBI Act 1992

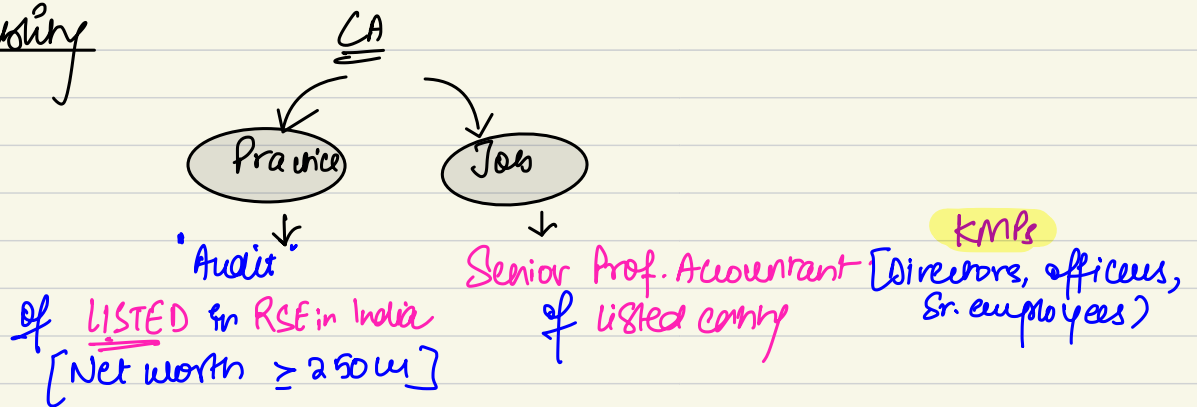


7. Documentation
8. &
• How mgt & TCW responded to matter.
8. Auditor
• Course of Action of Accountant + Judgment + Decisions

Insider

• How Accountant is Satisfied?
[public responsibility fulfilled]

4. Applicability



5. Is personal misconduct [unrelated to business] a NOCLAR?
No.

6. Eg. of NOCLAR

- Banking & other financial services
- fraud / corruption / Bribery
- Money laundering, terrorist financing

Securities market & insider trading

7. Exceptions: what not to disclose?

- Contrary to law
- Personal misconduct

Q SA 250 vs. NOCLAR

SA 250

- Applicability: Auditor of fs.
- Types of laws: Direct effect on fs & other laws affect operations.
- Disclosure: —
- Stakeholders: Not defined

NOCLAR

Professional Accountants (Service/Practice)

Similar to SA 250 ⊕ non-compliance

- cause substantial harm (financial/non-financial terms)

In exceptional circumstances, when CA becomes aware of imminent danger → discuss (mgt & TCWG) ⊕

Investors, crs, employees, & general public → disclose appt. auth