

Cambodia News Brief*

A periodic summary of new rulings & other legal documents relating to legal, tax and investment developments in Cambodia

**Special Newsbrief -
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Prakas on Submission Obligation of Audited Financial Statements (No.643 MoEF Br.K dated 26 July 2007)

The Prakas requires all enterprises (physical or legal persons) that meet 2 of the following criteria to have their financial statements audited by an independent external auditor registered with the Kampuchea Institute of Certified Public Accountants and Auditors (KICPAA):

- Annual turnover above 3,000,000,000 Riels (Approx. US\$750,000).
- Total assets above 2,000,000,000 Riels (Approx. US\$500,000).
- More than 100 employees.

Qualified Investment Projects (QIP) registered with the Council for the Development of Cambodia (CDC) are required to have their financial statements audited by independent external auditors registered with the KICPAA.

All enterprises and QIPs are required to prepare their financial statements in accordance with the Cambodian Accounting Standards. The first financial year subject to the above audit requirement is financial year ending 31 December 2007 or a different financial year approved by the Ministry of Economy and Finance (MoEF).

The Prakas does not state the deadline for the enterprises to submit their audited financial statements. However, the deadline for audited financial statements to be completed is 6 months after year-ended i.e. for financial year ending 31 December 2007, the deadline is 30 June 2008.

The Prakas was signed by the Minister of the MoEF and is effective from 26 July 2007.