



Work Progress and Achievements in 2016

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Work progress and achievements in 2016

- A very active year
- Focus on enhancing operational efficiencies
- Change to financial statements review programme
- Collaboration with regulators



Key operations statistics

	2013	2014	2015	2016	1/1/17- 25/5/17
Pursuable complaints received	20	33	46	118	12
Financial statements selected for review	75	87	75	38	0 1
Investigations completed	5	4	9	11	8 2
Enquiries completed	2	1	0	1	0
Staff complement % accounting professional staff	18 50%	19 53%	18 50%	22 55%	26 58%

Notes: 1. The selection will be made in 2nd half of 2017.

2. Three more investigations are currently under approval.



Review of complaints

	1/1/2017 – 25/5/2017	2016	2015
Brought forward	14	24	14
Pursuable complaints received	12	118	46
Initiated investigation and/or enquiry	(4)	(11)	(6)
Referred to specified enforcement agencies	(1)	(4)	(2)
Completed with no follow-up action	(5)	(113)	(28)
In progress at end of period	16	14	24



Investigations

	1/1/2017 – 25/5/2017	2016	2015
Brought forward	37	30	28
Initiated in the period	6	18	11
	43	48	39
Completed	(8)	(11)	(9)
In progress at end of period	35	37	30



Auditor Regulatory Reform

 2016 Update Report on Independent Audit Oversight

Conclusions





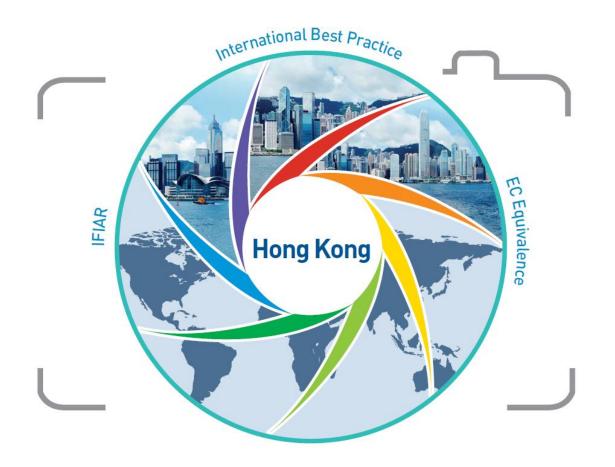
Looking forward

The FRC will continue to:

- further strengthen the standards of professionalism and integrity of Hong Kong's auditing profession
- maintain multi-level collaboration with other regulatory bodies in Hong Kong, the Mainland and internationally
- enhance public transparency and engagement
- assist government in the legislative process and provide input regarding the ongoing listed entity auditor regulatory reform process
- enhance our relationship with relevant authorities of other jurisdictions to pursue our investigatory role in a more effective manner







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