

S T A T U T O R Y I N S T R U M E N T S

2008 No. 373

COMPANIES

The Companies (Revision of Defective Accounts and Reports) Regulations 2008

<i>Made</i>	<i>19th February 2008</i>
<i>Laid before Parliament</i>	<i>20th February 2008</i>
<i>Coming into force</i>	<i>6th April 2008</i>

The Secretary of State makes the following Regulations in exercise of the powers conferred by sections 454(3) and (4) and 1292(1)(a) and (c) of the Companies Act 2006(1).

PART 1
INTRODUCTION

Citation, commencement and application

1.—(1) These Regulations may be cited as the Companies (Revision of Defective Accounts and Reports) Regulations 2008.

(2) These Regulations come into force on 6th April 2008 and apply in relation to companies' financial years beginning on or after that date.

Interpretation

2.—(1) In these Regulations—

“the 2006 Act” means the Companies Act 2006;

“date of the original annual accounts” means the date on which the original annual accounts were approved by the board of directors under section 414 of the 2006 Act (approval and signing of accounts);

“date of the original directors’ remuneration report” means the date on which the original directors’ remuneration report was approved by the board of directors under section 422 of the 2006 Act (approval and signing of directors’ remuneration report);

“date of the original directors’ report” means the date on which the original directors’ report was approved by the board of directors under section 419 of the 2006 Act (approval and signing of directors’ report);

“date of revision” means the date on which revised accounts are approved by the board of directors under regulation 4 or (as the case may be) a revised directors’ report or directors’ remuneration report is approved by them under regulation 5 or 6;

“original”, in relation to annual accounts, or a directors’ report or directors’ remuneration report, means the annual accounts or (as the case may be) directors’ report or directors’ remuneration report which are the subject of revision by, respectively, revised accounts or a revised report and, in relation to abbreviated accounts or a summary financial statement, means abbreviated accounts or a summary financial statement based on the original annual accounts or directors’ report or directors’ remuneration report;

“revised accounts” mean revised annual accounts of a company prepared by the directors under section 454 of the 2006 Act (voluntary revision of accounts etc), either through revision by replacement or revision by supplementary note; in the latter case the revised accounts comprise the original annual accounts together with the supplementary note;

“revised report” means a revised directors’ report or directors’ remuneration report prepared by the directors under section 454 of the 2006 Act, either through revision by replacement or revision by supplementary note; in the latter case the revised report comprises the original directors’ report or directors’ remuneration report together with the supplementary note;

“revision by replacement” means revision by the preparation of a replacement set of accounts, directors’ report or directors’ remuneration report, in substitution for the original annual accounts, directors’ report or directors’ remuneration report; and

“revision by supplementary note” means revision by the preparation of a note indicating corrections to be made to the original annual accounts, directors’ report or directors’ remuneration report.

(2) References in these Regulations to a member or members of a company include a reference to a person nominated to enjoy information rights under section 146 of the 2006 Act (traded companies: nomination of persons to enjoy information rights).

(3) References in these Regulations to provisions or requirements of the 2006 Act as to matters to be included in annual accounts and reports include relevant provisions of the Small Companies and Groups (Accounts and Directors' Report) Regulations 2008(2) and the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008(3).

PART 2 REVISED ACCOUNTS AND REPORTS

Content of revised accounts or revised report

3.—(1) Subject to regulation 19(1), the provisions of the 2006 Act and, where applicable, Article 4 of the IAS Regulation as to the matters to be included in the annual accounts of a company apply to revised accounts as if the revised accounts were prepared and approved by the directors as at the date of the original annual accounts.

(2) In particular—

(a) in the case of Companies Act accounts—

- (i) section 393 of the 2006 Act (accounts to give true and fair view),
- (ii) section 396(2) of that Act (Companies Act individual accounts: true and fair view), and
- (iii) section 404(2) of that Act (Companies Act group accounts: true and fair view), and

(b) in the case of IAS accounts, section 393 of the 2006 Act and international accounting standards,

apply so as to require a true and fair view to be shown in the revised accounts of the matters referred to in those accounts, viewed as at the date of the original annual accounts.

(3) In the case of Companies Act accounts, paragraph 13(b) of Schedule 1 to the Small Companies and Groups (Accounts and Directors' Report) Regulations 2008 or (where applicable) paragraph 13(b) of Schedule 1 to the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008 apply to revised accounts as if the reference in those paragraphs to the date on which the accounts were signed was to the date of the original annual accounts.

(4) The provisions of the 2006 Act as to the matters to be included in a directors' report or directors' remuneration report apply to a revised report as if the revised report was prepared and approved by the directors of the company as at the date of the original directors' report or directors' remuneration report.

Approval and signature of revised accounts

4.—(1) Section 414 of the 2006 Act applies to revised accounts, save that in the case of revision by supplementary note, it applies as if it required a signature on the supplementary note instead of on the company's balance sheet.

(2) Where copies of the original annual accounts have been sent out to members under section 423(1) of the 2006 Act (duty to circulate copies of annual accounts and reports), laid before the company in general meeting under section 437(1) of that Act (public companies: laying of accounts and reports before general meeting) in the case of a public company, or delivered to the registrar under section 441(1) of that Act (duty to file accounts and reports with the registrar), the directors must before approving the revised accounts under section 414, cause statements as to the following matters to be made in a prominent position in the revised accounts (in the case of a revision by supplementary note, in that note)—

(a) in the case of a revision by replacement—

- (i) that the revised accounts replace the original annual accounts for the financial year (specifying it),
- (ii) that they are now the statutory accounts of the company for that financial year,
- (iii) that they have been prepared as at the date of the original annual accounts and not as at the date of revision and accordingly do not deal with events between those dates,
- (iv) the respects in which the original annual accounts did not comply with the requirements of the 2006 Act, and
- (v) any significant amendments made consequential upon the remedying of those defects.

(b) in the case of a revision by supplementary note—

- (i) that the note revises in certain respects the original annual accounts of the company and is to be treated as forming part of those accounts, and
- (ii) that the annual accounts have been revised as at the date of the original annual accounts and not as at the date of revision and accordingly do not deal with events between those dates,

and must, when approving the revised accounts, cause the date on which the approval is given to be stated in them (in the case of revision by supplementary note, in that note); section 414(4) and (5) apply with respect to a failure to comply with this paragraph as if the requirements of this paragraph were requirements of Part 15 of that Act.

Approval and signature of revised directors' report

5.—(1) Section 419 of the 2006 Act applies to a revised directors' report, save that in the case of revision by supplementary note, it applies as if it required the signature to be on the supplementary note.

(2) Where copies of the original directors' report have been sent out to members under section 423(1) of the 2006 Act, laid before the company in general meeting under section 437(1) of that Act in the case of a public company, or delivered to the registrar under section 441(1), the directors must, before approving the revised report under section 419, cause statements as to the following matters to be made in a prominent position in the revised report (in the case of a revision by supplementary note, in that note)—

(a) in the case of a revision by replacement—

- (i) that the revised report replaces the original report for the financial year (specifying it),
- (ii) that it has been prepared as at the date of the original directors' report and not as at the date of revision and accordingly does not deal with any events between those dates,
- (iii) the respects in which the original directors' report did not comply with the requirements of the 2006 Act, and
- (iv) any significant amendments made consequential upon the remedying of those defects,

(b) in the case of a revision by supplementary note—

- (i) that the note revises in certain respects the original directors' report of the company and is to be treated as forming part of that report, and
- (ii) that the directors' report has been revised as at the date of the original directors' report and not as at the date of the revision and accordingly does not deal with events between those dates,

and must, when approving the revised report, cause the date on which the approval is given to be stated in them (in the case of a revision by supplementary note, in that note); section 419(3) and (4) of the 2006 Act apply with respect to a failure to comply with this paragraph as if the requirements of this paragraph were requirements of Part 15 of that Act.

Approval and signature of revised directors' remuneration report

6.—(1) Section 422 of the 2006 Act applies to a revised directors' remuneration report, save that in the case of revision by supplementary note, it applies as if it required the signature to be on the supplementary note.

(2) Where copies of the original directors' remuneration report have been sent out to members under section 423(1) of the 2006 Act, laid before the company in general meeting under section 437(1) of that Act in the case of a public company, or delivered to the registrar under section 441(1) of that Act, the directors must, before approving the revised report under section 422, cause statements as to the following matters to be made in a prominent position in the revised report (in the case of a revision by supplementary note, in that note)—

(a) in the case of a revision by replacement—

- (i) that the revised report replaces the original report for the financial year (specifying it),
- (ii) that it has been prepared as at the date of the original directors' remuneration report and not as at the date of revision and accordingly does not deal with any events between those dates,
- (iii) the respects in which the original directors' remuneration report did not comply with the requirements of the 2006 Act, and
- (iv) any significant amendments made consequential upon the remedying of those defects,

(b) in the case of a revision by supplementary note—

- (i) that the note revises in certain respects the original directors' remuneration report of the company and is to be treated as forming part of that report, and
- (ii) that the directors' remuneration report has been revised as at the date of the original directors' remuneration report and not as at the date of the revision and accordingly does not deal with events between those dates,

and must, when approving the revised report, cause the date on which the approval is given to be stated in it (in the case of a revision by supplementary note, in that note); section 422(2) and (3) of the 2006 Act apply with respect to a failure to comply with this paragraph as if the requirements of this paragraph were requirements of Part 15 of that Act.

PART 3 AUDITOR'S REPORTS

Auditor's report on revised accounts and revised report

7.—(1) Subject to paragraph (2), a company's current auditor shall make a report or (as the case may be) further report under section 495 of the 2006 Act (auditor's report on company's annual accounts), to the company's members under this regulation on any revised accounts prepared under section 454 of that Act and—

- (a) section 498 of that Act (duties of auditor) applies with any necessary modifications, and
- (b) section 495(1) does not apply with respect to the revised accounts.

(2) Where the auditor's report on the original annual accounts was not made by the company's current auditor, the directors of the company may resolve that the report required by paragraph (1) is to be made by the person or persons who made that report, provided that that person or those persons agree to do so and would be qualified for appointment as auditor of the company.

(3) Subject to regulation 19(1), an auditor's report under this regulation must state whether in the auditor's opinion the revised accounts have been properly prepared in accordance with the provisions of the 2006 Act and, where applicable, Article 4 of the IAS Regulation as they have effect under these Regulations, and in particular whether a true and fair view, seen as at the date the original annual accounts were approved, is given by the revised accounts with respect to the matters set out in section 495(3)(a) to (c) of that Act.

The report must also state whether in the auditor's opinion the original annual accounts failed to comply with the requirements of the 2006 Act and, where applicable, Article 4 of the IAS Regulation in the respects identified by the directors (in the case of a revision by replacement) in the statement required by regulation 4(2)(a)(iv) or (in the case of a revision by supplementary note) in the supplementary note.

(4) The auditor must also state whether the information contained in the directors' report for the financial year for which the annual accounts are prepared (which is, if the report has been revised under these Regulations, that revised report) is consistent with those accounts.

(5) Sections 503 to 506 of the 2006 Act (signature of auditor's report) apply to an auditor's report under this regulation as they apply to an auditor's report under section 495(1) of that Act, with any necessary modifications.

(6) An auditor's report under this regulation shall, upon being signed under section 503 of the 2006 Act as so applied, be, as from the date of signature, the auditor's report on the annual accounts of the company in place of the report on the original annual accounts.

Auditor's report where company ceases to be exempt from audit

8.—(1) Where as a result of the revisions to the accounts, the company is no longer entitled to exemption from audit under Chapter 1 of Part 16 of the 2006 Act, the company shall cause an auditor's report on the revised accounts to be prepared.

(2) The auditor's report must be delivered to the registrar within 28 days after the date of revision of the accounts.

(3) Sections 451 (default in filing accounts and reports: offences) and 452 (default in filing accounts: court order) of the 2006 Act apply with respect to a failure to comply with the requirements of this regulation as they apply with respect to a failure to comply with the requirements of section 441 of that Act but as if—

(a) the references in section 451(1) and in section 452(1)(a) to "the period for filing those accounts and reports" were references to the period of 28 days referred to in paragraph (2); the reference in section 451(1) and (2) to "that period" are to be construed accordingly, and

(b) the references in section 451(3) to "the documents in question" and "this Part" were, respectively, a reference to the auditor's report referred to in paragraph (2) and the provisions of Part 16 of the 2006 Act as applied by these Regulations.

Auditor's report on revised report alone

9.—(1) Subject to paragraph (2), a company's current auditor shall make a report or (as the case may be) further report under section 496 or 497 of the 2006 Act (as the case may be) to the company's members under this regulation on any revised report prepared under section 454 of that Act if the relevant annual accounts have not been revised at the same time.

(2) Where the auditor's report on the annual accounts for the financial year covered by the revised report was not made by the company's current auditor, the directors of the company may resolve that the report required by paragraph (1) is to be made by the person or persons who made that report, provided that that person or those persons agree to do so and would be qualified for appointment as auditor of the company.

(3) Where a revised directors' report is prepared under section 454 of the 2006 Act, the auditor's report must state whether in his opinion the information given in that revised report is consistent with the annual accounts for the relevant year (specifying it).

(4) Where a revised directors' remuneration report is prepared under section 454 of the 2006 Act, the auditor's report must state whether in his opinion any auditable part of that revised report has been properly prepared ("auditable part" being a part containing information required by Part 3 of Schedule 8 to the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008).

(5) Sections 503 to 506 of the 2006 Act apply to an auditor's report under this regulation as they apply to an auditor's report under section 495 of that Act, with any necessary modifications.

PART 4 EFFECT OF REVISION

Effect of revision of accounts

10.—(1) Upon the directors approving revised accounts under regulation 4, the provisions of the 2006 Act have effect as if the revised accounts were, as from the date of their approval, the annual accounts of the company in place of the original annual accounts.

(2) In particular, the revised accounts shall as from that date be the company's annual accounts for the relevant financial year for the purposes of the following provisions of the 2006 Act—

- (a) section 431 (right of member or debenture holder to copies of accounts and reports: unquoted companies),
- (b) section 432 (right of member or debenture holder to copies of accounts and reports: quoted companies),
- (c) section 434(3) (requirements in connection with publication of statutory accounts), and

- (d) sections 423 (duty to circulate copies of annual accounts and reports), 437 (public companies; laying of accounts and reports before general meeting) and 441 (duty to file accounts and reports with the registrar), if the requirements of those sections have not been complied with prior to the date of revision.

Effect of revision of report

11.—(1) Subject to the following provisions of these Regulations, upon the directors approving a revised report under regulation 5 or 6 the provisions of the 2006 Act have effect as if the revised report was, as from the date of its approval, the directors' report or the directors' remuneration report (as the case may be) in place of the original directors' report or directors' remuneration report (as the case may be).

(2) In particular, the revised report shall as from that date be the directors' report or the directors' remuneration report for the relevant financial year for the purposes of—

- (a) sections 431 and 432 of the 2006 Act, and
- (b) sections 423 , 437 and 441 of that Act if the requirements of those sections have not been complied with prior to the date of revision.

PART 5

PUBLICATION, LAYING AND DELIVERY OF REVISED ACCOUNTS ETC

Publication of revised accounts and reports

12.—(1) This regulation has effect where the directors have prepared revised accounts or a revised report under section 454 of the 2006 Act and copies of the original annual accounts or report have been sent to any person under section 423 or 146 of that Act.

(2) The directors must send to any such person—

- (a) in the case of a revision by replacement, a copy of the revised accounts, or (as the case may be) the revised report, together with a copy of the auditor's report on those accounts, or (as the case may be) on that report, or
- (b) in the case of a revision by supplementary note, a copy of that note together with a copy of the auditor's report on the revised accounts, or (as the case may be) on the revised report,

not more than 28 days after the date of revision.

(3) The directors must also, not more than 28 days after the revision, send a copy of the revised accounts or (as the case may be) revised report, together with a copy of the auditor's report on those accounts or (as the case may be) on that report, to any person who is not a person entitled to receive a copy under paragraph (2) but who is, as at the date of revision—

- (a) a member of the company,
- (b) a holder of the company's debentures, or
- (c) a person who is entitled to receive notice of general meetings,

unless the company would be entitled at that date to send to that person a summary financial statement under section 426 of the 2006 Act (option to provide summary financial statement). Section 423(2) to (4) of that Act apply to this paragraph as they apply to section 423(1).

(4) Section 425 of the 2006 Act (default in sending out copies of accounts and reports: offences) applies to a default in complying with this regulation as if the provisions of this regulation were provisions of section 423 and as if the references in that section to "the company" and "every officer of the company who is in default" were a reference to each of the directors who approved the revised accounts under regulation 4 or revised report under regulation 5 or 6.

(5) Where, prior to the date of revision of the original annual accounts, the company had completed sending out copies of those accounts under section 423 of the 2006 Act, references in that Act to the day on which accounts are sent out under section 423 are to be construed as referring to the day on which the original accounts were sent out (applying section 423(5) as necessary) notwithstanding that those accounts have been revised; where the company had not completed, prior to the date of revision, the sending out of copies of those accounts under that section, such references are to the day, or the last day, on which the revised accounts are sent out.

Laying of revised accounts or a revised report

13.—(1) This regulation has effect where the directors of a public company have prepared revised accounts or a revised report under section 454 of the 2006 Act and copies of the original annual accounts or report have been laid before a general meeting under section 437 of that Act.

(2) A copy of the revised accounts or (as the case may be) the revised report, together with a copy of the auditor's report on those accounts, or (as the case may be) on that report, must be laid before the next general meeting of the company held after the date of revision at which any annual accounts for a financial year are laid, unless the revised accounts, or (as the case may be) the revised report, have already been laid before an earlier general meeting.

(3) Section 438 of the 2006 Act (public companies: offence of failure to lay accounts and reports) applies with respect to a failure to comply with the requirements of this regulation as it has effect with respect to a failure to comply with the requirements of section 437 of that Act but as if—

- (a) the reference in section 438(1) to "the period allowed" was a reference to the period between the date of revision of the revised accounts or (as the case may be) the revised report and the date of the next general meeting of the company held after the

date of revision at which any annual accounts for a financial year are laid; references in section 438(1) and (2) to “that period” are to be construed accordingly; and

- (b) the references in section 438(3) to “the documents in question” and “this Part” were, respectively, a reference to the documents referred to in paragraph (2) and the provisions of Part 15 of the 2006 Act as applied by these Regulations.

Delivery of revised accounts or a revised report

14.—(1) This regulation has effect where the directors have prepared revised accounts or a revised report under section 454 of the 2006 Act and a copy of the original annual accounts or report has been delivered to the registrar under section 441(1) of that Act.

(2) The directors of the company must, within 28 days of the date of revision, deliver to the registrar—

- (a) in the case of a revision by replacement, a copy of the revised accounts or (as the case may be) the revised report, together with a copy of the auditor’s report on those accounts or (as the case may be) on that report, or
- (b) in the case of a revision by supplementary note, a copy of that note, together with a copy of the auditor’s report on the revised accounts or (as the case may be) on the revised report.

(3) Sections 451 (default in filing accounts and reports: offences) and 452 (default in filing accounts: court order) of the 2006 Act apply with respect to a failure to comply with the requirements of this regulation as they apply with respect to a failure to comply with the requirements of section 441 of that Act but as if—

- (a) the references in section 451(1) and in section 452(1)(a) to “the period for filing those accounts and reports” were references to the period of 28 days referred to in paragraph (2); the references in section 451(1) and (2) to “that period” are to be construed accordingly, and
- (b) the references in section 451(3) to “the documents in question” and “this Part” were, respectively, a reference to the documents referred to in paragraph (2) and the provisions of Part 15 of the 2006 Act as applied by these Regulations.

PART 6

ABBREVIATED ACCOUNTS AND SUMMARY FINANCIAL STATEMENTS

Small and medium sized companies

15.—(1) This regulation has effect (subject to regulation 19(2)) where the directors have prepared revised accounts under section 454 of the 2006 Act and the company has, prior to the date of revision, delivered to the registrar accounts which are abbreviated accounts within the

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meaning of section 444(3) and (4) (filing obligations of companies subject to small companies regime) or 445(3) and (4) (filing obligations of medium-sized companies) of that Act.

(2) Where the abbreviated accounts so delivered to the registrar would, if they had been prepared by reference to the revised accounts, not comply with the provisions of the 2006 Act (whether because the company would not have qualified as a small or (as the case may be) medium-sized company in the light of the revised accounts or because the accounts have been revised in a manner which affects the content of the abbreviated accounts), the directors of the company shall cause the company either—

- (a) to deliver to the registrar a copy of the revised accounts, together with a copy of the directors' report and the auditor's report on the revised accounts, or
- (b) (if on the basis of the revised accounts they would be entitled under the 2006 Act to do so) to prepare further abbreviated accounts drawn up in accordance with the provisions of that Act and deliver them to the registrar together with a statement as to the effect of the revisions made.

(3) Where the abbreviated accounts would, if they had been prepared by reference to the revised accounts, comply with the requirements of the 2006 Act, the directors of the company shall cause the company to deliver to the registrar—

- (a) a note stating that the annual accounts of the company for the relevant financial year (specifying it) have been revised in a respect which has no bearing on the abbreviated accounts delivered for that year, together with
- (b) a copy of any auditor's report on the revised accounts.

(4) Revised abbreviated accounts or a note under this regulation must be delivered to the registrar within 28 days after the date of revision of the revised accounts.

(5) Sections 451 (default in filing accounts and reports: offences) and 452 (default in filing accounts: court order) of the 2006 Act apply with respect to a failure to comply with the requirements of this regulation as they apply with respect to a failure to comply with the requirements of section 441 of that Act but as if—

- (a) the references in section 451(1) and in section 452(1)(a) to "the period for filing those accounts and reports" were references to the period of 28 days referred to in paragraph (4); the references in section 451(1) and (2) to "that period" are to be construed accordingly, and
- (b) the references in section 451(3) to "the documents in question" and "this Part" were, respectively, a reference to the documents referred to in paragraph (4) and the provisions of Part 15 of the 2006 Act as applied by these Regulations.

16.—(1) This regulation has effect (subject to regulation 19(2)) where the directors have delivered to the registrar abbreviated accounts which do not comply with the provisions of the 2006 Act for reasons other than those specified in regulation 15(2).

(2) The directors of the company shall cause the company—

- (a) to prepare further abbreviated accounts in accordance with the provisions of section 444(3) and (4) or 445(3) and (4) of the 2006 Act (as the case may be), and
- (b) to deliver those accounts to the registrar within 28 days after the date of revision together with a statement as to the effect of the revisions made.

(3) Sections 451 and 452 of the 2006 Act apply with respect to a failure to comply with the requirements of this regulation as they apply with respect to a failure to comply with the requirements of section 441 of that Act but as if—

- (a) the references in section 451(1) and in section 452(1)(a) to “the period for filing those accounts and reports” were references to the period of 28 days referred to in paragraph (2); the references in section 451(1) and (2) to “that period” are to be construed accordingly, and
- (b) the references in section 451(3) to “the documents in question” and “this Part” were, respectively, a reference to the documents referred to in paragraph (2) and the provisions of Part 15 of the 2006 Act as applied by these Regulations.

Summary financial statements

17.—(1) This regulation has effect subject to regulation 19(3) where a summary financial statement has been sent to any person specified in regulation 3 of the Companies (Summary Financial Statement) Regulations 2008(4).

(2) Where the summary financial statement does not comply with the requirements of section 426 of the 2006 Act or the Companies (Summary Financial Statement) Regulations 2008, or if it had been prepared by reference to revised accounts or a revised report would not have complied with those requirements, the directors of the company shall, subject to paragraphs (4) and (5), cause the company to prepare a further summary financial statement under section 426 of that Act and to send that statement to—

- (a) any person who received a copy of the original summary financial statement, and
- (b) any person to whom the company would be entitled, as at the date the revised summary financial statement is prepared, to send a summary financial statement for the current financial year,

and sections 426(1) to (4), 434(6) and 435(7) of that Act (requirements in connection with the publication of statutory accounts and of non-statutory accounts) respectively apply with necessary modifications to a summary financial statement under this regulation.

(3) A summary financial statement prepared under paragraph (2) must contain a short statement of the revisions made and their effect.

(4) The directors of the company may, instead of causing the company to prepare a further summary financial statement under paragraph (2), cause the company to prepare and send to

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the persons mentioned in that paragraph a supplementary note indicating the corrections to the original summary financial statement, and sections 426(1) and (2), 434(6) and 435(7) of the 2006 Act apply with necessary modifications to such a supplementary note.

(5) A supplementary note prepared under the last paragraph must contain a statement that it revises the original summary financial statement in certain respects and is to be treated as forming part of that statement.

(6) Where the summary financial statement would, if it had been prepared by reference to the revised accounts or revised report, comply with the requirements of section 426 of the 2006 Act and the Companies (Summary Financial Statement) Regulations 2008, the directors of the company shall cause the company to send to the persons referred to in paragraph (2) a note stating that the annual accounts of the company for the relevant financial year (specifying it) or (as the case may be) the directors' report or directors' remuneration report for that year have or has been revised in a respect which has no bearing on the summary financial statement for that year.

If the auditor's report under regulation 7, 8 or 9 on the revised accounts or revised report is qualified, a copy of that report must be attached to the note sent out under this paragraph.

(7) A summary financial statement revised, or a note prepared, under this regulation must be sent to the persons referred to in paragraph (2) within 28 days after the date of revision of the revised accounts or revised report.

(8) Section 429 of the 2006 Act (summary financial statements: offences) applies with respect to a failure to comply with the requirements of this regulation as if the provisions of this regulation were provisions of that section and as if the reference in that section to "the company", and "every officer of the company who is in default" were references to each of the directors of the company who approved the revised accounts under regulation 4, the revised directors' report under regulation 5 or the revised directors' remuneration report under regulation 6.

PART 7 COMPANIES EXEMPT FROM AUDIT

Companies exempt from audit under section 477 or 480

18. Where, in respect of any financial year, a company is exempt under section 477 (small companies: conditions for exemption from audit) or 480 (dormant companies: conditions for exemption from audit) of the 2006 Act from the requirements of that Act relating to the audit of accounts, these Regulations apply as if they omitted any reference to an auditor's report, or to the making of such a report.

PART 8
FINAL PROVISIONS

Modifications of the 2006 Act

19.—(1) Where the provisions of the 2006 Act as to the matters to be included in the annual accounts of a company or (as the case may be) in a directors' report or directors' remuneration report have been amended after the date of the original annual accounts or (as the case may be) directors' report or directors' remuneration report but prior to the date of revision, references in regulations 3 and 7(3) to the provisions of that Act are to be construed as references to the provisions of that Act as in force at the date of the original annual accounts or (as the case may be) directors' report or directors' remuneration report.

(2) Where the provisions of sections 444(3) and (4) and 445(3) and (4) of the 2006 Act as to the matters to be included in abbreviated accounts have been amended after the date of delivery of the original abbreviated accounts but prior to the date of revision of the revised accounts or report, references in regulations 15 and 16 to the provisions of the 2006 Act or to any particular provisions of that Act are to be construed as references to the provisions of that Act, or to the particular provision, as in force at the date of the delivery of the original abbreviated accounts.

(3) Where the provisions of section 426 of the 2006 Act or of the Companies (Summary Financial Statement) Regulations 2008 as to the matters to be included in a summary financial statement have been amended after the date of the sending out of the original summary financial statement but prior to the date of revision of the revised accounts or report, references in regulation 17 to section 426 or to those Regulations are to be construed as references to that section or those Regulations as in force at the date of the sending out of the original summary financial statements.

Revocations etc.

20.—(1) The Companies (Revision of Defective Accounts and Report) Regulations 1990⁽⁵⁾ and the Companies (Revision of Defective Accounts and Report) Regulations (Northern Ireland) 1991⁽⁶⁾ are revoked.

(2) Notwithstanding the revocation of the regulations specified in paragraph (1), the provisions of those regulations continue to apply in relation to financial years of a company beginning before 6th April 2008.

Gareth Thomas
Parliamentary Under Secretary of State for
Trade and Consumer Affairs,

19th February 2008

EXPLANATORY NOTE

(This note is not part of the Regulations)

These Regulations set out how the provisions of the Companies Act 2006 (“the 2006 Act”) are to apply to revised annual accounts, directors’ reports, directors’ remuneration reports and summary financial statements prepared under section 454 of the 2006 Act. They replace the Companies (Revision of Defective Accounts and Report) Regulations 1990 ([S.I. 1990/2570](#)) (“the 1990 Regulations”) which were made under the Companies Act [1985 \(c.6\)](#), and the Companies (Revision of Defective Accounts and Report) Regulations (Northern Ireland) 1991 ([S.R. 1991/268](#)) (“the 1991 Regulations”), made under the Companies (Northern Ireland) Order 1986 ([S.I. 1986/1032 \(N.I. 6\)](#)).

The Regulations come into force on 6th April 2008, and apply in relation to companies’ financial years beginning on or after that date (regulation 1(2)). They extend to the whole of the United Kingdom, reflecting the extent of the 2006 Act.

Regulation 2 contains definitions. Regulation 2(2) provides that any reference in the Regulations to members of a company include persons nominated to enjoy information rights under section 146 of the 2006 Act (traded companies: nomination of persons to enjoy information rights). Regulation 2(3) provides for references in the Regulations to 2006 Act provisions on the content of accounts and reports to include relevant provisions of the Small Companies and Groups (Accounts and Directors’ Report) Regulations 2008 and the Large and Medium-sized Companies and Groups (Accounts and Reports) Regulations 2008. These two sets of regulations replace the Accounting Schedules to Part 7 of the Companies Act 1985 and Part 8 of the Companies (Northern Ireland) Order 1986.

Regulation 3 re-enacts the provisions of the 1990 and 1991 Regulations providing for revised accounts to be prepared as if they were being prepared as at the date of the approval of the original, defective accounts.

Regulations 4 to 6 re-enact the provisions setting out the procedures for the approval and signing of revised accounts, revised directors’ reports or revised directors’ remuneration reports, and require statements to be inserted into the revised documents making clear what they are.

Regulations 7 to 9 re-enact the provisions for a special auditor’s report on revised accounts or reports.

Regulation 10 restates the provisions that as from the date of revision of the revised accounts they are to be regarded as the company’s annual accounts for all the purposes of the 2006 Act

...revision of Defective Accounts and Reports) Regulations 2008 No. 373 17 מתוך 17 דף
(so that, for example, if the original defective accounts have not by that date been sent to the members of the company under section 423 of the 2006 Act, laid before the company in general meeting in the case of a public company under section 437 or delivered to the registrar of companies under section 441, the revised accounts must be so sent, laid or delivered). Regulation 11 makes similar provision with respect to directors' reports and directors' remuneration reports.

Regulations 12 to 14 re-enact the provisions requiring that the directors take certain steps with regard to revised accounts or revised reports where, prior to the date of the revision, copies of the original, defective accounts or reports have been sent to members, laid before the company in general meeting (in the case of a public company) or delivered to the registrar of companies. Regulations 15 to 17 re-enact the special provisions with respect to situations where, prior to the date of revision, accounts abbreviated as for a small or medium-sized company or summary financial statements have been delivered or sent based upon the original, defective accounts.

Regulation 18 re-enacts the provisions with respect to companies exempt from audit, while regulation 19 deals with the case where the provisions of the 2006 Act as to the contents of accounts or reports have changed between the date of the original, defective accounts and the date of revision.

Regulation 20 revokes the 1990 and 1991 Regulations, and makes transitional provision.

An Impact Assessment has not been produced for these Regulations as they have only a negligible impact on the costs of business, charities or voluntary bodies.

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- (1) [2006 c.46](#).
 - (2) [S.I. 2008/409](#).
 - (3) [S.I. 2008/410](#).
 - (4) [S.I. 2008/374](#).
 - (5) [S.I. 1990/2570](#) as amended by S.I.s [1994/1935](#), [1995/2092](#), [1996/315](#), [2005/2282](#) and [2005/3442](#).
 - (6) [S.R. 1991/268](#), as amended by regulation 10 of [S.R. 1993/267](#), regulation 5 of, and Schedule 2 to, [S.R. 1995/128](#), regulation 12 of [S.R. 1996/179](#), [S.R. 1997/423](#) and [S.R. 2006/139](#).