

CRUX OF Professional Ethics

CRUX by
NAVEEN CHAND

Chartered Accountant Act, 1949

Schedule I

PART 1 CA in Practice >> Prof. Misconduct

12 CLAUSES

1. Not to allow FIRM NAME
2. Sharing of Profits with Others (Reg. 53A / 53B)
3. Sharing of Other's Profits
4. Partnership
5. Securing Work through Others
6. Solicitation
7. Advertisement
8. Communication with predecessor auditor
9. Comply with Sec 139 and 141 of CO ACT, 2013
10. Charging fee on %age basis (Reg. 192)
11. Other Occupation (Reg. 190A)
12. Signing

PART 2 CA in Service >> Prof. Misconduct

2 CLAUSES

1. Allow or Pay part of remuneration for securing employment
2. Agree or receive of remuneration of Others

PART 3 Members Generally >> Prof. Misconduct

3 CLAUSES

1. Not FCA, but pretend to be FCA
2. Not providing information to ICAI
3. Providing false info. In case of tender or enquires.

PART 4 Members Generally >> Other Misconduct

2 CLAUSES

1. Imprisonment up to 6 months (civil or criminal)
2. Disrepute to Institute

Schedule II

PART 1 CA in Practice >> Prof. Misconduct

10 CLAUSES

1. Breach of confidentiality of Client's info.
2. Certification without examination
3. Allow NAME in case of forecast estimates
4. Expressing an opinion (substantial interest)
5. Fails to disclose Material Facts
6. Fails to report Material Misstatement
7. Fails to exercise due diligence
8. Fails to obtain sufficient info.
9. Departure from SAs
10. Separate bank account for clients funds

PART 2 Members Generally >> Prof. Misconduct

4 CLAUSES

1. Violation of ACT, regulations or guidelines
2. Breach of Confidentiality (being an employee)
3. Providing wrong info. To institute
4. Embezzlement of funds

PART 3 Members Generally >> Other Misconduct

1 CLAUSE

1. Imprisonment more than 6 months (civil or criminal)