

Part 3 – Professional Accountants in Public Practice (PAPP)

In this KLiP, we will be **introducing the purpose** of Part 3 of the Code and the **contents** for discussion.

Part 3, of the International **Code** of Ethics for Professional Accountants discusses about the **requirements and application materials** that **applies to all Professional Accountants in Public Practice**, whether they provide **assurance services or not**.

The term “professional accountant in public practice” is used in reference to a firm of professional accountants in public practice. And a professional accountant, refers to an individual who provide professional services, irrespective of functional classification in a firm. For example: audit, tax or consulting.

The purpose of setting up this Part 3, of the Code is because, in Part 1 it does not describe all of the facts and circumstances, including professional activities, interest and relationships, that could be encountered by professional accountants in public practice, which create or might create threats to compliance with the fundamental principles. Therefore, conceptual framework requires professional accountants in public practice to be alert for such facts and circumstances.

The following are the list of topics, that will be discussed in separate KLiPs.

1. Applying the Conceptual Framework
2. Conflicts of Interest
3. Professional Appointments
4. Second Opinions
5. Fees and Other Types of Remuneration
6. Inducements, Including Gifts and Hospitality
7. Custody of Client Assets
8. Responding to Non-compliance with Laws and Regulations

In our next KLiP, we will discuss the 1st topic on applying the conceptual framework.

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