

*These notes refer to the Companies Act 2006 (c.46)
which received Royal Assent on 8 November 2006*

COMPANIES ACT 2006

EXPLANATORY NOTES

COMMENTARY

Part 16: Audit

Chapter 2: Appointment of Auditors

General provisions

Section 493: Disclosure of terms of audit appointment

752. This section creates a new power for the Secretary of State to require companies to disclose information about the terms on which they engage their auditors. *Subsection (2)* provides some examples of the detailed requirements that the Secretary of State could specify in regulations. *Subsection (3)* provides that regulations can require disclosure of changes in terms as well as the terms at the time of appointment. *Subsection (4)* specifies that the regulations are to be made by affirmative resolution procedure.