



PPRA

**PROPERTY PRACTITIONERS
REGULATORY AUTHORITY**



**AUDIT COMPLIANCE
REQUIREMENTS APPLICABLE
TO BUSINESS
PROPERTY PRACTITIONERS**



Block A & B, 63 Wierda Road East, Wierda Valley, Sandton

Tel: 087 285 3222 | www.theppra.org.za

EXEMPTION FROM HAVING A TRUST ACCOUNT

Did you know that as a business property practitioner, you qualify for a trust account exemption if you meet one of the following requirements:

- If you have never handled trust monies;
- If you handled trust monies previously but you no longer handle trust monies;
- If you mandate a payment processing agent registered with the PPRA to handle your trust monies; or
- PPRA will issue you with a trust account exemption letter after submission of the required documents.

TRUST ACCOUNT AUDIT REQUIREMENTS

Did you know that as a business property practitioner, without a trust account exemption letter:

- You are required to have your trust account(s) audited annually by a Registered Auditor;
- You are required to ensure that your auditor logs in on the MyPPRA Auditors Portal within six months after your financial year-end and submit the audit report on the trust account(s);
- You will be levied a late-submission penalty of R 20/day if your audit report is submitted late; and/or
- You will be issued with a Compliance Notice with a R 25 000 fine if your audit report on the trust account remains outstanding after 9 months of your financial year-end?

INDEPENDENT REVIEW OF ANNUAL FINANCIAL STATEMENTS

Did you know that as a business property practitioner, you can have your annual financial statements independently reviewed instead of having them fully audited if you meet the following requirements:

- If your annual revenue is below R 2,5 million; or
- If you are in possession of a trust account exemption letter issued by the PPRA.

The independent review must be performed within six months after your financial year-end by the following eligible persons:

- Registered Auditor — if you are not in possession of a trust account exemption letter issued by the PPRA;
- Registered Auditor or Chartered Accountant — if your Public Interest Score calculated in terms of the Companies Act is at least 100; or
- Registered Auditor, Chartered Accountant or any person qualified to be an accounting officer of a Close Corporation — if your Public Interest Score calculated in terms of the Companies Act is below 100.

AUDIT OF ANNUAL FINANCIAL STATEMENTS

Do you know that as a business property practitioner, you must have your annual financial statements audited by a Registered Auditor if your annual revenue is at least R 2,5 million and the audit of the financial statements must be completed within six months after your financial year-end?

For further enquiries, contact the PPRA Audit Compliance Department at: audit@theppra.org.za



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