

STATEMENT ON GOVERNANCE

BOARD MEMBERS

The Board of the AOB comprises a Non-Executive Chairman, an Executive Officer, and 5 other Non-Executive Members who are appointed by the SC. The Non-Executive Members are representatives from the regulators, namely BNM and SSM, the legal profession, auditing profession and the private sector. The Executive Officer is responsible for the day-to-day administration of the AOB.

The Non-Executive Chairman of the AOB is appointed for a term of 3 years and the Non-Executive Members of the Board are appointed for a term of 2 years. Both the Non-Executive Chairman and Non-Executive Members are eligible for reappointment upon the completion of their term.

A person is disqualified from holding the office of a Board member of the AOB if he or she is:

- Convicted of an offence under the law;
- Declared a bankrupt;

- Fails to attend 3 consecutive Board meetings without leave; or
- Not capable of discharging his or her duties.

The SCMA requires a Board member to manage the conflict of interest by disclosing his or her interest in any matter under discussion by the Board. Once a disclosure is made, he or she:

- Shall neither take part nor be present in any deliberation or decision of the Board or its committees; and
- Shall be disregarded for the purposes of constituting quorum of the Board or its committees, relating to the matter.

RESPONSIBILITIES OF THE BOARD

The Board is responsible for assisting the SC in discharging its functions under the SCMA.

The responsibilities of the Board is include in Figure 1.

FIGURE 1

BOARD RESPONSIBILITIES



Implement policies and programmes to ensure an effective audit oversight system in Malaysia



Register or recognise auditors of PIEs or schedule funds



Direct MIA to establish or adopt, or by way of both, the auditing and ethical standards to be applied by auditors



Conduct inspections and monitoring programmes on registered auditors to assess the degree of compliance of auditing and ethical standards



Impose appropriate sanctions against registered auditors who fail to comply with auditing and ethical standards



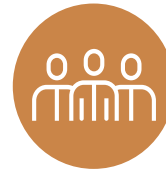
Co-operate with relevant authorities in formulating and implementing strategies to enhance standards of financial disclosures of PIEs or schedule funds



Liaise and co-operate with oversight bodies outside Malaysia to enhance the standing of the auditing profession in Malaysia and internationally



Carry out inspection on a person who prepares a report in relation to financial information of PIEs or schedule funds, related to capital market activities



Perform such other duties or functions as necessary or appropriate to promote high professional standards of registered auditors and to improve the quality of audit services provided by registered auditors

BOARD MEETINGS

There were 9 Board meetings held in 2021. The quorum required 3 members to be present. The attendance record of the Board members is set out in Table 1.

Table 1 Attendance at Board meetings	
Board members	Number of meetings attended
Dato' Anantham Kasinather (Non-Executive Chairman)	9/9
Alex Ooi Thiam Poh (Executive Officer)	9/9
Salmah Bee Mohd Mydin	9/9
Hew Ee-Lu	9/9
Datuk Nor Azimah Abdul Aziz	7/9
Dato' Darawati Hussain	9/9
Dato' Seri Ahmad Johan Mohammad Raslan	9/9

COMMITTEE OF THE AOB

The Registration Committee was established to deliberate matters regarding the registration or recognition of auditors with the AOB. Where applicable, the Registration Committee will make recommendations to the Board on matters that require further deliberation and decision.

The following are members of the Registration Committee:

- Dato' Anantham Kasinather;
- Alex Ooi Thiam Poh; and
- Dato' Darawati Hussain.

There were 4 Registration Committee meetings held in 2021. The Chairman of the AOB chairs the meetings of the Registration Committee. In his absence, a member of the Board who sits on the Registration Committee can be tasked to take on this responsibility.

Table 2 Attendance at Registration Committee meetings	
Members of the Registration Committee	Number of meetings attended
Dato' Anantham Kasinather	4/4
Alex Ooi Thiam Poh	4/4
Dato' Darawati Hussain	4/4

ORGANISATION STRUCTURE

