

## **N D A Update on use of audit trail enabled accounting software**

MCA has issued 2 notifications today further amending Companies (Accounts) Rules and Companies (Audit & Auditors) Rules.

In a major relief to small and mid-sized companies, the requirement of use of accounting software having feature of recording audit trail of every transaction and creating an edit log of every change **has been deferred by one year to 1<sup>st</sup> April 2022.**

[http://www.mca.gov.in/Ministry/pdf/AccountsAmendmentRules\\_01042021.pdf](http://www.mca.gov.in/Ministry/pdf/AccountsAmendmentRules_01042021.pdf)

Similar corresponding amendment has been made in the “other matters to be included in Auditors report”. The requirement to report on use of audit trail enabled software **has also been deferred by one year to 1<sup>st</sup> April 2022.**

[http://www.mca.gov.in/Ministry/pdf/AuditAuditorsAmendmentRules\\_01042021.p  
df](http://www.mca.gov.in/Ministry/pdf/AuditAuditorsAmendmentRules_01042021.pdf)