

BENEFITS OF ROSC

Audit & Reporting Reform in Georgia

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Recent ROSCs in Georgia | Audit and Reporting



- Acknowledgement of SARAS progress in the report
- New ranking system | performance indicators
- Better comparability with the future reports



Major Benefits we see in ROSC

Improved Governance:

- Highlights weak areas / deviations from international standards and best practices
- Works as **comprehensive roadmap** for reform, leading to better regulatory environment and increased investor confidence.

Improved Collaboration:

- Facilitate dialogue between stakeholders.
- More opportunities for Donor's support

Access to International Markets:

- Instrument to show stakeholders our commitment to international standards and codes.
- Acknowledgement of SARAS progress in the report
- Potentially increasing access to finance and investment.

Peer Learning :

- Facilitate dialogue between stakeholders.
- Fostering exchange of experience and capacity-building efforts.

Enhanced Transparency & Risk Mitigation:

- Transparent evaluation of a country's regulatory framework and practices
- Shows strengths and weaknesses of a country's institutional framework
- Valuable risk assessment tool for investors



ROSC 2022 | Key Recommendations for SARAS

- **Institutional Strengthening of SARAS**
 - Financial sustainability
 - Board capacity | Robust dispute resolution mechanism
- **Gaps with EU Legislation**
 - CSRD implementation
 - Transparency report for Auditor
- **Audit Oversight and Quality Assurance**
 - Develop robust enforcement mechanism
- **Monitoring and Enforcement of Companies Annual Reporting**
 - Develop robust enforcement mechanism | XBRL

The relevant legislation changes are planned for 2025-2026

The CSRD related legislation changes are planned for 2025; With effective date from 1 January 2026

Are included into the current legislation changes

With the help of the World bank Conducted XBRL implementation feasibility study with the positive outcome



ROSC 2022 | Overall Feedback

- Considering the depth and breadth of the inquiries the process might seem quite intricate but ultimately rewarding.
- The document itself prompted to consider some aspects of our operations that we might not have otherwise.
- A good balance between providing guidance and allowing for flexibility, which is crucial for adapting to our unique circumstances
- Useful reference point on both, local and global scale.





Questions?