

No. 35/1/90-CL.III  
Government of India, Ministry of Industry  
Department of Company Affairs  
Shastri Bhawan, 5<sup>th</sup> Floor, "A" Wing  
New Delhi

Dated: 2<sup>nd</sup> March 90

To  
The President,  
The Institute of Cost and Works Accountants of India  
12, Sudder Street, Calcutta-700 016

**Sub: Clarification under Section 224 (1) of the Companies Act, 1956.**

Sir,

I am directed to refer to your letter no. CLC/79/89 dated 8<sup>th</sup> January, 1990 on the subject mentioned above and to say that while giving a certificate in terms of provision to sub-section 224 of the Companies Act, 1956, the auditor or auditors will not take into account the actual appointments as auditors in the companies but also their proposed appointment in companies for which they have given their consent.

Yours faithfully,

K.M. Gupta  
Under Secretary to the Govt. of India