

## Mandatory Audit and Review Thresholds in Estonia, Latvia and Lithuania

Audit/review is mandatory if <b>two</b> out of three criteria exceed:		Sales revenue	Total assets as of the balance sheet date	Average number of employees
<b>ESTONIA</b>	<b>audit</b>	> 4 000 000 €	> 2 000 000 €	> 50
	<b>review</b>	> 1 600 000 €	> 800 000 €	> 24
<b>LATVIA</b>	<b>audit</b>	> 1 600 000 €	> 800 000€	> 50
	<b>review</b>	> 800 000 €	> 400 000 €	> 25
<b>LITHUANIA</b>	<b>audit</b>	> 3 500 000 €	> 1 800 000€	> 50
Audit/review is mandatory if <b>one</b> out of three criteria exceeds:		Sales revenue	Total assets as of the balance sheet date	Average number of employees
<b>ESTONIA</b>	<b>audit</b>	> 12 000 000 €	> 6 000 000 €	> 180
	<b>review</b>	> 4 800 000 €	> 2 400 000 €	> 72

**Estonia:** In addition to the accounting entities who have met the qualitative criteria specified above, an audit of the annual accounts is **compulsory** for:

- > all public limited companies which have more than two shareholders;
  - > all companies whose articles of association stipulate a mandatory audit;
  - > the state accounting entities;
  - > local authorities;
  - > political parties and companies receiving allocations from the state budget in which the state has at least the required interest within the meaning of the State Assets Act;
- > legal persons governed by public law;
  - > foundations established by the state, legal persons in public law, local governments, political parties or companies in which the state has at least the required interest within the meaning of the State Assets Act;
  - > foundations established on the basis of the will or foundations that are subject to audit pursuant to the Statutes or a decision of the supervisory board.

The mandatory audit and review thresholds named above are the general rules, for exceptions and specifications please contact your local Rödl & Partner office.