



## Laws and Regulations Announcement

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### Higher Monetary Award Proposed for the Reporting of Accounting Irregularities

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<b>Agency:</b>	Financial Services Commission
<b>Regulation to be amended:</b>	Regulations on Procedure and Reward for Reporting Accounting Irregularities
<b>FSC Notice number:</b>	2017-199
<b>Announcement date:</b>	July 19, 2017
<b>Summary:</b>	<p>The Financial Services Commission proposed amendments to the Regulations on Procedure and Reward for Reporting Accounting Irregularities that will set a higher monetary award for the reporting of accounting irregularities. This is a follow-up revision of the increased award for whistleblowers in the Enforcement Decree of the Act on External Audit of Stock Companies.</p>
<b>Key provisions:</b>	<ul style="list-style-type: none"><li>• The maximum amount of whistleblower award will be increased by ten-fold from KRW50 million to KRW500 million.</li><li>• Specific criteria for determining the amount of the award will be set with considerations given to the whistleblower's contribution to investigation of accounting irregularities.</li></ul>
<b>Public comment for the proposed amendments:</b>	The public comment period for the proposed rule changes ends on August 30, 2017.

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