

The Hong Kong Institute of Certified Public Accountants (the Institute) is the only statutory licensing body for professional accountants in Hong Kong.

It is responsible for the registration and regulation of certified public accountants (CPA) and for granting statutory audit rights to practising CPAs.



I. Membership admission requirements

1. To become a member of the Hong Kong Institute of CPAs, a candidate needs to satisfy the following requirements:
 - University degree or equivalent. This degree should be accredited or recognised by the Institute.
 - Completion of the Institute's qualification programme (QP). The QP is a post-graduate course of study including four modules of advanced study via workshops and examinations in financial reporting, financial management, auditing and information management, taxation and a final examination that tests the integration of knowledge in the four module areas.
 - At least three years of practical work experience gained under an Institute-authorized employer or supervisor.
 - Persons who wish to carry the title of CPA must demonstrate that they are of good character and are fit and proper.
 - At least 21 years of age.
2. The QP has been assessed by a number of overseas accountancy bodies as meeting their standards of admission to membership. QP qualified members of the Institute are eligible for exemption from the professional programme and practical experience requirements of the following institutes:

- ▶ Institute of Chartered Accountants in Australia (ICAA)
- ▶ Institute of Chartered Accountants in England & Wales (ICAEW)[#]
- ▶ Institute of Chartered Accountants in Ireland (ICAI)[#]
- ▶ Institute of Chartered Accountants of Scotland (ICAS)[#]
- ▶ Institute of Chartered Accountants of Zimbabwe (ICAZ)
- ▶ New Zealand Institute of Chartered Accountants (NZICA)
- ▶ South African Institute of Chartered Accountants (SAICA)
- ▶ Canadian Institute of Chartered Accountants (CICA)^{*}
- ▶ CPA Australia (CPAA)
- ▶ The Association of Chartered Certified Accountants (ACCA)
- ▶ Association of International Accountants (AIA)

[#] *Members of the Institute who qualified through the QP under the mutual examination paper exemptions agreement for Mainland and Hong Kong accountants (i.e. have passed the PRC CPA Uniform Examination and modules A and D and final examination of the Institute's QP) are eligible for consideration of membership admission to ICAEW, ICAI and ICAS under the extension of the reciprocal membership agreements.*

^{*} *Subject to CICA's vetting of an individual's practical experience.*

3. All members who were admitted to the Institute on or before 29 July 2008 and graduates of the Institute's QP can enjoy exemption for three out of five papers of the PRC CPA Uniform Examination of the Chinese Institute of CPAs under the current system. Under its new examination system effective from 2009, eligible Institute members and QP graduates can be exempted from three out of seven papers.

All members of the Institute are eligible for exemption from the Chartered Institute of Management Accountants (CIMA) Certificate in Business Accounting and eight out of ten papers of the CIMA Professional Qualification programme.
4. To apply for membership in the Hong Kong Institute of CPAs, please complete and submit to the Institute form R-3, which can be downloaded from the Institute's website at <http://www.hkicpa.org.hk>.

II. Overseas qualifications recognition agreements

5. As the gatekeeper of Hong Kong's accounting profession, the Institute endeavours to accommodate overseas accounting body members who wish to join the Institute and enjoy the rights and privileges of membership.
6. One of the Institute's main duties is to develop the accounting profession in Hong Kong. To that end, it has introduced an independent qualification assessment framework to review overseas qualifications, making sure that admission to the Institute's membership of overseas qualified members is based on equivalent competency standards set by the Institute's QP. Based on this third-party assessment, the Institute has signed recognition agreements with accountancy bodies

around the world. These agreements stipulate that members of overseas accountancy bodies who have sat and passed the professional examinations of such bodies are eligible for full or partial exemption from the Institute's QP, depending on certain parameters and criteria agreed between the Hong Kong Institute of CPAs and the overseas bodies. All such applicants are required to be current members in good standing of the relevant body and meet the Institute's standard membership requirement of being of good character and fit and proper to become a CPA.

7. Persons who wish to join the Hong Kong Institute of CPAs must provide proof of qualification with an overseas institute.
8. The Institute has **five types of agreements** with different recognition requirements:

Type 1 Membership and cooperation agreement (MCA)

Based on the membership and cooperation agreement, the Institute recognises both the professional examinations and practical experience training of its counterpart accounting body in full. Members of counterpart accounting bodies are eligible for full exemption from the Institute's QP, aptitude tests and practical experience training.

The Hong Kong Institute of CPAs has an MCA with:

- Institute of Chartered Accountants in England & Wales (ICAEW)

There are no prerequisites to become members of the Hong Kong Institute of CPAs.

Type 2 Reciprocal membership agreement (RMA)

Based on the reciprocal membership agreement, the Institute recognises both the professional examinations and practical experience training of the other body in full.

Members of counterpart accounting bodies listed below are eligible for full exemption from

the Institute's QP, aptitude tests and practical experience training.

- Institute of Chartered Accountants in Australia (ICAA)
- Institute of Chartered Accountants in Ireland (ICAI)
- Institute of Chartered Accountants of Scotland (ICAS)
- New Zealand Institute of Chartered Accountants (NZICA)
- South African Institute of Chartered Accountants (SAICA)

Members of corresponding accounting bodies listed below are, however, required to sit and pass the Institute's aptitude tests on Hong Kong law and taxation.

- Canadian Institute of Chartered Accountants (CICA)
- Institute of Chartered Accountants of Zimbabwe (ICAZ)

Type 3 Mutual recognition agreement (MRA)

Based on the mutual recognition agreement, the Institute recognises the professional examinations of the other body. Members of the counterpart accounting body are eligible for exemption from the Institute's QP but need to satisfy the practical experience requirement, and sit and pass the Institute's aptitude tests.

The Hong Kong Institute of CPAs has an MRA with:

- CPA Australia (CPAA)

Prerequisite(s) for CPA Australia members to become Institute members:

- Hold an accredited or recognised degree from an Australian university
- Pass the CPA Australia CPA Program, including three compulsory core subjects and three specific elective subjects (financial reporting & disclosure, financial risk management, and assurance services & auditing) required by the agreement, and complete workshops in any one segment of the CPA Australia programme or workshops in any QP module of the Institute
- Obtain at least three years of practical work experience requirements under an Institute-authorized employer or supervisor (CPAA has adopted the Institute's authorized employer / supervisor scheme in Hong Kong.)
- Pass the Institute's aptitude tests or the CPA Australia course in Hong Kong law and tax accredited by the Institute

These terms are part of a new MRA signed on 1 July 2005 and will be in force until 30 June 2010. The terms apply to members of CPAA registered as associate members (students) of CPAA on or after 16 August 2004.

Transitional arrangements under former MRA:

Members of CPA Australia who were registered as associate members (students) of CPAA on or before 15 August 2004 and complete the CPAA programme by 30 June 2007 (see the Institute's website for details) are covered by the transitional arrangements of the former agreement and are eligible for full exemption from the Institute's QP and aptitude tests.

Type 4 Mutual examination paper exemptions (MEPE)

Based on mutual examination paper exemptions, the Institute grants exemptions to certain agreement papers of the Institute's QP to members of the corresponding accounting body. Members of the other body still need to take the non-exempt part(s) of the Institute's QP and satisfy the practical experience requirements of the Institute.

MEPE arrangements are in operation for:

- Chinese Institute of Certified Public Accountants (CICPA)
- Chartered Institute of Management Accountants (CIMA)
- Association of International Accountants (AIA)

Prerequisite(s) to become members of the Institute under MEPE:

- University education
- Modules not under exemption
- Final examination of the Institute's QP
- Meet the Institute's practical work experience requirements

Members of CICPA need to satisfy the following criteria:

- Hold a university degree accredited or recognised by the Institute
- For members admitted to CICPA on or after 30 July 2008: pass the PRC CPA Uniform Examination of the CICPA
- Complete and pass module D (taxation) of the Institute's QP (i.e., exemption from modules A, B and C)
- Pass the final examination of the Institute's QP
- Meet the Institute's practical work experience requirements

Members of CIMA need to satisfy the following criteria:

- Hold a university degree accredited or recognised by the Institute
- Pass the CIMA Professional Qualification programme
- Complete and pass the workshops of either Module A (financial reporting) or Module C

(auditing and information management) of the Institute's QP and the module examinations of both these two modules (i.e., exemption from modules B and D)

- Pass the final examination of the QP
- Pass the Institute's aptitude tests on Hong Kong law and Hong Kong taxation
- Obtain at least three years of accounting-related work experience under an Institute-authorized employer or supervisor

Members of AIA need to satisfy the following criteria:

- Hold a university degree accredited or recognised by the Institute
- Pass the 16-paper AIA Qualifying Examination in Hong Kong or the U.K.
- Complete and pass the workshops of Module A (Financial Reporting), Module B (Financial Management), Module C (Auditing and Information Management) and Module D (Taxation) of the Institute's QP
- Pass the module examination of Module B (Financial Management) of the Institute's QP (i.e. exemption from the module examinations of Modules A, C and D)
- Pass the final examination of the Institute's QP
- Pass the Institute's aptitude tests on Hong Kong law and Hong Kong taxation
- Obtain at least three years of accounting-related work experience under an Institute-authorized employer or supervisor
- Have qualified in Hong Kong or the U.K.

Type 5 Agreement for recognition arrangements (ARA)

Based on the agreement for recognition arrangements, the Institute grants exemptions to a large part of the Institute's QP to members of the corresponding accounting body. Members of the other body still need to take the non-exempt part(s) of the Institute's examinations and meet practical work experience requirements of the Institute.

The Hong Kong Institute of CPAs has an ARA with:

- **Association of Chartered Certified Accountants (ACCA) for its U.K. and Hong Kong qualified members**

Members of ACCA need to satisfy the following criteria:

- i. Hold a university degree accredited or recognised by the Institute
- ii. Pass all of the 14-paper ACCA professional examination in Hong Kong or the U.K., which must include the four specified papers including audit and assurance services. Applicants who have been exempted from ACCA papers will be assessed by the Institute on a case by case basis
- iii. Complete and pass the workshops of any one of the four modules of the Institute's QP
- iv. Pass the final examination of the Institute's QP
- v. Pass the Institute's aptitude tests on Hong Kong law and taxation or the ACCA Hong Kong variant tax and law papers
- vi. Obtain at least three years of accounting-related work experience under an Institute-authorized employer or supervisor
- vii. Have qualified in Hong Kong or the U.K. (which are jurisdictions covered by the independent assessment)

The agreement covers students who enrolled in ACCA on or after 16 August 2004. It is retroactive to 1 July 2005 and will be in force until 30 June 2010.

Transitional arrangements under former MRA:

Members of ACCA who were registered as students of ACCA on or before 15 August 2004 and completed the ACCA professional examinations by specified deadlines are covered by the transitional arrangements of the former agreement and are eligible for full exemption from the QP and aptitude tests.

Practical experience

9. All membership applicants must acquire at least three years of relevant practical experience in accountancy in Hong Kong or a recognised jurisdiction. The practical experience acquired by members of the recognised bodies on or after 1 July 2005 must have been obtained under an authorized employer or supervisor complying with the Institute's practical experience requirements.
10. Members of CICA, ICAA, ICAEW, ICAI, ICAS, ICAZ, NZICA and SAICA who have completed the practical experience training programme of their parent institutes are deemed to have satisfied the Institute's practical experience requirements.

III. Practising certificate

11. A member of the Institute is designated as certified public accountant (CPA). A CPA who wishes to sign statutory audit reports must apply to the Institute for a practising certificate. The applicant needs to meet additional requirements, including ordinarily resident in Hong Kong, practising certificate examinations, auditing experience, continuing professional development, and non-bankruptcy requirements, etc.

Practising certificate requirements

12. CPAs may apply for a practising certificate, issued annually on application, if they have had a period of not less than four years of full-time approved accounting experience of which at least one year is post-qualifying (i.e., acquired after registration as a CPA with the Institute or after becoming a member of an accountancy body recognised by the Institute). The four-year period may be reduced to 30 months if the experience acquired is all post-qualifying. In either case, a substantial proportion (75%) of the accounting experience must be in auditing and at least one year of such experience must be gained in Hong Kong within three years prior to the date of application.
13. Approved accounting experience means experience gained in the office of:
 - A CPA holding a valid practising certificate issued by the Institute and practising full-time public accountancy; or
 - A person practising full-time public accountancy in the jurisdiction of an accountancy body accepted by the Institute
14. In addition, applicants shall satisfy the council that:
 - They are ordinarily resident in Hong Kong
 - They have passed the examinations prescribed by the Institute including audit, local law and practice
15. A person holding a practising certificate may describe herself or himself as a CPA (practising) and practise public accountancy in Hong Kong.

IV. Enquiries

16. For enquiries, please contact the Institute's admission department on telephone number 2287 7228 or email to admission@hki CPA.org.hk.

Note: The information in this booklet is for general guidance only. Please confirm with the Institute on details applicable to your situation. You may also browse the "Recognition of overseas bodies" section in the Institute website at <http://www.hki CPA.org.hk> for more details.



