



# Companies Act 2006

## 2006 CHAPTER 46

### PART 37

#### COMPANIES: SUPPLEMENTARY PROVISIONS

##### *Company records*

#### **1138 Duty to take precautions against falsification**

- (1) Where company records are kept otherwise than in bound books, adequate precautions must be taken—
  - (a) to guard against falsification, and
  - (b) to facilitate the discovery of falsification.
- (2) If a company fails to comply with this section, an offence is committed by every officer of the company who is in default.
- (3) A person guilty of an offence under this section is liable on summary conviction to a fine not exceeding level 3 on the standard scale and, for continued contravention, a daily default fine not exceeding one-tenth of level 3 on the standard scale.
- (4) This section does not apply to the documents required to be kept under—
  - (a) section 228 (copy of director's service contract or memorandum of its terms);  
or
  - (b) section 237 (qualifying indemnity provision).