1,295 financial restatements in 2005: about one for every 12 U.S.-listed companies; nearly double the number in 2004, and a new record.

1,195 restatements by U.S. companies and 100 restatements by foreign private issuers with U.S.-listed stocks—both new records.

“Stealth” restatements on the rise: 14% of restatements filed without amended filings, 8-K filings, or other public announcements.

Companies audited by the smallest audit firms were six times more likely to restate than companies audited by the Big Four.

The smallest companies, measured by market capitalization, were nearly twice as likely to restate as the largest companies.

Half of companies filing restatements still claimed to have effective internal controls over financial reporting.

Highest auditor restatement rate: Grant Thornton, 12%.

Highest Big Four auditor restatement rate: KPMG, 7.1%.

Lease-accounting errors were responsible for 249 restatements.

Hedge-accounting restatements: The next big wave?

Source: Glass Lewis & Co.