
AUDIT COMMITTEE CHARTER

AUDIT COMMITTEE

The Board of Directors (“**the Board**”) of SenterpriSYS Limited ACN 146 845 123 (“**the Company**”) has established an Audit and Risk Committee (“**the Committee**”) which operates pursuant to this Charter.

1. Purpose of the Committee

- 1.1. To review the integrity of the company’s financial reporting and oversee the independence of external auditors.
- 1.2. To liaise with external auditors.
- 1.3. The adequacy of the entity’s corporate reporting processes and internal control framework.
- 1.4. The appropriateness of the accounting judgements or choices exercised by management in preparing the entity’s financial statements.
- 1.5. The appointment or removal of the external auditor.
- 1.6. The fees payable to the auditor for the audit and non-audit work.
- 1.7. The rotation of the audit engagement partner.
- 1.8. Any proposal for the external auditor to provide non-audit services and whether it might compromise the independence of the external auditor.

2. Composition of the Committee

- 2.1. Members of the Committee shall be appointed by the Board for such terms as the Board deems appropriate and shall hold office for such time or until they are removed by the Board or cease to be Directors of the Company.
- 2.2. The Committee Shall:
 - (a) Have a minimum of three members;
 - (b) Consist of three Directors; and
 - (c) The Chairperson with qualifications and experience directly applicable to financial reporting and the audit process (e.g. a qualified accountant).

3. Training and Development

- 3.1. Directors will review ongoing briefings of changes in accounting standards and to assess their impact in the financial statements of the business.

4. External Auditors

- 4.1. The Committee, if required, shall meet with the external auditors exclusive of management at least twice a year.
- 4.2. External auditors will be present (personally or by telephone) at the Annual General Meeting to answer any questions of shareholders.

5. Managing Director / Chief Financial Officer Declarations

5.1. The Audit Committee will receive a declaration from the Managing Director and / or Chief Financial Officer before the financial statements are adopted.

6. Members of the Committee

Position	Member
Non-Executive Chairman	Rade Dudurovic (Independent)
Non-Executive Director	Lev Mizikovsky
Managing Director	Michael Fennell

The Chairman of the Audit Committee is chaired by a non-executive Director with extensive accounting experience who is independent. The Board recognises that the NSX recommends the majority of the Committee are independent. The Board does not follow this recommendation.

Periodic Disclosures using Non-Audited Information

The Board reviews all NSX announcements including unaudited financial data before their release to the market under its Continuous Disclosure Policy.