

 <p>SPJ GLOBAL</p> <p>S P Jain School of Global Management</p> <p>DUBAI • MUMBAI • SINGAPORE • SYDNEY</p>	<h2>Financial Audit Policy</h2>
Document Type	Policy
Administering Entity	Finance Committee, Risk Management and Audit Committee, President, Director – Finance/Chief Financial Officer
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1. Purpose

This policy defines the rules for all financial audits at S P Jain School of Global Management Pty Limited (S P Jain / the School) and its campuses. The School and its campuses are together referred to as S P Jain Global in the policy.

2. Definitions

a. External Audit

External Audit is defined as periodic audit conducted by external (independent) qualified accountant(s).

b. Internal Audit

Internal audit is defined as frequent or ongoing audit conducted by the School's accountants or external agency engaged for similar purpose to: monitor operating results; verify financial records; evaluate internal controls; assist with increasing efficiency and effectiveness of operations; and, to detect fraud.

3. General Policy Principles

- a. S P Jain will have in place periodic internal and external audits for all the School's campuses and related companies.
- b. S P Jain and its campuses will employ internal auditor and external auditors respectively for internal and external audits.

- c. The financial statements for each campus will be independently audited by a qualified auditor in compliance with the Australian Accounting Standards and/or accounting standards of the country in which the campus is located.
- d. The consolidated financial statements for S P Jain Global will be independently audited by a qualified auditor in compliance with Australian Accounting Standards
- e. After the year-end closing procedures, audited and final financial statements and reports for the School and consolidated for S P Jain Global will be prepared and submitted to the Finance Committee for review and advice prior to submission to the Board of Directors.
- f. The Finance Committee may liaise with the Australian external auditors and ensure that the auditors have full access to all books of accounts, vouchers, supporting documents and relevant records.
- g. Audited financial report for the School, when approved by the Board of Directors, will be distributed to legal authorities, as required.

4. Internal Audit Policy

- a. The purpose of the internal audit will be to report to the Finance Committee on the accuracy of the accounts and records and compliance with all procedures and controls.
- b. Internal audit will be an audit of all transactions, and a review of the adherence to financial control procedures and may occur on an ad hoc basis as per principles laid out for internal audit by various accounting standards.
- c. On completion of the internal audit procedures, a final report will be submitted to the Finance Committee about the findings, including but not limited to, risk areas and weakness in the internal control systems.
- d. The Finance Committee will review the internal audit report, and if required, request a response from the President and Finance Director/Chief Financial Officer (CFO).
- e. Corrective measures may be requested by the Finance Committee.

5. External Audit Policy

- a. Australian external auditors for the School will be appointed by the Board of Directors on the recommendation of the Finance Committee, via a formal letter of engagement and an agreed audit plan.
- b. In the selection of the audit firm it will be ensured that there is no perceived conflict of interest between the appointed auditors and the School at an institutional or personal level.

- c. External audits against Australian Standards will be performed annually by independent auditors who will report directly to the Board of Directors, as to the fairness of books of accounts, recording of transactions and compliance with applicable laws and regulations.
- d. The appointment of external auditors for other campuses will be undertaken by the CFO in compliance with the local statutory requirements.

Related Documents

- a. Financial Management Policy
- b. Risk Management Policy
- c. Terms of Reference of the Board of Directors
- d. Terms of Reference of the Finance Committee