



Management's Responsibilities and Representations

The financial statements referred to above are the responsibility of the management of the Company.

For the purpose of the audit, management will make sure that its designated representatives are:

- properly recording transactions in the accounting records,
- adopting sound accounting policies and maintaining an adequate and efficient accounting system,
- devising and maintaining a system of internal controls that is sufficient for, among other things, the preparation of proper financial statements,
- safeguarding assets and settling liabilities,
- authorising transactions and retaining supporting documentation for those transactions,
- adjusting the financial statements to correct material misstatements,
- identifying and ensuring compliance with applicable laws and regulations and
- all management decisions and functions not listed above.

We understand that you or your representative will prepare all cash, accounts receivable, and other confirmations we request and will locate any documents selected by us for testing. Any failure to provide such cooperation on a timely basis will impede our services and may require us to suspend our services or withdraw from the engagement.

Although we will advise you about appropriate accounting principles and their application and will assist in preparation of your financial statements, the responsibility for the same remains with you.

In order for us to complete this engagement and to do so efficiently, the management is also (including and not limited to) responsible for:

- making available to us with unrestricted access all of the company's original financial / accounting records and related information and for the accuracy and completeness of that information,
- making available to us, upon request, company personnel to whom we may direct inquiries,
- confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole and
- designating a competent employee to oversee any of the services we provide, and for evaluating the adequacy and results of those services.

International Standards on Auditing also require that we obtain a representation letter covering the financial statement from certain members of management.

Note: The management's responsibilities and representations clause is a part of our standard "letter of engagement" for audit and all other engagements.