

REPORT OF THE AUDIT AND RISK COMMITTEE

Audit and Risk Committee

The Audit and Risk Committee (the “Committee”) is a formal statutory committee in term of the Companies Act, appointed by the members, and a sub-committee of the Board. This report of the Committee for the financial year ended 30 June 2017 is presented to members in compliance with the Companies Act.

The Terms of Reference to incorporate the recommendations of King IV was considered by the Committee during its June 2017 meeting.

The Committee has an independent role with accountability to both the Board and to members. The Committee’s responsibilities include the statutory duties prescribed by the Companies Act, activities, as well as the additional duties assigned to the Committee by the Board.

Michael Sass, Gronie Hluyo and Stephen Corrigan were elected by the members at the Annual General Meeting held on 07 March 2017. The Chief Executive Officer and Chief Financial Officer attended meetings of the

Committee by invitation and actively engaged in these meetings. We, the Audit and Risk Committee members –

External audit

- nominated SizweNtsabulaGobodo (“SNG”) as the external auditor, with Mr Alex Philippou as the designated auditor to the members for appointment as auditor for the financial year ended 30 June 2017, and ensured that the appointment complied with all legal and regulatory requirements for the appointment of an auditor;
- approved SNG’s engagement letter, the plan and the budgeted audit fees payable to SNG;
- reviewed the audit and evaluated the effectiveness of the auditor;
- obtained a statement from the auditor confirming that its independence was not impaired.

Financial statements

- concluded that the annual financial statements fairly present the financial position of SAIBA at the end of the financial year;
- recommended the annual financial statements and integrated annual report for the financial year ended 31 December 2016 for approval to the SAIBA Board.

Risk management

- reviewed quarterly risk reports containing pertinent risks and opportunities.

Internal control

- considered the reports of SNG on SAIBA’s systems of internal control, including financial controls, business risk management and maintenance of effective internal control systems;
- received assurances that proper accounting records were maintained and that the systems safeguarded SAIBA’s assets against unauthorised use or disposal.

Integrated annual report

- The Committee reviewed this report, taking cognisance of material factors and risks that may impact the integrity thereof, and recommended that the Board approve the Integrated Annual Report of SAIBA for the year ended 30 June 2017.

On behalf of Audit and Risk Committee

Michael Sass
Chairperson
15 May 2018

MEMBERS	No of meetings held	No of meetings attended
Pre-2017 AGM		
Cobus Hancke (Chair)	2	2
Bongani Mathibela	2	2
Niel Oosthuizen	2	1
Nicolaas van Wyk	2	2
Chris van Dyk	2	0
Invitees		
Chantelle Booyens	2	2
Post 2017 AGM		
Michael Sass (Chair)	1	1
Gronie Hluyo	1	1
Stephen Corrigan	1	0
Invitees		
Nicolaas van Wyk	1	1
Chantelle Booyens	1	1