**REMIT OF THE AUDIT COMMITTEE**

**A. Overview of financial reporting:**

1. To assist the Board of Management in ensuring that financial reports to external parties, in particular, the annual financial statements, are balanced and fair and conform to accounting standards.
2. To confirm to the Board of Management that there are no outstanding matters of disagreement between management and the external auditor.
3. To learn from the external auditor of his or her principal matters of concern and to propose acceptance to the Board of Management of;

* The Letter of Representation
* Statement of Internal Financial Control

**B. Overview of external audit:**

1. To consider whether or not the Association is getting good value for money from its external auditor.
2. To review the external audit work on behalf of the Board of Management.
3. To recommend to the Board of Management the re-appointment or otherwise of the external auditor.
4. To recommend to the Board of Management the fee to be paid to the external auditor.

**C. Overview of internal control:**

1. To satisfy the Board of Management that there is a sufficient systematic review of the internal control arrangements of the Association, both operational (relating to effectiveness, efficiency and economy) and of financial reporting controls.
2. To ensure that weaknesses in control are being corrected and reported to the Board of Management accordingly.

**C. Overview of internal control:** *(Continued)*

1. To consider the external auditor’s management letter and bring any recommendations for action to the Board of Management.
2. To commission special investigations into matters of particular concern relating to internal control.
3. To learn from the internal audit function of any major audit findings and to advise thereon.

**D. Overview of internal audit:**

1. To ensure that the Association has appropriate internal audit arrangements and to approve the scope and/or limitations of such arrangements.
2. To approve in advance the appointment and termination of, or approve changes to, externally provided internal audit services.
3. To review the planned programme of work of the internal audit function to ensure its appropriateness.

**E. Overview of Risk:**

Audit Committee will at each of the scheduled meetings receive an update report on Strategic Risks and Operational Risks in accordance with the reporting cycle. Its role is to:-

1. Monitor the management of high level risks
2. Review the Strategic & Operational Risks in accordance with the review cycle at each of its scheduled meetings.
3. Review the Risk Appetite and make recommendations to the Management Board.
4. Satisfy itself that all known risks are being actively managed, with the appropriate controls in place and working effectively
5. Regularly review the approach to risk management and approve changes or improvements to key elements of its processes and procedures.