



AUTOMOTIVE HOLDINGS GROUP

Corporate Governance Policy – External Auditors

The Company and Audit & Risk Management Committee policy is to appoint external auditors who clearly demonstrate quality and independence.

The performance of the external auditor is reviewed annually and applications for tender of external audit services are requested as deemed appropriate, taking into consideration assessment of performance, existing value and tender costs.

BDO Audit (WA) Pty Ltd (previously BDO Kendalls and Horwaths) was appointed as external auditor in June 2005. During FY 2013 the Board undertook a competitive tender of AHG's external audit services, following which BDO Audit (WA) Pty Ltd was reappointed and continues in office in accordance with section 327 of the *Corporations Act 2001*.

An analysis of fees paid to the external auditor, including a break down of fees for non audit services, is provided in the Directors' report. It is the policy of the external auditor to provide an annual declaration of their independence to the audit committee. The external auditor will attend the annual general meeting and be available to answer shareholder questions about the conduct of the audit and the preparation and content of the audit report.