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Annex I: External Audit Team Member's Independence Confirmations Form¹

This is a confirmation of independence and compliance with ethical requirements provided in respect of the audit of the financial statements of _____ Microfinance Institution S.C. for the financial year ended _____

I confirm that I am in compliance with the applicable independence rules as specified below, with respect to _____ Microfinance Institution S.C.; hereafter referred to us "a client", in addition to the requirement of the International Ethical Requirements for external auditors.

- 1) I or my immediate family members do not have a financial interest in a joint venture or business relationship (or commitment to do so) with the client or any related entity or any chief executive officer, senior executive officer, director or other individual who performs senior managerial functions for this client thereof.
- 2) I or my immediate family members are not the beneficiaries of any estate or trust which has a direct financial interest in this audit client or any related business entity.
- 3) No close family member is a director, chief executive officer, senior executive officer or is in a position to exert direct and significant influence over the financial statements of this client or any related entity, or was employed in such a role.
- 4) I or my immediate family members including spouse and dependents do not have a direct or indirect financial interest in this audit client or any related entity.

¹ This form should be completed at the engagement planning stage by each of the audit team members





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- 5) I or my immediate family members have not served as a trustee or as an executor over any interest that has or is committed to acquire a direct or material indirect financial interest in this client or any related entity.
- 6) I or my immediate family members do not have any loans, other than those extended under arms length basis and within the ordinary course of business with this client or any related entity or any shareholder, chief executive officer, senior executive officer or director thereof.
- 7) I do not have a close personal relationship with a director, executive officer or any employee of the client or related entity that is in a position to exert direct and significant influence over the financial statements.
- 8) I am not an employee of this client or any related party and I will not entertain an offer of employment with this client or a related entity during my office term.
- 9) I further confirm that if the above circumstances change during the engagement period, I will notify the audit manager or the client any such changes in a timely manner.
- 10) I signed under the table below that I am in compliance with independence rules listed from No.1 to 9 hereinabove and I will comply with independence rule No. 9, hereinabove. Otherwise, I will be legally responsible.

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No.	Name of Engagement Team Member	Designation/ Engagement Role	Signature
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No	Items	Yes	No
7.	Have you ever been associated, in ownership or management capacity, with a company, partnership or other business association whose license revoked, withdrawn or terminated?		
8.	Have you ever contravened any of the requirements and standards of a regulatory body, professional body, government or its agencies?		
9.	Have you ever been a director, partner, or otherwise involved in the management, of a business that has gone into receivership, insolvency or liquidation while you have been connected with that business or within one year after that connection?		
10.	Have you ever been dismissed, asked to resign or resigned, from employment or from a position of trust, fiduciary appointment or similar for negligence, incompetence or mismanagement?		
11.	Have you ever been disqualified from acting as director or serving in a managerial capacity?		
12.	Have you ever been diagnosed as being mentally ill or unstable?		
13.	Do you have reasons to believe that any of your close relatives or business associates, if subject to the above tests, would have responded as "Yes" to any of the above questions?		

I hereby declare that to the best of my knowledge and belief the statements made and the information supplied in this questionnaire hereinabove and the attachments are correct and that there are no other facts that are relevant for assessing my fitness and propriety;

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