

**APPROVED**  
**Executive Director**  
**NGO «Technology of Progress»**  
**Zadvornyy V.V.**  
April 8, 2025



**Approved**  
By Order No. 2-D dated April 8, 2025

**Approved**  
By the Decision of the Extraordinary General  
Meeting No. 1-P dated April 8, 2025

# **POLICY ON THE AUDIT COMMITTEE**

**Kyiv, 2025**

## **1. General Provisions**

1.1 The Audit Committee of the NGO «Technology of Progress» (hereinafter referred to as the «Audit Committee») is established to fulfill the statutory goals and objectives of the Organization. It serves as a supervisory body that monitors the implementation of decisions made by the Organization's governing bodies.

## **2. Competence of the Audit Committee**

2.1 The competence of the Audit Committee includes the following:

- a. Review of the annual financial statements (if necessary, in close cooperation with an external auditor) to ensure their accuracy and completeness. The Audit Committee reports to the General meeting of the Organization on these matters;
- b. Providing recommendations to the Executive Director of the Organization regarding the appointment of an external auditor;
- c. Identifying the main financial risks for the Organization and how the governing bodies are to manage them;
- d. Assessing the competence of the accounting department's activities, steps to improve skills, and enhance individual performance indicators.

2.2 The Audit Committee has the right to engage auditors and other experts to audit the financial activities of the Organization.

2.3 Once a year, the Audit Committee presents a report on the Organization's financial activities for the past year to the General meeting of the Organization.

2.4 Decisions, conclusions, and recommendations of the Audit Committee are made by open voting with a simple majority.

## **3. Composition and Formation of the Audit Committee**

3.1 The number and personal composition of the Audit Committee are determined by the General meeting of the Organization every two years during its convening. Candidates for the Audit Committee are nominated for voting by the members of the Organization upon the recommendation of the Executive Director of the Organization.

3.2 Members of the Audit Committee cannot perform the duties of the Executive Director of the Organization.

3.3 The Chairperson and Secretary are elected from among the members of the Audit Committee at its first meeting by open voting with a simple majority.

## **4. Rights and Responsibilities of Audit Committee Members**

4.1 Members of the Audit Committee, for the purpose of overseeing the financial activities of the Organization, have the rights to:

- a. receive any documents related to the Organization's activities;
- b. request written explanations from the governing bodies, executive bodies, and officials of the Organization;

- c. initiate amendments and additions to the Charter;
- d. convene extraordinary General meetings of the Organization.

4.2 Members of the Audit Committee are obliged to:

- a. attend Committee meetings and not miss them without valid reasons;
- b. remain independent in their work from the governing and executive bodies of the Organization;
- c. adhere to the principles of independence, integrity, objectivity, confidentiality, and professional ethics while performing their duties.

## **5. Final Provisions**

5.1 This Policy comes into effect from the date of its approval by the Executive Director of the Organization.