

Appendix 4

Definitions / Categories of Audit Opinions relating to Individual Audit Assignments

Deloitte Public Sector Internal Audit Ltd have four categories of audit opinion, by which they classify internal audit assurance over the processes that they have examined, and these are defined as follows:

Good Assurance	<p>There is a sound system of internal control designed to achieve the client's objectives.</p> <p>The control processes tested are being consistently applied.</p>
Adequate Assurance	<p>While there is a basically sound system of internal control, there are weaknesses, which put some of the client's objectives at risk.</p> <p>There is evidence that the level of non-compliance with some of the control processes may put some of the client's objectives at risk.</p>
Limited Assurance	<p>Weaknesses in the system of internal controls are such as to put the client's objectives at risk.</p> <p>The level of non-compliance puts the client's objectives at risk.</p>
Unsatisfactory Assurance	<p>Control processes are generally weak leaving the processes/systems open to significant error or abuse.</p> <p>Significant non-compliance with basic control processes leaves the processes/systems open to error or abuse.</p>

The assurance gradings provided above are not comparable with the International Standard on Assurance Engagements (ISAE 3000) issued by the International Audit and Assurance Standards Board and as such the grading of 'Good Assurance' does not imply that there are no risks to the stated objectives.