

ZA Domain Name Authority NPC

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To: ZADNA Members

From: The Chief Executive Officer

Date: 02 November 2021

Ref: Recommendation for the approval of the External Auditors Appointment

1. PURPOSE

Recommend to ZADNA Members the approval for the appointment of the external auditors.

2. BACKGROUND

ZADNA currently does not have an appointed External Audit Service provider for the Three (3) year period of 2021-2024. The service provider previously engaged in providing External Audit services to ZADNA had their contact with ZADNA end on 31 March 2021.

To address this gap, ZADNA management decided to go on a public process that would see to the appointment of an Internal Audit Service provider for 3 years commencing in April 2021. A Request For Proposal (RFP) was advertised on 07 May 2021 with a closing date of 31 May 2021.

3. RISKS AND MITIGATION

Failure to appoint a credible service provider to provide ZADNA with External Audit services will result in the following risks:

- 3.1. Contravention of the Companies Act and other regulations.
- 3.2. Failure to ascertain the legitimacy of Records, including Quarterly Reports beyond findings by the Internal Auditors.
- 3.3. Failure to verify the findings of the Internal Auditors as to the Internal controls of ZADNA.

1. RECOMMENDATIONS

4.1.1. Management recommends to the ZADNA Members, Makhadzi Inc as the preferred Service provider to provide ZADNA with External audit services as endorsed and approved by the Board of Directors on 28 October 2021.

Prepared by:



Mr. Molehe Michael Wesi
ZA Chief Executive Officer