



FRASER AND NEAVE, LIMITED

Audit Committee (“AC”)

In the review of the financial statements, the significant matters referred to in Table A were reviewed by the AC and discussed with management and external auditors is set out below.

Table A

Significant matters	How the AC reviewed these matters
Impairment of fixed assets and investment in subsidiaries	<p>The AC considered the approach and methodology used by management in determining the recoverable amount of fixed assets and investment in subsidiaries.</p> <p>The AC was satisfied that the approach and methodology used by management in this process was appropriate.</p> <p>Impairment of fixed assets and investment in subsidiaries were also areas of focus for the external auditors who have included this item as a key audit matter in their audit report for the financial year ended 30 September 2018.</p>
Impairment of goodwill and intangible assets (including brands)	<p>The AC considered the approach and methodology used by management in determining the recoverable amount of goodwill and intangible assets (including brands).</p> <p>The AC was satisfied that the approach and methodology used by management in this process was appropriate.</p> <p>Impairment of goodwill and intangible assets (including brands) were also areas of focus for the external auditors who have included this item as a key audit matter in their audit report for the financial year ended 30 September 2018.</p>
Accounting for acquisition of investment in Vinamilk	<p>The AC considered the judgement and estimates applied by management in determining the allocation of the purchase price to the fair value of the identifiable assets acquired and liabilities assumed.</p> <p>The AC was satisfied that the judgement and estimates applied by management were reasonable.</p> <p>The accounting for acquisition of investment in Vinamilk was also an area of focus for the external auditors who have included this item as a key audit matter in their audit report for the financial year ended 30 September 2018.</p>