

**Summary of Minutes of the Audit Committee Meeting of Hong Kong Internet Registration Corporation Limited and Hong Kong Domain Name Registration Company Limited held on Thursday 28 February 2013**

1. To review and endorse the draft 2012 Auditors' Reports for Board approval: Auditors presented and discussed with the Committee their findings. No irregularities were found. The 2012 Auditors' reports for HKIRC and HKDNR were endorsed for Board approval.
2. To review and endorse for Board approval the proposal to re-appoint KPMG to conduct the 2013 year-end audit: Committee endorsed the proposal. Management will ask KPMG to provide man-hour figures for their audits in 2011 and 2012.
3. To review and endorse for Board approval the selection of auditors to conduct the Internal Audit for HKIRC and HKDNR for 2013-2015: The Committee was of the view that the internal audit is to be carried out over three years instead of two. Management will clarify with bidders accordingly.
4. To review and endorse for Board approval the revised top 10 risks for 2013: The Committee endorsed the list of top 10 operational risks and the list of top 10 strategic risks.
5. To review progress of follow-up actions for the 2012 Security Audit: The Committee noted the progress as reported.
6. To review progress of follow-up actions for the 2012 Internal Audit: The Committee noted the progress as reported.
7. To review quarterly performance of HKIRC for the quarter of Q4 2012: The Committee noted the performance report as tabled.
8. To consider the frequency of meetings and confirm the date and time for the next meeting: The meeting scheduled for December can be conducted via tele-conference. This will be decided at the third meeting to be held in October.