

Annexure - C

Cyber Security Audit Report

(To be on the letterhead of the auditor)

Cyber Security Audit Report for the period ____ to ____

I/We, M/s. ____ (Name of the auditor / audit firm) have conducted the cyber security audit of trading system facility/ies of the below mentioned member of India International Bullion Exchange IFSC Limited (IIBX) in accordance with the provisions and scope laid down by the IFSCA. The detailed audit report has been submitted to the member. The summary of findings are grouped under the broad categories as below and classified as “High Risk”, “Medium Risk” or “Low Risk”.

Member Name: _____

Member Code: _____

Member Type: _____

| Audit Date | Observation Sr. No | Department | Description of Findings / Observations | Nature of Findings | Complied/ Non-Complied | Risk Rating of Findings | Audited By | Root Cause Analysis | Impact Analysis | Suggested Corrective Action | Deadline for the Corrective Action | Follow-on Audit required (Yes / No) | Verified By | Closing Date | Trading Member Management Comments |
|------------|--------------------|------------|--|--------------------|------------------------|-------------------------|------------|---------------------|-----------------|-----------------------------|------------------------------------|-------------------------------------|-------------|--------------|------------------------------------|
| | | | | | | | | | | | | | | | |

Declaration:

- We have audited all the branches/locations trading software facility/ies as provided by the member and a consolidated report has been submitted.
- There is no conflict of interest with respect to the member being audited. If any such instance arises, it shall be brought to the notice of the Exchange immediately before undertaking the audit.
- With regard to the areas mentioned in the Terms of Reference (ToR), compliance / non-compliance status has been specified. Observations on minor / major deviations as well as qualitative comments for scope for improvement also have been specified in the report.

Signature
(Name of the Auditor & Auditing firm)

CISA / DISA / CISM / CISSP etc. Reg. No.:

Date:

Place: Stamp / Seal

Countersigned by Member

Authorized signatory
Stamp / Seal

Guidelines for updating Annexure B:

- Terms of Reference (ToR) clauses as given at Annexure – E having observation/findings also need to be included in Annexure – B while submitting the report to Exchange
- Observations/Nature of findings to be mentioned against each ToR clause
- If there are no observations/findings for any ToR, mention “**Compliant**” in column “**Status/Nature of Findings**” against the respective ToR clause

Description of relevant Table heads:

1. **Audit Date** – the date of conducting the audit
2. **Description of Findings/ Observations** – Description of the findings need to be provided in detail, referencing any accompanying evidence (e.g. copies of procedures, interview notes, screen shots etc.)
3. **Status and Nature of findings** – The category can be specified as **(a)** Non-Compliant **(b)** Work In Progress **(c)** Observation **(d)** Suggestions
4. **Risk Rating of Findings** – A rating has to be given for each of the observations based on their impact and severity to reflect the risk exposure, as well as the suggested priority for action.

| Rating | Description |
|--------------------|---|
| HIGH RISK | Weakness in control that represent exposure to the organization or risks that could lead to instances of non-compliance with the requirements of ToRs. These risks need to be addressed with utmost priority. |
| MEDIUM RISK | Potential weakness in controls, which could develop into an exposure or issues that represent areas of concern and may impact internal controls. These should be addressed reasonably promptly. |
| LOW RISK | Potential weaknesses in controls, which in combination with other weakness can develop into an exposure. Suggested improvements for situations not immediately/directly affecting controls. |

5. **Audit ToR Clause** – The ToR clause corresponding to this observation
6. **Root cause Analysis** – A detailed analysis on the cause of nonconformity
7. **Impact Analysis** – An analysis of the likely impact on the operations/ activity of the organization
8. **Suggested Corrective Action** –The action to be taken by the member to correct the nonconformity