

## 8/ Auditors

Kudelski Group  
Annual report 2004

### 8.1 Duration of the mandate and term of office of the lead auditor

The auditors of Kudelski SA are PricewaterhouseCoopers SA. Some affiliated companies of the Group are audited by other auditors. The auditors were reappointed for a statutory period of one year by the General Meeting of Shareholders of Kudelski SA on May 26, 2004.

The mandate of PricewaterhouseCoopers SA began in 1985 and has been under the responsibility of Mr. Felix Roth since January 1, 2003.

### 8.2 Auditing fees

The Kudelski Group paid the sum of CHF 970 620 to PricewaterhouseCoopers for auditing services for the year 2004.

Auditing services are understood to mean the work required each year to examine the consolidated accounts of the group and its subsidiaries and to prepare the reports required under the laws of each particular country, performed by PricewaterhouseCoopers. In addition, some audit assignments were placed with other auditors.

### 8.3 Additional fees

The Kudelski Group paid the sum of CHF 415 416 to PricewaterhouseCoopers for additional services for the year 2004.

Additional services are understood to mean in particular services such as the auditing of occasional transactions, the implementation of new or modified accounting methods and other services such as advice offered before mergers, acquisitions and sales of companies. They also include services relating to the monitoring of international laws on corporations as well as advice concerning tax and the management of risk.

### 8.4 Supervisory and control instruments pertaining to the audit

The objective of the Audit Committee of the Board of Directors is to provide effective and regular supervision of the financial reporting processes of the company in order to ensure their integrity, transparency and quality. To this end, and under its terms of reference, it is responsible for monitoring the work of the external auditors.

Representatives from the Group's external audit firm, including the chief partner, are regularly invited to take part in the meetings of the Audit Committee as external participants.

For more information on the Audit Committee, please refer to points 3.5.2 and 3.5.3 of this report.