



2025

TRANSPARENCY REPORT

RSM Audit (Gibraltar) Limited

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Foreword

Welcome to the 2025 Transparency Report of RSM Audit (Gibraltar) Limited (“the Firm”). This report concerns the Firm for the year ended 30 June 2025, unless otherwise stated. RSM Gibraltar Group (“the Group”) delivers its audit business through the Firm. The Group is structured strategically from a specialism, commercial and regulatory perspective.

Our report complies with the Gibraltar Financial Services Act 2019 and Regulation (EU) No 537/2014 of the European Parliament and of the Council of 16 April 2014 on specific requirements regarding the statutory audit of public-interest entities.

An audit firm in Gibraltar is required to prepare an annual Transparency Report that meets the requirements of Article 13 of Regulation (EU) No 537/2014, as retained in Gibraltar law. This regulation is applicable to financial years beginning on or after 16 June 2016. Therefore, this would be our ninth year that we publish our transparency report on our website www.rsm.gi.

Delivering value through financial strengths

The Firm reported strong financial results for the fiscal year ended 30 June 2025, reflecting solid operational performance and strategic growth initiatives. Total revenue increased by 37% year-on-year to £3.6mn, driven by a significant increase in audits of other entities, primarily in on-line gaming and crypto. This underscores the Firm’s resilience and continued momentum in a dynamic market environment. Importantly, this reflects the quality of work our teams deliver to our clients.

This year is also our ninth anniversary with the RSM brand. We are delighted to form part of a strong and pioneering network. RSM operates as a ‘unified, global brand’, ensuring clients benefit from shared knowledge and best practice wherever they do business as well as being able to rely on quality local experience and understanding.

The Global RSM network reported global revenues of US\$10billion for the year ended 31 December 2024, representing a 6% year-on-year growth. This represents the trust of our clients, the talent of our people, and the significant positive impact of RSM, both locally and globally.

Global fee income for assurance services rose by 15% to US\$3.2bn, while RSM’s tax revenues jumped by 11% to US\$2.9bn. Consulting revenue totalled US\$3.9bn, representing the strongest performing service line for the third consecutive year. All regions showed impressive growth. In addition, headcount globally has risen to 65,000.

RSM is reinforcing its position as the leading global provider of professional services to the middle market. Four member firms in Europe completed seven acquisitions to power growth across the continent, expanding our footprint and enhancing our capabilities across important sectors. RSM US and RSM UK announced their pursuit of a merger, with both firms taking another significant step towards strengthening their global client offering and delivery of long-term growth.

Commitment to quality and operational integrity

On the important subject of quality, our Firm implements International Standard on Quality Management 1 (“ISQM 1”). The annual evaluation conclusion was that the system of quality management provides reasonable assurance that the objectives of the system of quality management are being achieved. Our Firm also implements International Standard on Quality Management 2 (“ISQM 2”) which deals with the appointment, eligibility and responsibilities of an engagement quality reviewer. In addition, Audit Quality Champions are on the ground to ensure compliance with the Firm’s quality policies and procedures and to ensure quality is embedded in audit teams.

All our clients require high standards delivered in a cost-effective approach. We pride ourselves on providing a highly professional, efficient and personal service to our clients and on encouraging mutually beneficial relationships with our clients and their advisors.

Our approach focuses on:

- delivering a high-quality audit;
- taking a professional approach in the services we provide;
- adopting a flexible approach to meet client needs;
- total independence from institutional links; and
- developing long-term relationships based on strong personal foundations we build with our clients, advisors and all stakeholders.

We have developed a flexible skill set which allows us to add value to our clients' affairs by:

- listening to clients, understanding their objectives and providing effective and innovative solutions;
- allocating a team of qualified and professional staff, under the guidance of a director, best suited to the skills required by the client, maintaining this team and enhancing it as necessary throughout the working relationship;
- respecting and meeting deadlines and reporting requirements; and
- giving realistic fee quotes with a flexible charging structure and assisting in the search for cost-effective solutions.

Our aim is to provide customer-centred quality outcomes.

In terms of data security, we have renewed our ISO 27001 certification. This certification gives our clients comfort that we are doing the very best we can to keep their data safe and secure.

Through this transparency report, we affirm our commitment to accountability and transparency, focusing on our approach to quality, our culture and values, our people, our technology, and promoting and monitoring adherence to independence and integrity.

Moe Cohen
CEO

Audit quality

The current world economy brings a more challenging landscape for businesses – an economy with a persistent trend in volatility of inflation and interest rates and businesses having to adapt to changes and uncertainty caused by continuous impact of the lasting effects of the pandemic, the increasing military conflicts, political instability, economic distress, climate change, and regulatory pressures. As businesses adapt to the current economic, social and political climate, it is fundamental that trust and confidence can be laid on the integrity of auditors and the financial reporting framework. RSM Audit (Gibraltar) Limited (“the Firm”) continues its strong commitment to maintain, enhance and deliver high-quality audits.

To achieve this, the Firm is well placed in terms of tools and resources for delivering to our clients and business community a premium service. We also believe in working closely with our clients to offer them an exceptional service.

Audit quality strategy

The Firm’s primary objective is the maintenance and enhancement of audit quality which leads delivery of the engagement, to a sustainable and profitable business.

Our commitment is underpinned by our emphasis on professional and decisive leadership, technical and IT capability and investment, effective training and personal development of staff, expertise of the Audit Quality Champions (“AQC’s”) and being responsive to their recommendations, and those of the Firm’s regulator and RSM inspections in external monitoring visits. We are continually striving to improve our internal monitoring procedures and our response to external monitoring.

The Firm aims to attain the highest standard of professional conduct through the cumulative effect of the following:

- internal quality control procedures (at the point of delivery of the engagement);
- internal quality assurance by ‘cold’ reviews of engagements and of principals’ and staff’s competence;
- the external quality monitoring by the Firm’s regulator, RSM and other stakeholders;
- assessment of all RIs and staff;
- feedback from staff and RIs;
- analysis to identify any root causes of issues identified; and
- continuous training, informing and assessment of all audit principals and staff.

Our audit quality strategy can essentially be broken down into eight components. The strategy is aligned with ISQM 1’s System of Quality Management, which is reviewed periodically by the Audit Management Team.

Core components of audit quality



Tone at the top

In driving the audit service line, the Board, comprising the Responsible Individuals (“RIs”), provides clear tone at the top which underpins the Firm’s cultural environment and corporate values. Ultimate responsibility for each engagement rests with the RI.

A sound ethical culture and ethical decision-making are significant contributors to the overall tone at the top of the Firm and how it delivers professional services. They create an environment where feedback from all stakeholders is considered, leading to improvements and enhancements where necessary in all areas of our business.

Effective tone starts at the top and moves down into middle-management and eventually to all other members of staff. In our current Firm’s Inspection, we sought feedback from our members of staff. We received excellent insight into the tone at the top, the recognition of audit quality, the importance of ethics and areas where we could improve.

Creating, nurturing and sustaining a culture of respect and openness is part of the Firm’s DNA and we stay true to our values in our decisions, commitments and communications, both internally and externally.

The consistency of tone sets the foundation for the delivery of high-quality audits. Our leadership understand the need of the societal value of an audit, the benefits to multiple stakeholders and the absolute necessity for high quality.

In the post-pandemic environment, we have demonstrated our strength of support for our staff and partners. We have adapted to new ways of working and have taken the time to listen to our people through both structured and unstructured means. Our ‘people first’ mantra enabled us not only to survive but to in fact thrive.

Leadership and governance

We are committed to a structure that supports and enables the delivery and monitoring of audit quality. We keep our leadership and governance structure under review so that enhancements can be made as our business develops, whether due to regulatory environment, growth or other factors. Further detail on our structure and governance can be found in Appendix 2.

People

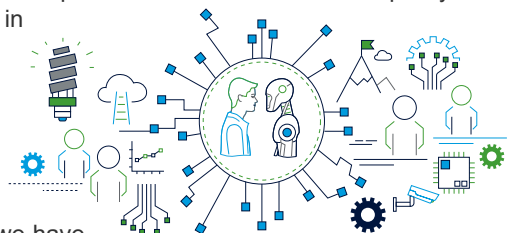
Our people are our business and the heart of the Firm. They manage risk, preserve our reputation, and provide our clients with robust, insightful audits.

We invest in people who are sceptical, ask questions, listen and respond using critical thinking and judgement. We look to recruit new thinking into the team and increase the depth and breadth of our skills in key sectors. We have strong recruitment and promotion processes, and audit quality criteria are considered in the appraisal and remuneration of both partners and staff.

The majority of our staff are professionally qualified accountants with the remaining undergoing their professional exams. Our partners and AQC’s are all from “Big 4” and top middle-sized firms and possess excellent technical knowledge and experience. Their commitment to quality and the motivation to achieve is passed on to the team on each and every assignment.

We empower all our people to make an impact and help our business succeed. We continue to expand our audit team, both in size and range of skills, as well as our people and training support teams to help ensure we recruit and retain quality staff. Since joining the RSM network, the audit service line has doubled in headcount, supporting our ability to continue to deliver as the business grows.

Attracting, retaining and developing talent is the single most important factor in the current marketplace where the Audit profession as a whole is suffering from a lack of capacity. Despite this, we have this year responded effectively to our unprecedented increase in audit work where we have



significantly recruited at all levels. We have also promoted a number of our staff so that people feel that they are rewarded for delivering high quality work. In combination, we have delivered the right service with the right people.

Recruitment

Through our recruitment and training policies and processes, we ensure that we attract talented individuals and provide them with the development and skills they need to fulfil a long and committed career with RSM.

Our recruitment practice ensures we reach as many talented individuals as possible as well as through hiring directly. Our selection methodologies focus on evaluating the full range of skills and qualities that we believe are essential to succeed as an auditor within RSM.

There have been several senior level internal promotions during the year ended 30 June 2025.

The Firm has had an intake of five employees and eleven consultants, ranging from audit juniors to audit supervisors, have joined us from outside the Firm during the financial year to best position ourselves to service the various industry sectors.

We are always looking for talented, qualified and experienced members of staff.

Staff appraisal

We have invested significant time and energy into ensuring employees know what is expected of them at every stage of their career so that they know how to progress. Having clear competencies for staff at each level also means our clients can be assured of the same level of service regardless of location. Every employee has regular feedback and appraisal. In addition to appraisals at engagement level, the Firm conducts a year-end appraisal with a half year interim appraisal to review progress of the objectives set at the year-end appraisal. Audit quality is at the root of each appraisal.

Individual's CPD record and examinational progress, as applicable, are discussed during the appraisal.

At the year-end appraisal, the member of staff will be entitled to a performance bonus based on the level of performance achieved.

Promotions are recommended by the Departmental Head. The Board assesses the report provided by the relevant departmental head on the individuals concerned.

Director appraisal

An appraisal system is applied to all Directors, and, in the case of audit Directors, audit quality criteria must be considered, both in the review of past performance, and in the objectives for the following year. Other criteria included within the appraisal system are financial performance, client development, technical skills, management skills, staff development and business development. The relative importance attached to each of these criteria is dependent upon the Director's role within the Firm, but the appraisal system and the Director's objectives are designed to play to a Director's particular strengths.

For audit Directors, success in selling non-audit services to the entities they audit is specifically excluded from performance evaluation criteria and from decisions on remuneration. Contributions to improving audit quality, on the other hand, are specifically included in the criteria for assessing and remunerating audit Director.

Values

RSM's business principles are founded on a culture of continuous improvement and a commitment to constantly exceed client expectations.

Underscoring our ideas-driven and responsive approach to continuous improvement is an insatiable desire to better grasp client needs, strategies and aspirations.

The more our most senior professionals understand our client business, the better placed they are to jointly identify and implement the right sustainable solutions and opportunities, through a relationship forged on mutual respect.

Greater understanding from the mutual exchange of ideas and insights with our most senior professionals empowers clients to move forward with confidence.

We encourage our people to drive quality. This includes seeking feedback where something is preventing them from achieving quality outcomes. To achieve this, we listen to and act upon feedback from our people. We continue to enhance our systems, policies and procedures.

We foster an environment that encourages staff members to speak up if they have concerns. Where concerns are raised, whether those concerns relate to the conduct of a client or within the Firm itself, we act. We have a wide variety of channels through which our people can raise any concerns they have.

Our successful implementation and monitoring of ISQM 1 also helps to support the embedding of an appropriate quality culture. See section below on Quality risk mitigation.

Our Firm embraces a culture of ethical values and adherence to independence and integrity which are integral to our professional behaviour. See section on Ethics and independence.

All Directors and staff are provided with access to the Staff Manual which sets out the Firm's code of conduct. The Staff Manual contains information covering all aspects of day to day working life and is available on the intranet as a reference tool, ensuring that both Directors and staff always act in a professional manner.

 <p>RESPECT</p> <p>treat others as we would like to be treated</p> <p>We display respect in each interaction with:</p> <ul style="list-style-type: none"> Clients Employees Partners 	 <p>INTEGRITY</p> <p>do the right thing</p> <p>We stay true to our beliefs in:</p> <ul style="list-style-type: none"> Decisions Negotiations Communications 	 <p>TEAMWORK</p> <p>work together effectively</p> <p>We cultivate genuine collaboration:</p> <ul style="list-style-type: none"> In work groups Across member firms Across functions Amongst leaders 	 <p>EXCELLENCE</p> <p>be the best in everything we do</p> <p>We achieve distinction through:</p> <ul style="list-style-type: none"> Our standards Our operations The work we deliver 	 <p>STEWARDSHIP</p> <p>better our network and members, and develop our people</p> <p>We make RSM a better place by:</p> <ul style="list-style-type: none"> Developing our people Building our brand Supporting our communities
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Support and training

Investing in the training and development of our people is of utmost importance. Development of Directors and staff is core to the provision of high-quality audits.

Our technical training and development team provides a programme of audit and financial reporting training for all audit personnel to ensure they are up to speed on current regulations and standards and further training is provided according to partners and staff specific roles and areas of specialism. In addition, if any areas of development in audit delivery or process are identified, the team will design a course to address these at the earliest opportunity. This has been the case in respect of the growing importance of the crypto market where training has been rolled out on accounting and auditing crypto assets together with additional training on insurance audits.

One of the responsibilities of our centre of excellence formed by the Audit Management Team (“AMT”) is to support audit teams in the delivery of the audit engagement by providing technical advice and opinions. This includes numerous informal consultations on audit and accounting matters.

Ethics materials are readily available, and training is provided to staff at all levels, covering the external ethical obligations to which the Firm is subject to. Partners and audit staff are apprised of the need to consult the Ethics team on any issue, particularly of interpretation, that they are unclear about.

The Firm provides funding and study leave for training courses including for the members of staff who are undertaking their professional accounting qualifications. Advisory services are also an integral part of RSM and training and development in this growing service line is key. We provide support for certifications in Internal Audit, IT Audit, Financial Analyst and Financial Forensics.

RSM Gibraltar has the following accreditations:

- ACCA: Approved Employer – Platinum training status
- ICAEW: Approved Employer



AUTHORISED
TRAINING
EMPLOYER



We currently have 1 ACCA trainee.

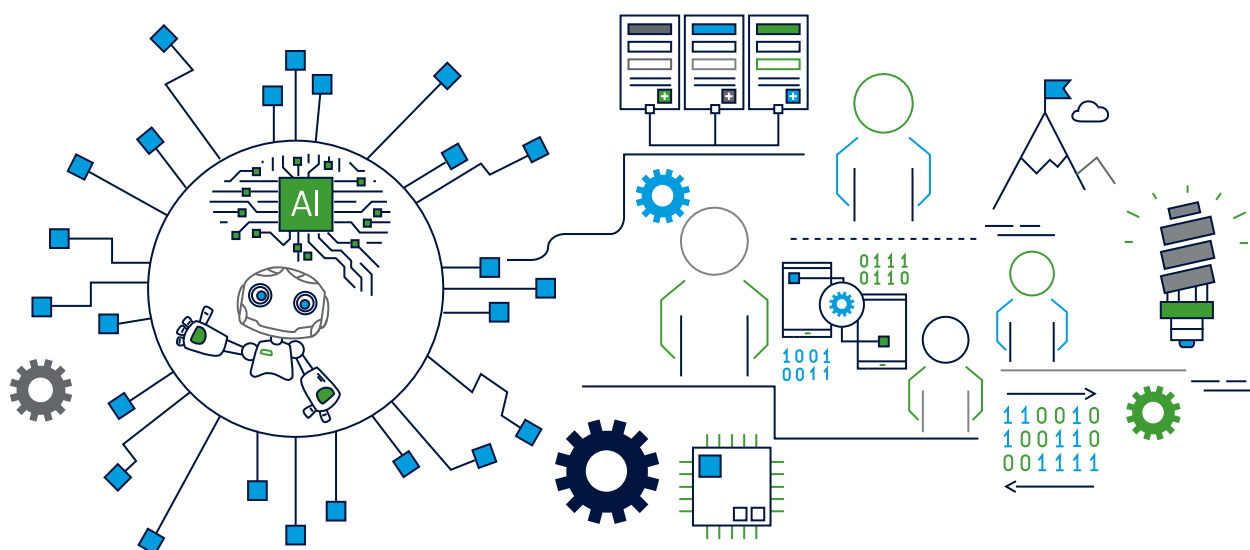
Training

Our training team comprises members of the AMT and AQC's to ensure that an appropriate programme of courses is provided for all audit Directors and staff.

We provide a core programme of audit and financial reporting (CPD programme) training which all appropriate audit personnel must attend and where we monitor attendance. All courses are designed to be practical and real-life case studies are used where possible. A benefit that arose from the pandemic has been the facilitation of remote training opportunities.

Our programmes include faculty updates, sessions on the revised Code of Ethics, IT Fraud Risk, case studies and a video simulation of a client fraud. Importantly, training on evaluating the Control Environment and use of controls testing including IT controls. Presenters included the Heads of Audit, the CEO and technical training team.

In addition, during the year, the Gibraltar Society of Accountants held several seminars on IFRS, UK GAAP and audit updates. Also, Directors and staff attended training by other local associations on AML, compliance, financial crime and company law. Directors and staff are provided with further training according to their specific roles and areas of specialism. Listed audit work is a specialism and a suite of training courses on IFRS, together with updates of particular relevance to the audit of listed entities, ensures that this particularly demanding area of audit work is carried out by Directors and staff with the relevant knowledge and skills.



There is a mandatory core programme for audit trainees, expanding on their studies in the areas of financial reporting, audit, business awareness, tax and personal skills. They also receive training in any specialist areas they are involved in such as banks, insurance, pension schemes, charities, on-line gaming, crypto/ICO companies and listed companies. Ethical issues, professional scepticism and audit quality are key themes throughout their training, which is reinforced by their work experience.

Insurance audit is a core specialist area and we have implemented a training programme with modules covering critical audit areas, solvency II and developments in the industry. This programme is rolled out by our technical training team, our actuarial experts and another member firm. Crypto companies audits also follows a specific training programme.

The Firm also uses a training platform established by RSM Global that is called RSM Campus. RSM Campus offers an educational platform covering a wide variety of courses for different needs which are available to all RSM staff. This ensures that everyone across the network has access to the latest training resources and development opportunities. The facility contains a wide variety of technical training webinars and continues to grow.

In addition to key audit, advisory and ethical areas and courses available via RSM Campus, there are trainings addressing areas for improvement identified from regulatory feedback while also addressing common areas of challenge identified by the industry and the impact of updated ISAs, IFRSs and FRSS.

As part of the CPD programme, Directors and staff also attend courses in areas to improve audit quality, as we recognise that high levels of ability in these areas help to ensure that audits run smoothly and effectively, and relevant technical knowledge can be applied at the appropriate stage of the audit.

The Firm has a CPD register, kept on RSM Campus, to keep a record of all training undertaken by all member of staff.

Personal development

Development of our staff is something which RSM is passionate about. We offer a wide range of personal development courses, all of which are designed to support individuals as they progress through their career.

We provide a variety of courses that allow employees to tailor their own development based on their personal needs both in their current role and as they progress through different roles during their career.

The Firm is committed to developing a mentoring culture and supporting our mentors and mentees to make this relationship work. We believe that everyone deserves to have someone in the business in addition to their line manager guiding and supporting their career journey.

Coaching is essential in unlocking the potential in our staff to maximise their performance and contribute to the future success of the Firm. To achieve this, we undertake on-the-job coaching to build skills and abilities in existing roles, development coaching to support future progression and behavioural coaching to achieve long term, significant change through enhanced self-awareness.

WE PROVIDE MULTIPLE PROGRAMMES FOR OUR PEOPLE TO DEVELOP INCLUDING:



There are secondment opportunities occasionally available to employees in order for them to attain a greater depth of experience and understanding of industry and our business, which can be drawn upon on their return.

RI Induction

- Interactive presentation by the CEO on the meaning of 'Responsible Individual';
- Followed by a course for young RIs organised by RSM Global;
- Particular emphasis on ethics and professional scepticism;
- Bringing home key issues through live case studies;
- Director for Compliance demonstrating the significance of providing quality technical advice and the level of support provided by the Firm; and
- Session on mentoring presented by an experienced mentor.

Methodology and technology

The audit process assists staff in producing quality audits which comply with the International Standards on Auditing. Our tools and methodology are in line with developments on these standards.

Our audit methodology and the tools which support the teams in the delivery of engagements are often bespoke and are constantly being adapted to changes in regulation, technological developments and our constant commitment to improving audit quality.

For specialised audits e.g. insurance and crypto, we ensure they are only undertaken by individuals with the requisite skills, experience and training. Where relevant, we work with experts to complement our teams in the areas of actuarial and other valuations, IT audit and cybersecurity.

RSM Orb global audit methodology

RSM Orb is our optimal risk-based audit methodology and is our Global audit solution, which not only comprises the methodology but also software and tools that:

- Is designed with a focus on the middle market
- Scales with client complexity to provide a robust, quality audit
- Adapts to differing circumstances and unique business risks
- Provides an efficient and innovative technology platform

RSM Orb enables us to deliver co-ordinated and consistent as well as insightful audits. Whilst the methodology has a robust framework, it provides sufficient flexibility to adapt to developments e.g., artificial intelligence and changes to international auditing standards. RSM Orb requires a detailed understanding of the business, the industry in which it operates and the systems and controls which it has in place. Our regular contact with management throughout the financial year ensures that we are aware of key developments. These exchanges feed into our audit plan which is based on a detailed risk assessment and enabling focused testing to be performed. The audit plan is revisited and revised, where necessary, during the course of the audit as the audit team responds to their findings.

Each audit team member is responsible for considering the quality of their work before signing it off. In addition, with the exception of the RI, the work of every team member is reviewed and signed off by another, more senior, person. Additional engagement quality control reviews by colleagues who are independent of the audit team are required in certain circumstances, for example where there is a public interest, where the client is deemed to represent potentially high reputational risk to the Firm, where a long-standing relationship exists, or where the RI is being mentored. Independent second opinion reviews are also conducted when an enhanced audit report is to be issued or a modified audit opinion, emphasis of matter or material uncertainty is being contemplated.

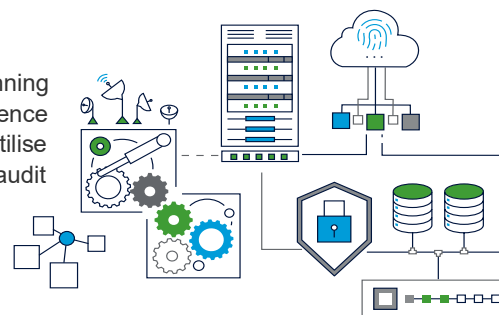
We use a range of techniques in carrying out our audit testing including substantive analytical procedures, tests of controls and tests of details.

RSM Orb is supported by a bespoke, in-house digital audit platform which enables the planned audit work to be tailored, based on the team’s documented risk assessment. Whilst its functionality, along with the inbuilt controls and structured workflows, promotes discipline and compliance with International Standards on Auditing, it allows audit teams to focus on the exercise of judgement and evidence their scepticism and challenge of management, leading to well-documented, effective and robust quality audits.

The platform is updated regularly to reflect changes in our methodology, auditing standards and quality enhancements in the light of ISQM 1 and ISQM 2. There is also a specific internal group who consider other potential areas for improvement, including from team feedback or matters identified from quality reviews.

Data analytics

RSM utilises a variety of software solutions to assist audit teams in the planning and execution of their work. Analytics tools are used in obtaining audit evidence against relevant assertions, as well as in risk analysis. We currently utilise CaseWare Idea which is a powerful and comprehensive tool that enables our audit professionals to assess risk, gather evidence, uncover trends, and provide the intelligence needed to make more informed decisions from multiple data sources.



Technology specialist support

Our investment in technology is not just through the tools available to our audit teams, but also the IT specialist knowledge they are able to draw on. We have a dedicated and growing technology audit team who support our teams with their work on the IT environment, from involvement as IT specialists supporting with understanding and risk assessment, to input as experts for more complex areas such as cyber security.

Inflo

RSM utilises Inflo as a cutting-edge client portal solution. Aside from facilitating a more streamlined approach to client services, the portal provides increased levels of security and peace of mind for users across the board. At RSM, the protection of client and staff data is and always has been of utmost importance. This tool goes a step further in helping RSM to build even better client relationships, by allowing them to communicate information effortlessly and in a safe manner.

Quality monitoring

We utilise a range of methods and indicators to monitor audit quality, enabling prompt identification of areas for further focus.

Audit quality indicators

Our Firm follows a set of ‘audit quality indicators’ widely used by the RSM network; we have included measures on the same themes throughout the report.

- Internal Quality reviews: Our RIs are subject to internal quality reviews and includes the review of their audits of public interest entities where appropriate.
- Training: We are committed to training and invest significant time in ensuring our courses enhance our audit quality.
- Investment in research and development: As well as investing heavily in developing our internal courses, we have introduced a new global audit methodology with the other RSM International firms in line with recent developments in International Standards on Auditing and auditing practices.
- Technology: We are committed to investing in technology to arrive at an efficient quality audit. Tools for auditing, analytics, financial reporting disclosures, financial statement preparation and time management.
- Directors and staff survey: We encourage constant feedback and input from all staff members. The AMT use formal feedback to continue to ensure that quality remains top of the agenda and that staff and Directors receive the correct resource, time and training to deliver quality audits.

External monitoring of quality

The Board is closely involved with all regulatory visits and reviews all findings and recommendations in detail. Our training and processes are under constant review in order to ensure that our audits are of the highest quality. The Gibraltar Financial Services Commission (“GFSC”) has carried out a monitoring inspection in 2025. Actions have been taken to address areas

for suggested improvement identified in the GFSC report. We continue to respond to recent reviews and current best practice. The progress in implementation of these actions is, and will continue to be, monitored by AQC's. The Board is pleased to note ongoing enhancements to audit process and quality brought about by feedback from AQC's and the regulators.

Internal monitoring - Quality assurance review

Audit quality is the responsibility of all Directors and staff. Internal quality assurance review systems must be adequate, appropriate and contribute to audit quality. This function is delivered by the AQC's. Due to the size of our Firm, the AQC's taking part in the internal quality assurance review will also be members of the AMT. The AQC's are responsible for checking compliance with the Firm's procedures and giving feedback to promote continuing improvement in the quality of work.

An AQC team member involved in the internal quality assurance review would be:

- Statutory auditor for an inspection of a PIE file and senior manager and above for other files;
- independent of the file being reviewed;
- comprehensive in its coverage and scope of reviews;
- consistent in application of review procedures;
- critical in identification of areas for improvement;
- constructive in communication of review findings; and
- cooperative in arranging and performing reviews.

The monitoring procedures applied by the AQC's are in accordance with ISQM 1. The AQC team carries out reviews of audit files, either physically or remotely, and also reviews 'whole firm' matters such as the audit manual, training programme, CPD records, appraisals, ethical compliance and internal controls, such as internal authorisation, audit file access and financial management.

In line with RSM Global policy and ISQM1, the Firm has carried out a self-inspection in November 2024. The inspection involved a review of a sample of audit files including one of each of four RIs. Findings from the inspection were submitted to RSM Global and there were no further comments. The next self-inspection is currently taking place. RSM Global carries out its own inspection of its member firms and the next one is expected during the latter part of 2025.

Results of reviews

The reviews occur annually as part of our Member Firm Inspection Programme. Every third year the inspection is carried out by RSM Global. The review achieves a reasonable coverage of RIs. Quality Assurance ("QA") file reviews cover a mixture of client types and sizes, including the various specialist audits such as insurance companies and companies in the crypto space.

Our internal policy is that we do not grade our QA file reviews or use other quantitative measurement. Our view is that this can be counter-productive and that instead it is qualitative feedback that is more constructive and helps audit teams to achieve improvement. Grading systems can be biased or anomalous and can lead to excessive focus on the grade, rather than the more important messages about striving for improvement.

The Inspection Coordinator presents yearly to the Board the inspection findings which sets out any current concerns and obtaining prompt responses and actions as necessary. A report including these findings and action plan is submitted to RSM Global.

Process

The consistency of review procedures is ensured by the deployment of dedicated AQC team members, the use of file review work programmes, peer review by AQC colleagues and the Member Firm Inspection Programme.

Audit file review findings are issued to the principal and manager and then discussed in a meeting with them and then followed up with a written response. This dialogue includes recognition of instances of good quality work as well as the identification of areas for improvement.

QA file review findings are circulated to staff in a series of positive reminders about the Firm's procedures. The Training Team ensures that QA findings are used in training course material and in enhancements to our audit programme.

The RSM network promotes staff secondment in relation to audit and advisory staff members. This enables staff to attain

experience of QA and advisory work and a deeper understanding of audit & advisory quality, which they then disseminate in their office after the secondment.

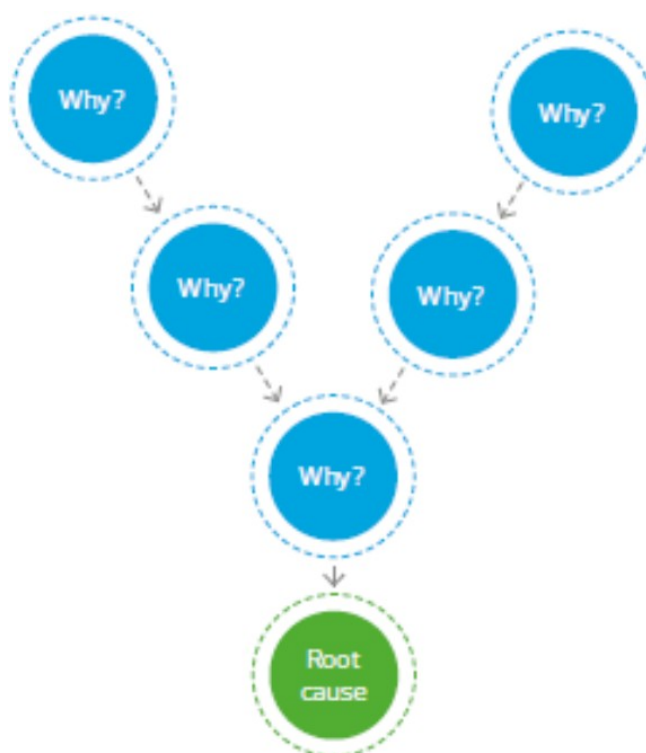
Root cause analysis

As part of each QA file review, the audit team is requested to consider in its written responses the root causes of any non-compliances, so that appropriate actions are taken to address them, improve audit quality and personal development.

During the year there were some significant positive steps with regard to our approach to root cause analysis (“RCA”):

- a root cause analysis framework was developed, including the requirements of ISQM 1 and when root cause analysis will be undertaken on specific audits;
- all audits subject to inspection by the GFSC and RSM Global will undergo root cause analysis, as applicable;
- consideration will be given to conducting root cause analysis on particular topics, including where common themes arise; and
- as well as exploring identified deficiencies that require improvement, positive instances of Audit Quality will be subject to root cause analysis so we can learn from these and help to improve consistency.

Themes identified from root cause analysis have been discussed at AMT level so next steps can be considered. Action has already been taken in a number of areas to address the root causes identified. Some of the main root causes identified link to resourcing, a lack of knowledge/ understanding of resources available and how to use data analytics tools. The root causes have been considered as part of a detailed action map which forms part of the overall audit quality enhancement plan.



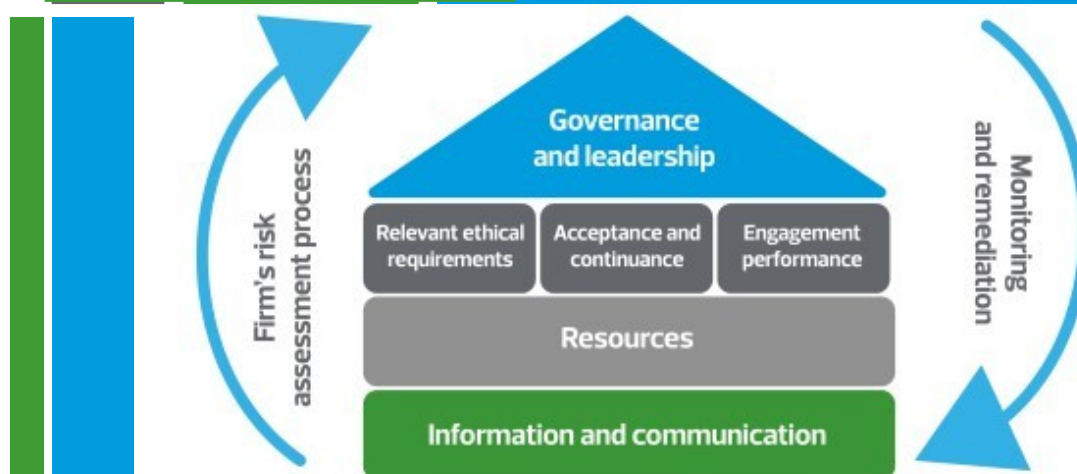
Quality risk mitigation

A robust System of Quality Management is in place in terms of documentation, accountability, monitoring, remediation, and sanctions. The System of Quality Management focuses on establishing quality objectives, identifying and assessing risks to the achievement of those quality objectives and designing and implementing responses to address the quality risks.

International Standard on Quality Management 1

On 15 December 2022, International Standard on Quality Management 1 (“ISQM 1”) came into effect. ISQM 1 requires firms to design, implement, monitor and evaluate a system of quality management that will provide reasonable assurance that the Firm is meeting the prescribed quality objectives. The standard categorises a system of quality management (“SOQM”) into eight components:

The House of Quality – The 8 Components of the SOQM



ISQM 1 specifies a proactive and risk-based approach to managing quality at the firm level and requires evaluation, at least annually, of the system of quality management.

To enable the design, implementation and operation of the RSM system of quality management, individuals have been assigned to system of quality management roles and this is set out in a responsibility framework.

The individuals in these roles have the appropriate experience, knowledge, influence and authority, have sufficient time to fulfil their system of quality management roles and are accountable for fulfilling their responsibilities.

Ultimate responsibility and accountability for the SOQM is assigned to the Managing Director, supported by one of the Co-Heads of Audit.

The standard also requires extensive monitoring of the SOQM to identify deficiencies that require corrective actions and to provide the basis for evaluating the overall effectiveness of the system of quality management.

For 2024, an annual point-in-time evaluation in accordance with ISQM 1 has been completed. This is required annually.

The evaluation of the effectiveness of the SOQM utilised information gathered from monitoring activities performed over the period and considered the results of the following:

- testing undertaken on SOQM risk responses;
- internal engagement inspections;
- inspections from RSM Global;
- other monitoring activities such as thematic and compliance reviews undertaken internally or in conjunction with external regulators; and
- planned enhancements and changes to processes in place and potential impact on the SOQM.

The annual evaluation conclusion for 2024 was that the SOQM provides reasonable assurance that the objectives of the SOQM are being achieved.

International Standard on Quality Management 2

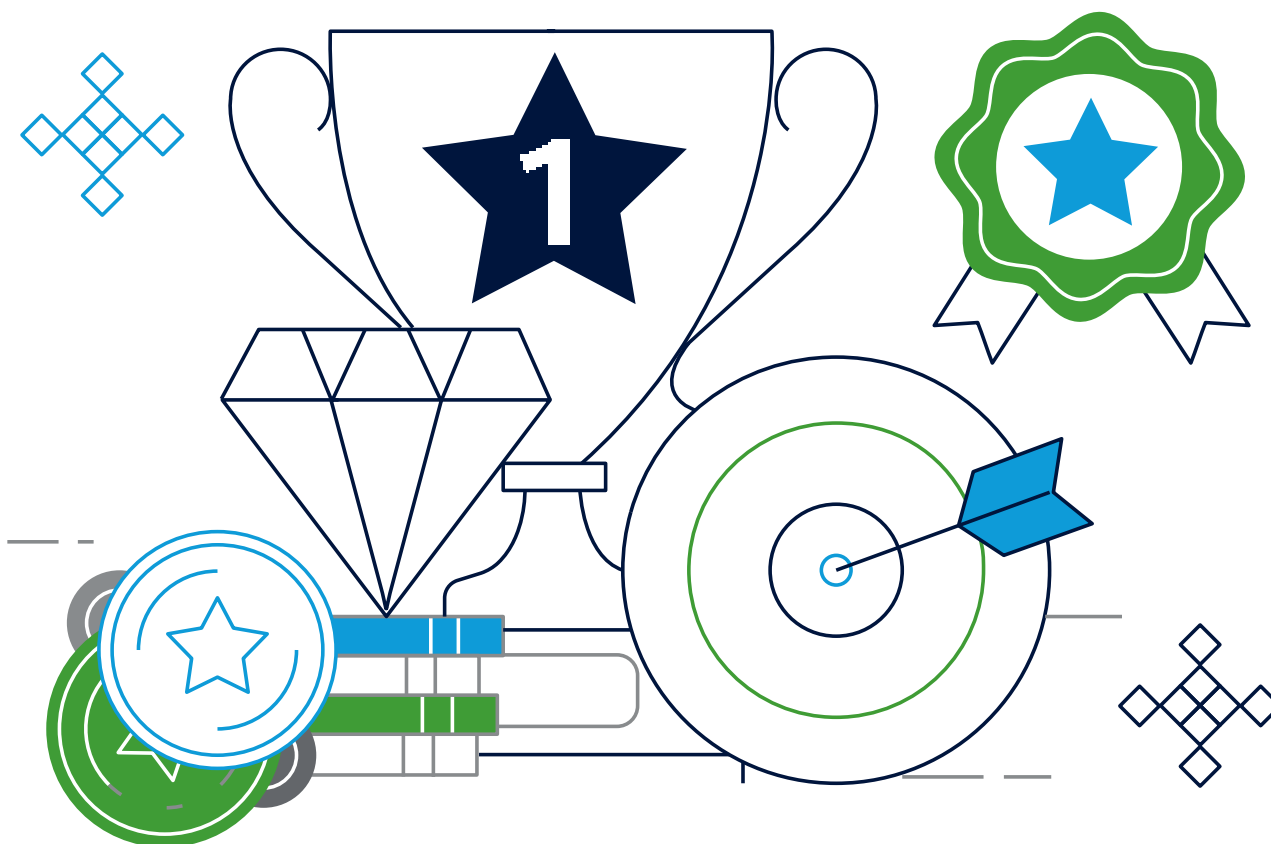
On 15 December 2023, International Standard on Quality Management 2 ("ISQM 2") came into effect. ISQM 2 requires firms to set policies and procedures in respect of engagement quality reviewer's eligibility and appointment and his or her responsibilities relating to the performance and documentation of an engagement quality review. These policies and procedures address engagement quality reviews for:

- (i) Audits of financial statements of listed entities including other public-interest entities as defined in local legislation;
- (ii) Audits or other engagements for which an engagement quality review is required by law or regulation; and
- (iii) Audits or other engagements for which the Firm determines that an engagement quality review is an appropriate response to address one or more quality risk(s).

The overarching objective of the Firm is to design, implement and operate a system of quality management for audits or reviews of financial statements, or other assurance or related services engagements performed by the Firm, that provides the Firm with reasonable assurance that:

- (a) The Firm and its personnel fulfil their responsibilities in accordance with professional standards and applicable legal and regulatory requirements, and conduct engagements in accordance with such standards and requirements; and
- (b) Engagement reports issued by the Firm or engagement partners are appropriate in the circumstances.

The objective of the Firm, through appointing an eligible engagement quality reviewer, is to perform an objective evaluation of the significant judgments made by the engagement team and the conclusions reached thereon.



Ethics and independence

The Firm is devoted to training in ethics, consistent with the publication of the revised IESBA's Code of Ethics for Professional Accountants ("Code of Ethics") and RSM policies on same.

Staff at all levels are kept abreast of the external ethical obligations to which the Firm is subject. The Firm has implemented the Code of Ethics. This EU-driven regulation has given the Firm the opportunity to carry out work on behalf of clients that was not possible previously and also introduces some very detailed rules on professional independence that required staff to be trained on. All Directors and staff have received training on the revisions to the Code of Ethics, RSM Policies on same and the consequential amendments to our Firm's policies.

Ethics training is part of the induction procedure for new staff members.

Ethics Director and Ethics team

Ensuring the Firm's compliance is the Ethics Director and the Ethics Team. The Ethics Director is one of the Heads of Audit. The Ethics Team includes all directors and the Compliance team. The Ethics Team was set up to act as a custodian of the ethical policies, their contemporariness, and to assess the ethical 'tone at the top' of the Firm across all of its multi-disciplinary activities.

The Ethics Director keeps members of the Team informed on operational and policy related issues and briefs its members on his expectations across all of the service lines. The Ethics Director, as per RSM policy, determines any matters related to the taking on, continuation of, and disengagement from an assurance and non-assurance engagement for ethical reasons.

Responsibility for decisions on the operational application of the Firm's ethical policies lies with the Ethics Director, assisted by the Ethics Team. It is the Ethics Director's function to act as the ultimate arbiter of the application of the ethical codes to any given set of circumstances and all Directors and staff are apprised of the need to consult the Ethics Team on any issue, particularly of interpretation, that they are unclear about.

In addition to the above, there are internal reviews of independence practices. Each year, a summary report in relation to the 'fit and proper' and the independence declarations that all principals and staff need to make is provided to the Ethics Director.

Policies and procedures

The Firm has well-established systems and procedures in place to help safeguard the objectivity of staff and avoid conflicts of interest, whilst complying with ethical and other applicable standards.

RSM InTrust is RSM's integrated global independence entity management and service authorisation system. The use of the RSM InTrust tool offers continued monitoring and focused coordination, ensuring ethical and independence global requirements are kept in good standing. Annually, RSM InTrust's completeness and accuracy is reviewed internally by each member firm and confirmed to the GEO. This confirmation includes findings and action plan where necessary. With regards to our firm these have been few.

RSM also maintains the following registers:

- external positions held by Partners or Employees (i.e., director; officer; company secretary; and trustee);
- all Firm's Financial Interests and Other Financial Arrangements;
- all Close Business Relationships; and
- all actual and pending litigation.

The annual declarations completed by staff and Directors are monitored for any change in business relationships, financial interest and conflicts of interest.

Compliance with the Firm's audit rotation policy is monitored and is applicable to all audit Directors and senior members of staff involved in an audit.

There are clear guidelines in our Anti Bribery and Corruption Policy for dealing with gifts, hospitality and sponsorship so that any self-interest threat is avoided, and objectivity is not impaired. The Firm has a clear and extensive gifts and hospitality policy in place to determine whether or not a gift or hospitality should be accepted.

The Firm services the small and medium-sized enterprise sector whose individual enterprises benefit from having access to the services that the Group provides. Though clients benefit from the availability of expertise across the Group, access to non-audit services is subject to compliance with the Ethical Standards, and in particular, the Firm's insistence that the remuneration of audit staff cannot be determined by reference, even in part, to non-audit fees provided to audit clients.

Client acceptance and continuation procedures are extensive and intended to identify any particular circumstances of a given client that might cause an insuperable threat to auditor independence either with RSM Gibraltar or any other RSM member firms. In such a situation, the Firm will not take on or continue the engagement. Before engagement, all potential assignments are subject to completion of our Client and Engagement Acceptance Programme, including a Conflict Threat Assessment, designed to identify any such threats in discharging a particular engagement together with details of any necessary safeguards required to be applied. Details of the threats and safeguards are reviewed and approved by the relevant assurance Director prior to the acceptance and commencement of the engagement.

Within each QA file review, checks are made by AQC's on identifying threats to auditor independence and other conflicts of interest, or other potential non-compliance with the Ethical Standards, and on the completeness of the associated reporting to those charged with governance in the Audit Plan and subsequent Audit Findings Report and/or Management Letter.

If a QA review finds an apparent non-compliance with the Ethical Standards, any necessary actions are agreed with the individual(s) concerned and the AMT. The details are then reported to the Ethics Director, to consider whether any further action is required.

Rotation of key audit partners and staff

The RSM Ethics and Independence policies contain requirements for the rotation of engagement partner/s on audits of public interest entities, mandating their compulsory rotation by not later than seven years from the date of their appointment. In addition, the policies preclude them from participating again in the statutory audit of the audited entity before five consecutive years have elapsed following that cessation.

The same policies mandate the compulsory rotation of the engagement quality reviewer by not later than seven years from the date of their appointment. In addition, the policies preclude them from participating again in the statutory audit of the audited entity before three consecutive years have elapsed following that cessation.

The rotation policy complies with the requirements of Regulation (EU) No 537/2014 of the European Parliament and of the Council, as retained in Gibraltar law, and the requirements of the International Ethics Standards Board for Accountants.

In addition, ISQM 2 requires a cooling-off period of 2 years before the engagement partner can assume the role of engagement quality reviewer.



Risk management

All staff and partners are expected to embody the values of the Firm with regard to risk and follow correct procedures. The promotion of risk mitigation is a key theme at audit workshops and RI meetings.

Risk management approach

Across RSM, the Boards of the various Group entities have primary responsibility for dealing with strategic and operational risk management. This includes training, recruitment and personal development including internal controls. Their work is to look at risk matters and internal controls within the Group and advise and support management to improve risk management strategy, operations and internal controls.

A group-wide Risk Register has been compiled and serves as an internal audit tool for the Group. The compilation of the Risk Register and the review of effectiveness of controls have made use of the International Federation of Accountants (IFAC) Guidance on ISQM 1. In addition, and in line with ISQM 1, a system of quality management is in place, which is reviewed annually, where audit quality risks are addressed and monitored.

Risks are reviewed at least annually, with responses designed to be proportionate to the significance of the risk, the Group's strategy and risk appetite.

The risk management approach is not intended to eliminate risk. Instead, it serves to reduce the likelihood of risks materialising and to prepare the business to manage the impact by adapting and recovering if they do.

Risk management framework

The risk management framework formalises the process for identifying, analysing, measuring, prioritising and responding to risks.

For risk management to be effective, it needs to be integrated throughout the Group and ingrained in the way we operate. To enable this, the Group has adopted the three lines of defence model, as outlined below.



1st Line Group Board of Directors: The Board are the owners of the specific risks and controls relevant to RSM Gibraltar entities. This requires the Board to ensure that any changes in risks are identified and controls are implemented to account for these. They are also responsible for the effective operation of those controls, which requires sufficient supervision and review.

2nd Line Legal, Risk and Compliance: This team partners with the first line of defence to perform periodic risk assessments, evaluating the appropriateness and effectiveness of controls, considering the Group's risk appetite in each respective area. This team also assists the first line in designing and implementing controls, as well as performing root cause analyses where necessary.

3rd Line Quality Assurance: AQC's perform an annual programme of testing key controls as planned and agreed with the AMT, to provide assurance that they are designed and operating effectively, as well as providing

recommendations and support to drive continuous improvement in the management of risks and internal controls.

The Legal, Risk and Compliance Team formally reports to the Group Board of Directors at least annually on the principal risks and the Team’s continuous enhancement of the risk management practices of the Group.

The principal risks facing RSM Audit (Gibraltar) Limited

Principal risks are the individual or aggregated risks that could seriously affect the performance, prospects or reputation of the Group.

As a member of the RSM International network, the risk could be the result of the actions or conduct of another member firm, which consequently impacts RSM Gibraltar by association. The resilience of the Group and the Firm has been considered in determining the appropriate risk mitigations to sufficiently take these into account.

Our principal risks may change over time as the likelihood and impact of the risks vary due to internal or external factors. Additional context is provided below to outline key risk mitigations and risk appetite.

The following taken from our Risk Register are the principal risks which could significantly impact our professional reputation, quality of audit and/or financial strength:

Areas of principal risk	Description	Mitigation
Client acceptance and continuance Risk appetite: Low	Reputation risk and financial risk of engaging with clients who cannot pay our fees or who partake in inappropriate behaviour.	The Board has established procedures for identifying high risk clients and those requiring upward referral through tiers of management, ultimately to the Board, as increased assessed risk is identified. In general, RSM Audit (Gibraltar) Limited is not significantly active in high audit risk environments.
Client portfolio Risk appetite: Medium	Failure to ensure a diverse and targeted client portfolio.	The Firm has established client and engagement acceptance procedures and undertakes profitability assessments. All tenders are reviewed by an experienced RI who also undertake pipeline monitoring. RI and EQR portfolios are reviewed on a regular basis.
Client service quality Risk appetite: Low	Risk of losing clients through poor audit quality.	The Board has established policies, procedures and training to ensure staff and partners deliver quality audits. These are monitored and reviewed as necessary. In addition, the Firm has established a System of Quality Management in line with ISQM 1. The focus is on monitoring and remediation and continually ask questions around quality objectives and risks.

<p>Legislation and regulation</p> <p>Risk appetite: Low</p>	<p>Reputational and regulatory risks of staff and partners not complying with applicable laws and regulations.</p>	<p>The audit market is increasingly subject to detailed and complex regulation. As well as providing extensive and regular training to all persons engaged in audit work, RSM Audit (Gibraltar) Limited has long-established and comprehensive processes and procedures which require compliance with all applicable laws and regulations and independent monitoring of such compliance. RSM Audit (Gibraltar) Limited is also subject to external monitoring by the GFSC and RSM Global.</p>
<p>Ethical compliance</p> <p>Risk appetite: Low</p>	<p>Reputational and regulatory risks of staff and partners not applying the ethical standards appropriately.</p>	<p>RSM Audit (Gibraltar) Limited is required to comply with Ethical Standards for Auditors and, individual members, with those of their professional body. RSM Audit (Gibraltar) Limited's Ethics Partner is supported by an Ethics Team and the culture of ethical behaviour is underpinned by regular training.</p>
<p>Legal and professional indemnity</p> <p>Risk appetite: Low</p>	<p>Financial and reputational risks ensuing from a claim against the Firm.</p>	<p>The application of quality and risk management controls minimise the risk of litigation. In the event of a claim, RSM Audit (Gibraltar) Limited has appropriate professional indemnity insurance in place.</p>
<p>Competition and technological change</p> <p>Risk appetite: Medium</p>	<p>Failure to adapt to and be innovative in technology and digital change, as well as sustainably differentiating from our competitors, which could impact our ability to attract and retain clients and talent.</p>	<p>Risks minimised through the implementation of a firm-wide digital strategy and digital and data security training. IT Officer monitoring technology project delivery. Investment in AI, data analytics, technology and skills.</p>
<p>Cyber, data and information security</p> <p>Risk appetite: Low</p>	<p>Failure to adequately protect data or to ensure IT systems are resilient to manage potential disruption.</p>	<p>The vast majority of RSM Audit (Gibraltar) Limited's records are stored electronically and its audit process is fully computerised. The firm's IT team has established multiple backup locations and other measures to protect against data loss and minimise the risk of system penetration or failure. The Firm has obtained ISO 27001 certification. The Firm carries out regular training and awareness on data security and General Data Protection Regulation (GDPR).</p>
<p>People and culture</p> <p>Risk appetite: Low</p>	<p>Failure to retain, upskill and recruit appropriate people for the delivery of the Firm's business objectives. Failure to foster a culture where our people can thrive and have a positive impact.</p>	<p>The Board and the AMT regularly review resources to ensure that they are: fit for the current circumstances; capable of achieving any planned developments; and are providing progression opportunities. Also, a firm-wide diversity and inclusion strategy is ensured.</p>

Global capability	Inability to apply an effective global capability in meeting client needs and maintaining reputation and client service quality.	RSM has international sector and service line groups and liaison desks to meet global client needs whilst maintaining audit quality. In addition, RSM International global quality standards and independent member firm quality review programme. RSM is equipped with global audit methodologies and technology and moreover a global corporate and people's culture.
Risk appetite: Medium		

Operating model	The Firm does not have a financially sustainable and resilient operating model that can effectively adapt to change, both internally and within the macro environment.	The Firm supports the operational separation of the audit business. The Board also carries strategic and operation reviews. Budget review, cash collection and cash flow monitoring also occur at Board level. Market, regulatory and legal developments are also discussed
Risk appetite: Medium		

Macro-economic and geopolitical factors	Failure to adapt and respond to economic and political factors impacting Gibraltar, UK and the global network, directly or indirectly, could adversely affect our ability to continue offering certain services, or affect financial performance.	The Board through its Compliance Team has Know Your Client (KYC) processes which consider the risk and application of international sanctions. Annual budgets also consider the potential impacts of economic trends and forecasts.
Risk appetite: Medium		

Anti-Money Laundering, Combating the Financing of Terrorism and Counter Proliferation Financing (AML/CFT/CPF)	Failure to comply with the requirements of the current AML/CFT/CPF regime.	RSM follows a risk-based approach in line with the recent guidelines. Policies, procedures and forms have been reviewed and revised to meet these requirements. This covers KYC, Risk assessments and re-assessments and Suspicious activity reporting. The Firm has also carried out trainings on this important area.
Risk appetite: Medium		

Emerging risks

The Group continues to face uncertainties where an emerging risk may potentially impact the Group in the long term. Both the Group Board and AMT continue to monitor and evaluate potential emerging risks in terms of cause and impact, whether they should be raised to principal risks, and their relationship to existing principal risks.

The Group Board and AMT consider that the potential additional regulations resulting from environmental, social and governance requirements continue to be an emerging risk. This risk, which impacts both the Group and its clients, is being monitored accordingly.

Appendices

1. Client and financial information

Client information

Audit clients within the scope of public interest entities as at 30 June 2025 where RSM Audit (Gibraltar) Limited issued an audit report in the period 1 July 2024 to 30 June 2025.

- Acasta European Insurance Company Limited
- Arriva Insurance Company (Gibraltar) Limited
- Beacon Insurance Company Limited
- Douglas Insurance (Gibraltar) Limited
- EIFlow Insurance Limited
- HMCA Insurance Limited
- IDT Financial Services Limited
- Millennium Insurance Company Limited
- Nelson Insurance Company Limited
- Service Insurance Company Limited
- Valereum Plc
- White Rock Insurance (Gibraltar) PCC Limited

Financial information

	2025	2025	2024	2024
Service line	Revenue (£'000)	%	Revenue (£'000)	%
Statutory audits of PIEs and related entities	688	19	500	19
Audits of other entities	2,548	70	1,747	67
Permitted non-audit services to audit clients¹	345	10	322	12
Non-audit services to other clients	36	1	67	2
Total	3,617	100	2,636	100

1 Revenue from permitted non-audit services to audit clients includes revenue of £311k (2024: £286k) billed by RSM Gibraltar Limited to audit clients.

The revenue of RSM Audit (Gibraltar) Limited represents amounts chargeable for professional services provided during the year. These amounts do not include services carried out by other Group entities except those in relation to permitted non-audit services to audit clients. These amounts are presented in accordance with EU Directive's categorisation of service lines.

Our Firm believes in giving clients a complete package and other Group entities provide these additional and equally

important services. Our Group is structured strategically from a specialism, commercial and regulatory perspective. RSM Fund Services (Gibraltar) Limited provides fund administration and private equity depositary. RSM Fiduciary Services (Gibraltar) Limited provides trust and company management services. RSM Gibraltar Limited provides tax compliance and advisory, accounting, payroll, liquidation and consulting services.

2. Structure and governance

Having originally started in 2007 as Benady Cohen & Co and then having gone on to grow into one of Gibraltar's leading professional services firms over the last sixteen years, RSM Gibraltar is committed to enabling clients through a greater understanding of what matters most to their business.

Legal structure

RSM Audit (Gibraltar) Limited is a private limited company incorporated in Gibraltar on 14 June 2007 with registered number 98887.

Business structure

The principal place of business is situated at 21 Engineer Lane, Gibraltar. The principal service lines of the Firm are Audit and Assurance, Risk Advisory, Financial Advisory and FinTech Advisory. The Firm forms part of the RSM Gibraltar Group whose principal services lines are Tax, Accounting, Fund Administration, Insolvency, Payroll, Consulting and Trust & Company Management. RSM Gibraltar Group is owned by its shareholders who are the CEO and Managing Director. Audit and other professional and administrative staff are employed by RSM Gibraltar Limited. As at 30 June 2025, RSM Gibraltar had 90 members of staff (including directors, four of whom are RIs and form part of the Board of RSM Audit (Gibraltar) Limited) and other consultants where one is a senior manager. In addition, the Group employs four other directors, two directors of RSM Fund Services (Gibraltar) Limited, a director of both RSM Gibraltar Limited and RSM Fiduciary (Gibraltar) Limited and its subsidiaries and a director of RSM Gibraltar Limited. All of these entities together with the audit firm are licensed by the Gibraltar Financial Services Commission ("GFSC").

In addition to our considerable local knowledge, we draw on our international reach and scale to ensure clients stay at the forefront of the world's best practices, technology and innovation within a rapidly changing global economy.

Ownership and directorship

The Managing Director and Chief Executive Officer of RSM Audit (Gibraltar) Limited are the shareholders, who are also directors of the Firm.

The Audit Management Team ("AMT") comprises the Board of Directors and the Firm's Managers i.e. associate directors, senior managers, managers and assistant managers. The Board of Directors is responsible for setting the Group's overall strategy and the Managers are responsible for driving it forward.

The Board as at 30 June 2025:

- Moe Cohen (FCA) – CEO;
- Mark Benady (FCA) – Managing Director;
- Chris Celecia (FCCA) – Head of Audit; and
- Rosaleen Reilly (FCA) – Co-Head of Audit

Audit Management Team

The Board has delegated operational responsibility for the strategy and performance of the audit practice and for audit quality to the AMT.

The AMT is responsible for oversight of the application of the audit methodology, compliance with auditing standards and ethical issues.

The AMT ensures that best practice, efficiency and quality are embedded in audit teams.

Audit Management Team Meetings

The AMT's senior management meet monthly, and the agendas cover all operational areas of the audit business including:

- progress of current jobs and prospective clients;
- review of key performance indicators;
- billing and sales ledger;
- training and CPD programmes including the agreement of mandatory courses and consideration of course content;
- technical developments and their impact on internal authorisation, training, ethical and other policies;
- quality assurance findings and progress in addressing issues arising;
- compliance matters; and
- IT matters.

Any matters of departmental importance are discussed in the departmental weekly meetings which involves the whole of the AMT. These meetings mainly focus on resource allocation and scheduling of jobs to deliver an efficient quality audit or advisory work.

Heads of Audit

The Heads of Audits are responsible for the day-to-day management of audit staff in the office. The Heads of Audits lead the audit team and manages staff and other resources in order to ensure client quality service, efficiency and optimum profitability in line with local and RSM Global strategic objectives. The Heads of Audits work closely with the AQC's to ensure that the dual aims of enhanced audit quality and improved audit profitability are achieved. Specific training is given to the AQC's as and when required to equip them with the skills to perform their roles. Essentially, the Heads of Audits:

- ensure compliance with IESBA Code of Ethics and the Firm's policies and procedures relating to integrity, objectivity and independence;
- ensure that the Firm complies with the Audit Regulations on a local basis;
- oversee the implementation, by the AQC's, of the Firm's quality control procedures, including personal action plans;
- drive the achievement of financial targets and promote audit efficiency at all times;
- ensure quality processes and procedures exist and are supported in conjunction with the AQC's;
- undertake the central role in managing the performance of the audit group and lead on staff resource management; ensure high quality audits; and
- promote the achievement of the Firm's professional and ethical standards and enable all staff to share best practice.

Audit Quality Champions

The Audit Quality Champions ("AQC's") comprise the AMT and in addition three audit supervisors. The AQC's are responsible for promoting and achieving a culture of audit quality in the office, working with a number of interested parties to bring about continuous improvement. Essentially, AQC's:

- keep audit quality objectives prominent in the office and take appropriate actions to bring about improvements;
- ensure quality processes and procedures exist and are supported including personal action plans;
- provide quality-related feedback on staff for use in the appraisal process;
- encourage a working environment, culture, attitudes and behaviours that prioritise audit quality; and
- promote the achievement of the Firm's professional and ethical standards and enable all staff to share best practice.

Director remuneration

It is our Firm's belief that audit quality is best improved by imbuing in Directors the ethos that audit quality is at the core of all that we do.

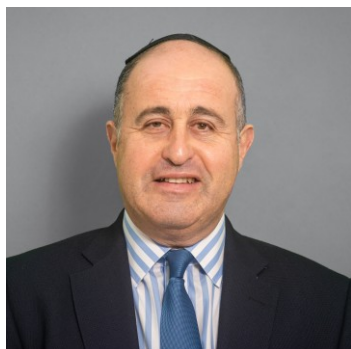
A Director's performance is assessed by reference to their individual role, contribution and adherence to standards.

The shareholders and directors have different remuneration structures.

The Directors participate in a bonus plan and the Shareholders are also participants to an additional bonus pool which comprises the residual profits for the year (after salaries and bonuses). The remuneration of shareholders and directors is charged directly to the relevant trading Group entity within which they operate.

In addition, all shareholders are eligible to receive dividends when declared and paid.

Members of the Board of Directors as at 30 June 2025



Moe Cohen

CEO
Head of Advisory

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Moe Cohen, a Chartered Accountant and founder and CEO of RSM Gibraltar.

Moe graduated from Manchester University where he received a BA (Hons) in Accounting and Finance. Moe trained in the Manchester office of BDO where he gained valuable audit experience.

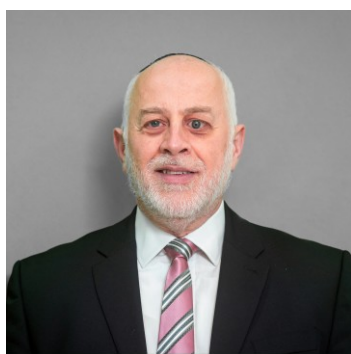
Moe was a lead financial services partner in Deloitte Gibraltar for four years.

At RSM, Moe is the CEO and is audit partner for a wide range of clients including insurance companies, hedge funds, banks, construction, on-line gaming, real estate, crypto and a number of large private clients.

Moe is a Fellow of the Institute of Chartered Accountants in England and Wales, ("ICAEW") as well as being its Gibraltar representative, an Executive of the Gibraltar Funds and Investments Association ("GFIA") and the Vice President of the Gibraltar Society of Accountants ("GSA").

Moe is approved by the GFSC to act as a Statutory Auditor and licensed Insolvency Practitioner. He is also a director of financial services limited entities and as an Experienced Investor Fund ("EIF") director under the Financial Services Act 2019.

Moe's work has also included advising on tax policy and fund legislation.



Mark Benady

Managing Director
Head of Human Resources

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Mark is a Chartered Accountant and a founder of RSM Gibraltar.

Mark graduated from Manchester University where he received a BSc (Hons) in Computer Science and Accounting. Mark trained in the Manchester office of KPMG where he gained valuable audit experience. In 1992, after being approached by a number of potential clients, Mark left KPMG and established his own practice which he successfully led until 2007, when he founded the Benady Cohen & Co Company together with Moe Cohen which later became RSM Gibraltar.

Mark is the Managing Partner and has a portfolio of clients which includes various international companies, charities and communal institutions, insurance brokers, property developers, healthcare providers and financial services providers.

Mark is a Fellow of ICAEW, is a member of the tax faculty of the GSA.

Mark is approved by the GFSC to act as a Statutory Auditor and is also a licensed Insolvency Practitioner and an EIF director.

Mark is involved in various communal charities and is a member of the Charities Commission.



Chris Celecia

Audit Director
Co-Head of Audit
Head of Ethics and Independence

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Chris is a Chartered Certified Accountant and joined RSM in June 2014.

Chris graduated from Loughborough University with a BSc (Hons) in Accounting and Financial Management.

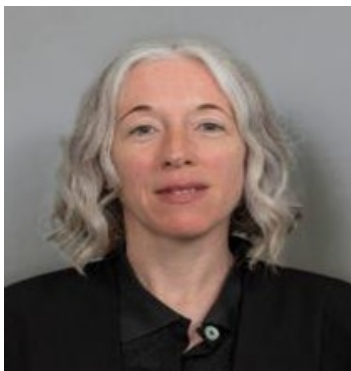
Chris has worked in public practice for over twenty years. Prior to joining RSM, Chris was senior manager with BDO Gibraltar where he was involved in financial services audits, quality reviews of other network member firms and in the implementation of the new audit methodology and software tool.

Chris specialises in the audits of numerous entities including hedge funds and alternative investment vehicles, FinTech, insurance, on-line gaming, real estate, asset and trust & company management.

Chris co-heads the audit department. He is also the Firm's independence & ethics director.

Chris is a fellow of the Association of Chartered Certified Accountants ("FCCA"), sits in the audit faculty of the GSA.

Chris is approved by the GFSC to act as a Statutory Auditor.



Rosaleen Reilly

Audit Director
Co-Head of Audit
Head of Training

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Rosaleen is a Chartered Accountant in Ireland and a member of the Irish Taxation Institute since 2008. Rosaleen joined RSM Gibraltar in April 2022.

Rosaleen has worked in public practice for over 20 years. Over the years, she has worked in audit, accounting, taxation and advisory both in her native Ireland and Gibraltar.

Now focusing on audits, Rosaleen specialises in numerous industries including regulated industries including insurance and related services, on-line gaming and crypto.

Since moving to Gibraltar, Rosaleen has worked in a top 4 audit and accounting firm and prior to joining RSM, she was an audit and accounting managing director with Moore Stephens Gibraltar.

Rosaleen co-heads the audit department where she also oversees the training of the Firm and monitors its quality.

Rosaleen is a fellow of the Institute of Chartered Accountants in Ireland (“FCA”) and an Irish Chartered Tax Advisor (“CTA”).

Rosaleen is approved by the GFSC to act as a Statutory Auditor

3. The RSM International Network

RSM is an international network of independent professional firms, formed in the early 1960s.

RSM Audit (Gibraltar) Limited is a member of RSM International, the sixth largest global network of independent audit, tax and consulting firms, as its Gibraltar member firm. In 2024, RSM comprises members and correspondents in 900 offices, across 120 countries, 65,000 total staff, and combined revenues of US\$10 billion.

Many RSM member firms are among the top seven in their respective countries and possess some of the best professional resources and experience available. The member firms have a broad client base, from large listed and international companies to smaller, owner-managed businesses in the public and private sectors. In addition to traditional assurance services, RSM possesses significant resources and experience in tax, transaction support, risk advisory, internal audit and corporate recovery and insolvency.

Structure

RSM is the brand name used by the members of the RSM International Network (“the RSM network”), which are each independent professional services firms and separate legal entities practising in their own right. The RSM network is not itself a separate legal entity in any jurisdiction, and membership of the RSM network does not make any member firm responsible for the services of other firms. RSM International Limited is a private company limited by guarantee and is incorporated in England and Wales (company number 4040598) and whose registered office is at 50, Cannon Street, London, EC4N 6JJ.

RSM International Limited does not itself provide professional services to clients but acts as a member services organisation. Client services are delivered by the independent member firms of RSM International, each of which is a separate and independent legal entity. Member firms are not members of an international partnership or legal partners with each other. No single member is responsible for the services or actions of another member firm. Although all full member firms take the RSM name, there is no common ownership between these firms or ownership of them by RSM International Limited.

The RSM network connects member firms through common methods, processes and technologies, including universally agreed and applied quality standards. These connections enable RSM member firm partners and teams to provide consistently high standards of service and advice to clients globally.



The brand and trademark RSM and other intellectual property rights used by members of the network are owned by RSM International Association, an association governed by article 60 et seq of the Civil Code of Switzerland whose seat is in Zug.

Requirements of member firms

RSM member firms agree to adopt and align with the following policies and procedures as a requirement of membership:

- RSM Orb Methodology;
- RSM Quality Assurance and Risk Containment Policies and Procedures;
- RSM Ethics and Independence Policies;
- RSM Anti-Bribery and Corruption Policies and Guidelines;
- RSM Assurance Services Training and CPD Policies;
- RSM Global and Member Firm Inspection Programme Policies and Guidelines; and
- RSM IT and Data Security Privacy Policies.

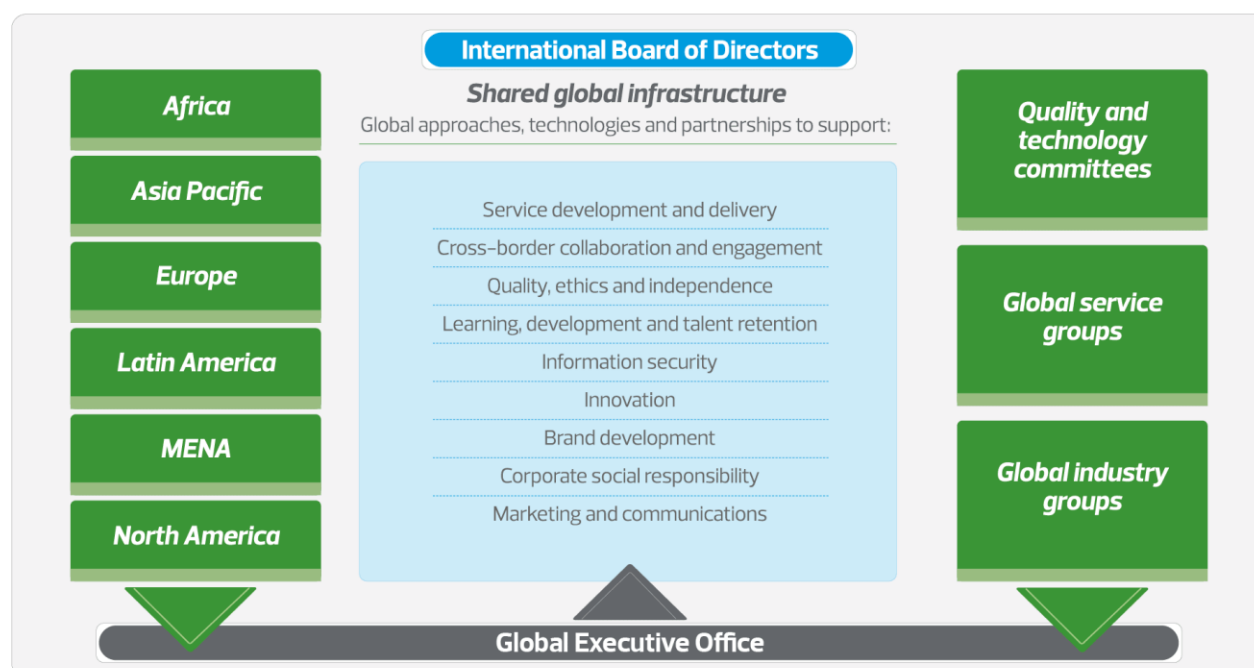
Funding

The cost of coordinating the RSM International network is funded by member firms. Each year, the International Board of Directors approves the budget for the coming year. Substantially all budgeted income is derived from annual membership fees paid by member firms. The fees for member firms are calculated on a sliding scale that takes into account a number of factors including the member firm revenues and their level of net referral fees.

Governance, Leadership and Management

The RSM International Board is the governing body of RSM International Limited. RSM International directors are appointed for a period of three years, after which they become eligible for re-election. There is provision for the appointment of an additional three directors by the RSM International Board who may serve for a period up to three years and who would also be eligible for reappointment. The chairperson is also elected for a three- year term and may be re-elected for up to two further three-year terms. The current Chairperson is Joe Adams from RSM US. Neither the chairperson nor the directors are remunerated.

The RSM International Chief Executive Officer (“RSM International CEO”) is appointed by, and accountable to, the RSM International Board. The RSM International CEO has overall responsibility for executing the RSM network’s strategy and for developing and growing RSM for, and on behalf of, its members. The current RSM International CEO is E.J. Nedder. The RSM International CEO leads the Global Executive Office (“GEO”), a central international team based primarily in London, which provides leadership to RSM’s regions, committees and service and industry groups, and supports each member firm to drive growth through harnessing the full power of the RSM network.



Regional operation

The member firms of RSM International are organised into geographic regions for purposes of administrative and quality control programmes, as well as for coordination of cross-border or multinational team assignments.

Currently, the regions of RSM International are Africa, Asia-Pacific, Latin America & Caribbean, North America, Europe and Middle East/North Africa (“MENA”).

The Africa, Asia Pacific, Latin America & Caribbean, Europe and MENA regions have a governance structure that takes the form of Regional Councils. Each council is comprised of the Managing Partners of each member firm within that region.

Regional Leaders are devoted to the development of the region and work with the member firms in that region on a daily basis.

The power of being understood

RSM International exists to connect member firms through common methods and processes, including commonly agreed and applied quality standards. This connection provides comfort to RSM member firm partners and their clients that the quality of service and advice to referred clients will be to a consistently high standard – everywhere in the world.

We exist to empower our clients to make confident decisions. To achieve this, we focus around a single, clarifying thought – The power of being understood. This is the idea that sits at the heart of our brand and guides us in our decisions, behaviours, values and actions.

RSM International’s vision is for its members to be the provider of choice to internationally active and growing organisations who are looking for audit, accounting, tax, advisory and specialist consulting services that will create lasting success and help them reach their goals.



The power of being understood
This is the idea that sits at the heart of our brand and guides us in our decisions, behaviours, values and actions.



Commitment to quality

To ensure quality matters receive the time and attention necessary to drive uniform high-quality professional services, the RSM International Board established the Global Quality Committee (“GQC”). The GQC, as a sub-committee of the RSM International Board, operates as an overseer and a maker of recommendations to the RSM International Board for consideration and final approval. The GQC does not assume the functions of management, which remain the responsibility of the RSM International CEO, officers and other members of senior management.

According to its terms of reference, the GQC, whose members are appointed by the RSM International Board, consists of five to nine suitably qualified and experienced partners or equivalent from RSM member firms.

The composition of the GQC is designed to ensure representation from across the RSM regions. The chair of the GQC is selected by the RSM International Board from members of the GQC and serves for a term of three years and can be renominated at the end of the three- year term. Current members of the GQC are from RSM member firms in Australia, Eastern Africa, Germany, Puerto Rico, Singapore, UK and US. The chair of the GQC is from the RSM member firm in the UK.

Each individual member firm is required to establish a monitoring process designed to provide it with reasonable assurance that the policies and procedures relating to the system of quality control over its assurance and other professional services practices are relevant, adequate, operating effectively, and are aligned with both RSM expectations and all applicable requirements established by the International Federation of Accountants (“IFAC”) standard- setting boards.

Ethics and independence policies

RSM maintains ethics and independence policies which all member firms are required to adopt. These policies help to ensure that member firms, partners and professional, and employees comply with the independence and ethical requirements of the International Ethics Standards Board for Accountants (“IESBA”) International Code of Ethics for Professional Accountants (including International Independence Standards). Each member firm has a head of ethics and independence – a partner (or equivalent position) who has responsibility to augment these policies, as necessary. This includes ensuring that their member firm reflects any additional local ethical codes or regulatory requirements that establish higher standards than those reflected in the minimum RSM ethics and independence policies.

RSM has a Global Independence Committee (“GIC”) comprised of representatives from member firms and members of the GEO. The GIC provides input to the GEO on independence matters including the development of ethics and independence policies.

Data and information security

RSM International and all RSM Member Firms consider strong data and information security to be paramount in ensuring that client and employee data is always protected.

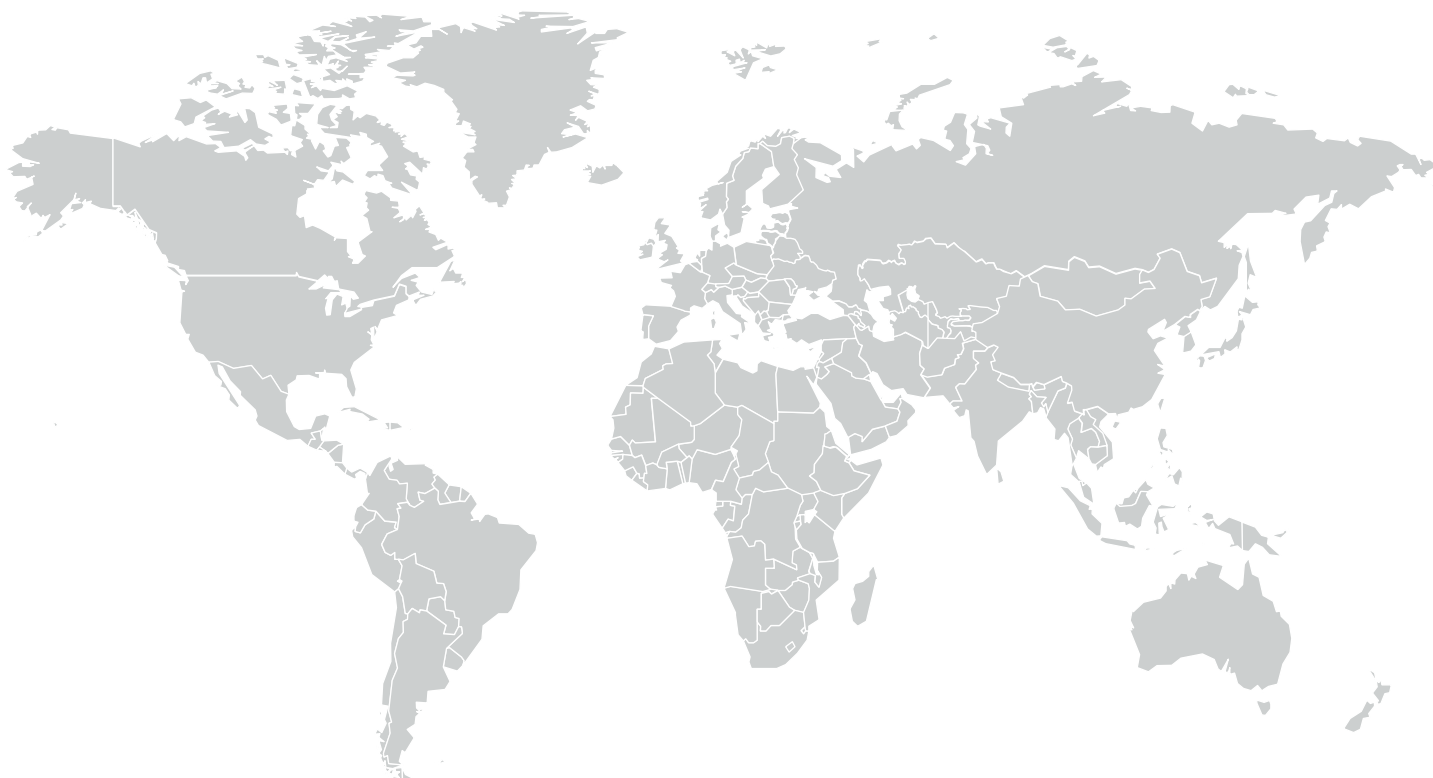
To deliver a strong and consistent information security management system, RSM has adopted the internationally recognised ISO 27001 information security standard. RSM Member Firms are working on achieving the ISO 27001 certification to demonstrate to clients that they have in place robust policies and controls that help to maintain the confidentiality, availability and integrity of all client and employee data.



Membership sanctions

A range of sanctions is available where it is determined that a member firm is not complying with its membership obligations across RSM's strategy, branding, quality standards, risk management, and ethics and independence policies and processes.

The proposed sanctions are presented by the GEO to the GQC for review and a recommendation is then made to the RSM International CEO for approval. Where a member firm appeals against a sanction that has been imposed, the appeal is considered by the RSM International Board or a sub-committee of the RSM International Board. Under the Articles of Association of RSM International Limited, the RSM International Board has the ultimate authority with regard to the sanction of termination of membership.



RSM's 2024 Global Financial Results



HIGHLIGHTS

Revenue growth

of 6%* to US\$10bn**

* 2023 global fee income US\$9.4bn

** Revenue growth percentage calculated using constant currency conversions

RSM statistics



65,000

People worldwide



900

Offices



120

Countries

Service line revenue split



Assurance

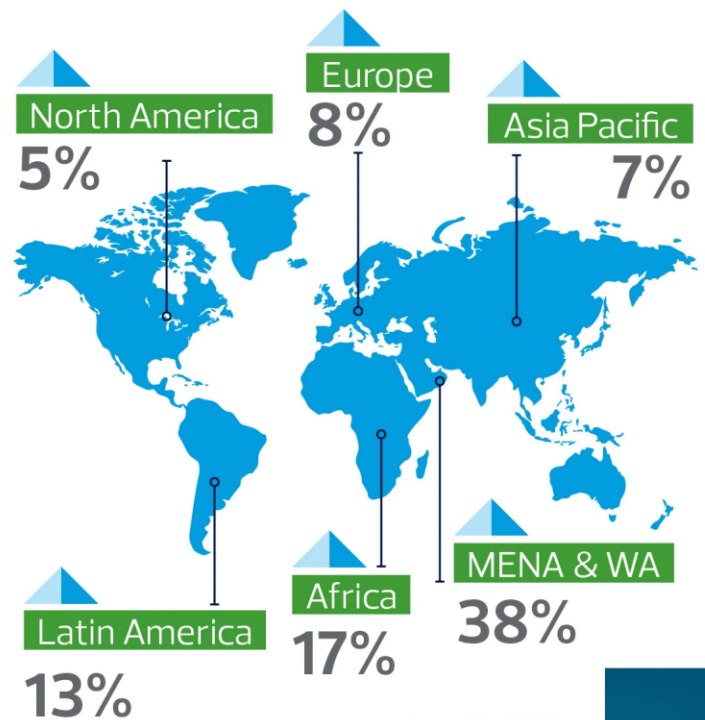


Tax



Consulting

Growth by region



E.J. Nedder
CEO, RSM International

"This year's results demonstrate both our clients' and Member Firms' resilience amidst challenging market conditions. As we look ahead to 2025, our organisation is committed to building on this solid foundation through evolving the global RSM experience to truly enable our clients and our people to unlock value and take charge of change."

Audit services in the European Economic Area

The table below shows all RSM member firms and their related entities that provided audit services in the European Economic Area (EEA) as at 30 June 2025, as well as Gibraltar. The list is based on the information provided to the RSM GEO by member firms about the services that each entity provides.

Please note that RSM does not have member firms in the following EEA countries – Estonia, Finland, Iceland, Latvia, Liechtenstein, Lithuania and Slovenia. In addition, the RSM member firms in the Czech Republic and Slovakia do not provide audit services themselves but work closely with local audit firms that do provide this service. We have therefore not listed those two countries on the summary below.

For all RSM member firms and their related entities that provided audit services in the EEA in the period from 1 January 2024 to 31 December 2024:

- The total turnover was €1,049,879,000; and
- The total audit fees earned was €423,358,000.

Countries	Legal entity name
Austria	RSM Austria Wirtschaftsprüfung GmbH
Belgium	RSM Belgium
Belgium	RSM InterAudit SRL/BV
Belgium	RSM reviseurs d'entreprises – bedrijfsrevisoren SRL/BV
Bulgaria	RSM BG Ltd
Croatia	RSM Croatia d.o.o.
Cyprus	RSM Cyprus Limited
Denmark	RSM Danmark Statsautoriseret Revisionspartnerselskab
France	ALAIN MARTIN ET ASSOCIES
France	RSM EST
France	RSM France
France	RSM France Quest
France	RSM MEDITERRANEE
France	RSM OUEST
France	RSM Réunion Audit
France	RSM PACA
France	RSM PARIS
France	RSM Réunion Mayotte Audit
France	RSM RHONE-ALPES
Germany	RSM Ebner-Stolz GmbH & Co. KG Wirtschaftsprüfungsgesellschaft Steuerberatungsgesellschaft

Gibraltar	RSM Audit (Gibraltar) Limited
Greece	RSM Greece Certified Auditors and Management Consultants SA
Hungary	RSM Hungary Könyvvizsgáló Zrt. (RSM Hungary Auditing Priv. Co. Ltd.)
Ireland	RSM Ireland Business Advisory Limited
Italy	RSM Società di Revisione e Organizzazione Contabile S.p.A.
Luxembourg	RSM Audit Luxembourg, société à responsabilité limitée
Malta	RSM Malta
Netherlands	RSM Netherlands Accountants N.V.
Netherlands	RSM Netherlands Audit B.V.
Norway	RSM Norge AS
Poland	RSM Poland Audyt Sp. z o.o.
Poland	RSM Poland Sp. z.o.o.
Portugal	RSM & Associados - Sroc, Lda
Romania	RSM Romania SRL
Spain	RSM Spain Auditores, SLP
Sweden	RSM Stockholm AB
Sweden	RSM Sverige AB
United Kingdom	RSM UK Audit LLP

4. Compliance with Article 13 of the EU Regulations 537/2014

We set out below where in this Transparency Report we have addressed the requirements of Article 13 of the EU Regulations 537/2014, as retained in Gibraltar law.

(a) a description of the legal structure and ownership of the audit firm	Appendix 2, 'Structure and governance
(b) where the statutory auditor or the audit firm, is a member of a network:	Appendix 3 'The RSM International Network'
(i) a description of the network and the legal and structural arrangements in the network;	
(ii) the name of each statutory auditor operating as a sole practitioner or audit firm that is a member of the network;	

(iii) the countries in which each statutory auditor operating as a sole practitioner or audit firm that is a member of the network is qualified as statutory auditor or has his registered office, central administration or a principal place of business;

(iv) the total turnover achieved by statutory auditors operating as a sole practitioners or audit firms that are members, resulting from the statutory audit of annual and consolidated financial statements;

(c) a description of the governance structure of the audit firm; Appendix 2, 'Structure and governance'

(d) a description of the internal quality control system of the statutory auditor and a statement by the administrative or management body on the effectiveness of its functioning; Sections 'Audit quality' and 'Risk management'

(e) an indication of when the last quality assurance review referred to in Article 26 was carried out; Section 'Audit quality', subsection 'External monitoring of quality'

(f) a list of public-interest entities for which the statutory auditor or the audit firm carried out statutory audits during the preceding financial year; Appendix 1, 'Client and financial information', subsection 'Client information'

(g) a statement concerning the statutory auditor's or the audit firms' independence practices which also confirms that an internal review of independence compliance has been conducted; Section 'Audit quality', subsection 'Internal monitoring - Quality assurance reviews' and section 'Ethics and independence', subsection 'Policies and procedures'

(h) a statement on the policy followed by the statutory auditor or the audit firm concerning the continuing education of statutory auditors referred to Article 13 of Directive 2006/43/EC; Section 'Training, recruitment and personal development'

(i) information concerning the basis for the partner's remuneration in audit firms; Section 'Training, recruitment and personal development' subsection 'Director remuneration'

(j) a description of the statutory auditor's or the audit firm's policy concerning the rotation of key audit partners and staff in accordance with Article 17(7); Section 'Ethics and independence', subsection 'Rotation of key audit partners and staff'

(k) where not disclosed in its financial statements, within the meaning of Article 4(2) of Directive 2013/34/EU, information about the total turnover of the statutory auditor or audit firm, divided into the following categories:

(i) revenues from the statutory audit of annual and consolidated financial statements of public-interest entities and entities belonging to a group of undertakings whose parent undertaking is a public-interest entity;

(ii) revenues from the statutory audit of annual and consolidated financial statements of other entities;

(iii) revenues from permitted non-audit services to entities that are audited by the statutory auditor or the audit firm; and

(iv) revenues from non-audit services to other entities.

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RSM is a Gibraltar registered trading name for the following Gibraltar companies: RSM Gibraltar Limited (FSC licence number FSC0020PCA), RSM Audit (Gibraltar) Limited (FSC licence number FSC0766FSA), RSM Fund Services (Gibraltar) Limited (FSC permission number 11808) and RSM Fiduciary (Gibraltar) Limited (FSC permission number 20018). All companies are registered at 21 Engineer Lane, Gibraltar, GX11 1AA.

All the above named companies are members of the RSM network and trade as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

The network is administered by RSM International Limited, a company registered in England and Wales (company number 4040598) whose registered office is at 50 Cannon Street, London EC4N 6JJ. The brand and trademark RSM and other intellectual property rights used by members of the network are owned by RSM International Association, an association governed by article 60 et seq of the Civil Code of Switzerland whose seat is in Zug.