

NOTES TO THE FINANCIAL STATEMENTS

(Continued)

8. REMUNERATION OF AUDITORS

	Telstra Group	
	Year ended 30 June	
	2014 \$m	2013 \$m
Audit fees		
Ernst & Young (EY) has charged the following amounts for auditing and reviewing the financial reports	7.556	7.796
Other services		
Audit related (a).....	1.162	1.374
Non-audit services (b).....	0.111	0.454
Total other services provided by EY	1.273	1.828

Other services

Other services comprise audit related fees and non-audit services.

(a) Audit related fees charged by EY are for services that are reasonably related to the performance of the audit or review of our financial statements and other assurance engagements. These services include assurance services over debt raising prospectuses, additional control assessments, various accounting advice and additional audit services related to our controlled entities.

(b) Non-audit services comprise:

- tax fees charged by EY that mainly related to income tax return services
- other services that relate to all additional services performed by EY, other than those disclosed as auditing and reviewing the financial reports, audit related and tax. These services include various reviews and non assurance services across the Group, including risk assessments and IT related projects.

We have processes in place to maintain the independence of the external auditor, including the level of expenditure on non-audit services. EY also has specific internal processes in place to ensure auditor independence.

The Audit and Risk Committee approves the recurring audit and non-audit fees. The provision of additional audit and non-audit services by EY must be approved by either the Chief Financial Officer, the Chairman of the Audit and Risk Committee or the Audit and Risk Committee, depending upon the fees involved, if not covered by the Audit and Risk Committee pre-approval, subject to confirmation by both management and EY that the provision of these services does not compromise auditor independence. Our auditor independence guidelines clearly identify prohibited services. All additional approved EY engagements are reported to the Audit and Risk Committee at the next meeting.