

Semiconductor Industry Benchmarking Study: Internal Audit

By Revenue

Revenue	Company	Internal Audit Function In-house/Outsourced	Internal Audit Headcount	Internal Audit Reports to	Is the IA Headcount Expected to Grow
> \$10B	A	In-house	52	Reports to the Audit Committee with function reporting to CFO	Yes
	B	In-house	30	Dual report to Audit Committee and CFO	No. Already increased by 5 FTE due to SOX 404 Implementation
\$2B – \$10B	C	In-house + some outsourced to implement SOX 404	15 Full Time +sub-contractors for SOX 404	Reports to the Audit Committee with function reporting to CFO	No
	D	In-house + some outsourced to implement SOX 404	8	CFO	Yes
< \$2B	E	Will establish in-house	0	N/A	Planning to hire Internal Audit Director
	F	In-house + SOX 404 project activities co-sourced; Will co-source certain audits ongoing	3	Reports to Audit Committee with function reporting to CFO	Yes, by 1
	G	In-house	0.5 - (part time) previously outsourced to a Big Four	CFO (with dotted line reporting to Audit Committee)	No
	H	Will establish in-house	Projected to be 2 FTE	Will report to CFO (with dotted line reporting to Audit Committee)	Planning to hire 2 full time auditors
	I	No Internal Audit	N/A	N/A	No
	J	Outsourced	As needed. A certain number of agreed operational audits per year + SOX 404 documentation	Audit Committee	No
	K	No Internal Audit	N/A	N/A	Yes – Currently trying to establish a small group in near future
	L	No Internal Audit	N/A	N/A	No
	M	No Internal Audit	N/A	N/A	No
	N	No Internal Audit	N/A	N/A	No
	O	No Internal Audit	N/A	N/A	No
P	No Internal Audit	N/A	N/A	No	

Survey Conducted August 2004

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By Total Assets

Total Assets	Company	Internal Audit Function In-house/Outsourced	Internal Audit Headcount	Internal Audit Reports to	Is the IA Headcount Expected to Grow
> \$10B	A	In-house	52	Reports to the Audit Committee with function reporting to CFO	Yes
	B	In-house	30	Dual report to Audit Committee and CFO	No. Already increased by 5 FTE due to SOX 404 Implementation
\$4B – \$10B	C	In-house + some outsourced to implement SOX 404	15 FullTime +sub-contractors for SOX 404	Reports to the Audit Committee with function reporting to CFO	No
	D	In-house + some outsourced to implement SOX 404	8	CFO	Yes
\$1B – \$4B	F	In-house + SOX 404 project activities co-sourced; Will co-source certain audits ongoing	3	Reports to Audit Committee with function reporting to CFO	Yes, by 1
	E	Will establish in-house	0	N/A	Planning to hire Internal Audit Director
	J	Outsourced	As needed. A certain number of agreed operational audits per year + SOX 404 documentation	Audit Committee	No
	I	No Internal Audit	N/A	N/A	No
	H	Will establish in-house	Projected to be 2 FTE	Will report to CFO (with dotted line reporting to Audit Committee)	Planning to hire 2 full time auditors
	G	In-house	0.5 – (part time) previously outsourced to a Big Four	CFO (with dotted line reporting to Audit Committee)	No
< \$1B	M	No Internal Audit	N/A	N/A	No
	N	No Internal Audit	N/A	N/A	No
	K	No Internal Audit	N/A	N/A	Yes – Currently trying to establish a small group in near future
	L	No Internal Audit	N/A	N/A	No
	P	No Internal Audit	N/A	N/A	No
	O	No Internal Audit	N/A	N/A	No

Survey Conducted August 2004