

ASX ANNOUNCEMENT

ASX: SMN

9 March 2023

**STRUCTURAL
MONITORING
SYSTEMS**
plc



Resumption of Trading

Structural Monitoring Systems Plc ("SMS" or "the Company") (ASX: SMN) has now lodged its Appendix 4D & Half Annual Report and we expect it will resume trading when markets open on 10 March 2023.

As mentioned in our disclosure dated 28 February 2023, the reason we were unable to lodge our Appendix 4D Half Annual Report was the unexpected late resignation of a key employee at our audit firm in the UK. As a result of this employee resignation, the UK audit firm attempted to resign from their engagement in a letter dated 27 February 2023.

The reason provided for the attempted resignation was that only the key employee had ASX listing rules experience and without his services, the UK auditor could not conduct the engagement. As a result, our UK audit firm did not complete its review of our accounts prior to 1 March 2023 and we were suspended from trading.

We note that under the terms of engagement with the UK audit firm, 21 days' notice must be provided prior to resignation. We also note there is no requirement for a UK auditor of a UK company listed on the ASX to have ASX Listing Rules experience.

As a result we rejected their attempted resignation and after discussions our UK auditor agreed to reverse its decision and it has now conducted and completed the review.

As expected, following the review the auditor issued a clean report.

We now plan to review our audit relationships and we will report back to the market when final decisions have been made as to who will be our audit firm going forward.

This ASX release has been approved for release by Executive Chairman Ross Love on behalf of the Board of Directors.

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