

**SHEKEL BRAINWEIGH LTD.
CHARTER OF THE AUDIT COMMITTEE
OF THE BOARD OF DIRECTORS**

Updated as of 29 August 2023

POLICY

It is the policy of the Board of Directors (**Board**) that Shekel Brainweigh Ltd. (**Company**) have an audit committee (**Audit Committee**) whose primary objective is, in addition to its functions mandated by the Israeli Companies Law, 1999 (the “**Companies Law**”), to facilitate the proper execution of the responsibilities of the Board relating to accounting and reporting practices of the Company.

PURPOSES

The purposes of the Audit Committee shall be to:

1. Oversee the accounting and financial reporting processes of the Company and audits of the financial statements of the Company;
2. Recommend to the shareholders of the Company to appoint and approve the compensation of the independent registered public accounting firm (external auditor) engaged to audit the Company’s financial statements;
3. Oversee and monitor (i) the integrity of the Company’s financial statements, (ii) the Company’s compliance with legal and regulatory requirements as they relate to financial statements or accounting matters, (iii) the independent registered public accounting firm’s qualifications, independence and performance, and (iv) the Company’s internal accounting and financial controls;
4. Provide the Company’s Board with the results of its monitoring and recommendations derived therefrom;
5. Provide to the Board such additional information and materials as it may deem necessary to make the Board aware of significant financial matters that require the attention of the Board;
6. Monitor deficiencies in the management of the Company, inter alia, in consultation with the internal auditor, and advise the Board on how to correct the deficiencies;
7. Decide whether to approve engagements or transactions that require Audit Committee approval under the Companies Law), the Corporations Act 2001 (*Cth*) (**Corporations Act**) (if applicable), and the ASX Listing Rules, relating generally to certain related party transactions;
8. Meet and receive reports from both the internal auditors and independent registered public accounting firm dealing with matters that arise in connection with their audits; and
9. Conduct any investigation appropriate to fulfilling its responsibilities, and have direct access to the independent registered public accounting firm as well as anyone in the organization.

In addition, the Audit Committee will undertake those specific duties and responsibilities listed below and such other duties as the Board may from time to time prescribe.

MEMBERSHIP

The Audit Committee members will be appointed by, and will serve at the discretion of, the Board. The Audit Committee will consist of at least three members of the Board. Members of the Audit Committee must meet the following criteria (as well as any other criteria required by the ASX or the Companies Law):

1. Each “external director” appointed under the Companies Law (an “**External Director**”) shall be a member of the Audit Committee and at least one of such External Directors shall possess “accounting and financial expertise” consistent with the Companies Law (and to the extent required by it);
2. A majority of the members of the Audit Committee shall be “unaffiliated directors” (or “independent directors”) as defined in the Companies Law (“**Unaffiliated Directors**”);
3. No member of the Audit Committee may have participated in the preparation of the financial statements of the Company or any of the Company’s current subsidiaries during the preceding three years; and
4. Each member of the Audit Committee must be able to read and understand fundamental financial statements (including a company’s balance sheet, statement of operation and comprehensive income and statement of cash flows).

The Audit Committee’s Chairman shall be designated by the Board, and shall be an External Director. A majority of the members of the Audit Committee shall constitute a quorum for the transaction of business, and the act of a majority of those present at any meeting at which there is a quorum shall be the act of the Audit Committee, *provided, however*, that the majority of those members present shall qualify as Unaffiliated Directors and that at least one of those Unaffiliated Directors present shall be an External Director.

Without limiting the foregoing, the following persons may not serve on the Audit Committee:

1. The chairman of the Board;
2. Any person who is a holder of control (as defined in the Companies Law) or a relative of such a person shall not be a member of the audit committee; and
3. Any person who is any relationship that, in the opinion of the Board, would interfere with the exercise of his or her independent judgment as a member of the Audit Committee.

RESPONSIBILITIES

The responsibilities of the Audit Committee shall include the following:

1. Reviewing on a continuing basis the adequacy of the Company’s system of internal controls, including meeting periodically with the Company’s management and the independent registered public accounting firm to review the adequacy of such controls and to review before release the disclosure regarding such system of internal controls required under Israeli law or ASX rules to be contained in the Company’s periodic filings and the attestations or reports by the independent registered public accounting firm relating to such disclosure;
2. Pre-approving audit and non-audit services provided to the Company by the independent registered public accounting firm. The Audit Committee shall consult with management but shall not delegate these responsibilities. The Audit Committee shall also review and approve disclosures relating to fees and non-audit services required to be included in the ASX reports. Subject to shareholder approval if and to the extent required by applicable law, the Audit Committee shall have the authority to approve all audit engagement fees and terms and all non-audit engagements, as may be permissible, with the independent registered public accounting firm;
3. Reviewing on a continuing basis the activities, organizational structure and qualifications of the Company’s internal audit/financial control function;

4. Reviewing and providing guidance with respect to the independent audit and the Company's relationship with its independent registered public accounting firm by (i) reviewing the independent registered public accounting firm's proposed audit scope and approach; (ii) obtaining on a periodic basis a formal written statement from the independent registered public accounting firm regarding relationships and services with the Company which may impact independence and presenting this statement to the Board; (iii) actively engaging in a dialogue with the independent registered public accounting firm with respect to any disclosed relationships or services that may impact the objectivity and independence of the independent registered public accounting firm and recommending that the Board take appropriate action to satisfy itself with regard to the registered public accounting firm's independence; (iv) discussing with the Company's independent registered public accounting firm the financial statements and audit findings, including any significant adjustments, management judgments and accounting estimates, significant new accounting policies and disagreements with management and any other matters required to be discussed by applicable standards of the Public Company Accounting Oversight Board in Israel; and (v) reviewing reports submitted to the Audit Committee by the independent registered public accounting firm in accordance with the applicable Israeli law or ASX requirements;
5. Reviewing the qualifications, performance and independence of the Company's independent registered public accounting firm;
6. Reviewing with management and the Company's independent registered public accounting firm such accounting policies (and changes therein) of the Company, including any financial reporting issues which could have a material impact on the Company's financial statements, as are deemed appropriate for review by the Audit Committee prior to any interim or year-end filings with the ASX or other regulatory body;
7. Reviewing and discussing with management and the internal auditor (not less than twice a year) the annual and half-yearly audited financial statements, including the Company's disclosures prior to filing the Company's annual and half-yearly report, with the ASX;
8. Conducting a post-audit review of the financial statements and audit findings, including any significant suggestions for improvements provided to management by the independent registered public accounting firm;
9. Reviewing before release the annual and half-yearly audited operating results in the Company's annual and half-yearly reports;
10. Reviewing before release the disclosure regarding the Company's system of accounting and internal controls required under ASX rules to be contained in the Company's periodic filings and the attestations or reports by the independent registered public accounting firm relating to such disclosure;
11. Overseeing compliance with the requirements of the ASX for disclosure of internal auditor's services and Audit Committee members, member qualifications and activities;
12. Receiving periodic reports from the Company's independent registered public accounting firm and internal auditor and management of the Company to review the selection, application and disclosure of the Company's significant accounting policies and to assess the impact of other financial reporting developments that may have a bearing on the Company;
13. Reviewing with management and the internal auditor the effect of regulatory and accounting initiatives as well as off-balance sheet structures on the Company's financial statements;
14. Reviewing with management and the internal auditor any correspondence with regulators or governmental agencies and any employee complaints or published reports that raise material issues regarding the Company's financial statements or accounting policies;
15. Enforcing the Company's internal auditor's accountability to the Audit Committee and instructing the internal auditor that is to directly report to the Audit Committee, regarding any issue disputed with management. The Audit Committee shall be responsible for the resolution of any disagreement between management and the internal auditor regarding financial reporting, for the purpose of preparing or issuing an audit report or related work;

16. Reviewing the findings of any examination by regulatory agencies regarding the Company's financial statements or accounting policies;
17. Reviewing, in conjunction with counsel, any legal matters that could have a significant impact on the Company's financial statements;
18. Reviewing the Company's policies relating to the avoidance of conflicts of interest and reviewing past or proposed transactions between the Company, members of the Board and management as well as internal control policies and procedures with respect to officers' use of expense accounts and perquisites, including the use of corporate assets. The Audit Committee shall consider the results of any review of these policies and procedures by the Company's independent registered public accounting firm;
19. Providing oversight to the Company's Chief Financial Officer;
20. Reviewing any auditing or accounting issues concerning the Company's employee benefit plans;
21. If necessary, instituting special investigations relating to financial statements or accounting policies with full access to all books, records, facilities and personnel of the Company;
22. As appropriate, obtaining advice and assistance from outside legal, accounting or other advisors, and retaining such persons to provide such services. The Company shall provide appropriate funding to the Audit Committee to pay the advisors;
23. Reviewing and approving in advance any proposed related party transactions to the extent required under the Companies Law and other rules;
24. Establishing and maintaining free and open means of communication between the Audit Committee, the Company's internal auditor, the Company's internal audit/financial control department and management with respect to auditing and financial control matters, including providing such parties with appropriate opportunities to meet privately with the Audit Committee;
25. Establishing procedures for receiving, retaining and treating complaints received by the Company regarding accounting, internal accounting controls or auditing matters and procedures for the confidential, anonymous submission by employees of concerns regarding questionable accounting or auditing matters;
26. Reviewing its own charter, structure, processes and membership requirements;
27. Determining the appropriate funding to be provided by the Company for payment of compensation to any legal, accounting or other advisors employed by the Audit Committee;
28. Reviewing and discussing periodically with management all material off-balance sheet transactions, arrangements, obligations (including contingent obligations) and other relationships of the Company with unconsolidated entities or other persons, that may have a material current or future effect on financial condition, changes in financial condition, results of operations, liquidity, capital resources, capital reserves or significant components of revenues or expenses;
29. Inquiring about the application of the Company's accounting policies and its consistency from period to period, and the compatibility of these accounting policies with generally accepted accounting principles, and (where appropriate) the Company's provisions for future occurrences which may have a material impact on the financial statements of the Company;
30. Discussing periodically with the internal auditor, without management being present, (i) their judgments about the quality, appropriateness, and acceptability of the Company's accounting principles and financial disclosure practices, as applied in its financial reporting, and (ii) the completeness and accuracy of the Company's financial statements;
31. At least annually, reviewing and discussing with management the Company's major financial risk exposures and the steps management has taken to monitor and control such exposures (including management's risk

- assessment and risk management policies including its investment policies and performance for cash and short-term investments);
32. Reviewing and approving any material change or waiver in the Company's ethics codes regarding directors or senior executive officers, and disclosures made in the Company's annual report in such regard;
 33. Overseeing the hiring policies for employees or former employees of the internal auditor, so that such hiring shall be in compliance with any applicable laws and regulations; and
 34. Performing such additional activities and consider such other matters within the scope of its responsibilities or duties according to applicable law and/or as the Audit Committee and/or the Board deems necessary or appropriate.
 35. The Audit Committee has authority, within the scope of its responsibilities, to seek any information it requires from any employee, director, officer, consultant, agent, partner or contractor of the Company in relation to the accounting and reporting practices of the Company.

While the Audit Committee has the responsibilities and powers set forth in this Charter, it is not the duty of the Audit Committee to plan or conduct audits or to determine that the Company's financial statements and disclosures are complete and accurate and are in accordance with GAAP and applicable rules and regulations.

MEETINGS

The Audit Committee will meet independently of the independent registered public accounting firm (external auditor), not less frequently than twice a year and at such additional times as the Audit Committee decides. The Committee Chairman may convene a meeting at any reasonable time. The internal auditor shall be invited to all Audit Committee meetings.

The Audit Committee, in its discretion, will ask members of management or others to attend its meetings (or portions thereof) and to provide pertinent information as necessary. The Audit Committee will meet separately with the Chief Executive Officer and separately with the Chief Financial Officer of the Company at such times as are appropriate to review the financial affairs of the Company.

In addition, the internal auditor may request that the chairperson of the Audit Committee convene a meeting to discuss a particular issue, and the chairperson shall convene the Audit Committee within a reasonable period of time, if the chairperson finds it appropriate to do so.

A majority of the Audit Committee members shall constitute a quorum. The action of a majority of those present at a meeting, at which a quorum is present, shall be the act of the Audit Committee.

MINUTES

The Audit Committee will maintain written minutes of its meetings, which minutes will be filed with the minutes of the meetings of the Board.

COMPENSATION

Members of the Audit Committee may receive compensation for their service as Audit Committee members, subject to the provisions of the Companies Law and the ASX Listing Rules.

Members of the Audit Committee may not receive any compensation from the Company except the fees that they receive for service as members of the Board or any committee thereof.

DELEGATION OF AUTHORITY

Subject to the provisions of the Companies Law, the Audit Committee may delegate to one or more designated members of the Audit Committee the authority to pre-approve audit and permissible non-audit services, provided such pre-approval decision is presented to the full Audit Committee at its scheduled meetings.
