

ECHO HEALTHCARE ACQUISITION CORP.

CHARTER OF THE AUDIT COMMITTEE OF THE BOARD OF DIRECTORS

Organization

There shall be a standing committee of the board of directors (the “Board”) of Echo Healthcare Acquisition Corp. (“Echo”) known as the Audit Committee (the “Committee”). This charter shall govern the operations of the Committee.

Membership and Qualifications

The membership of the Committee shall be appointed by the Board and shall consist of at least three directors. Each member of the Committee shall be, at all times while a member of the Committee, free of any relationship that, in the opinion of the Board, would interfere with the member’s individual exercise of independent judgment and shall otherwise meet the independence requirements for serving on audit committees as set forth in the corporate governance requirements of such exchange or self-regulatory organization on which Echo’s securities are listed or quoted for trading and under the federal securities laws and the rules and regulations of the Securities and Exchange Commission, as the same may be amended from time to time.

Each member of the Committee shall be, at all times while a member of the Committee, generally knowledgeable in financial and auditing matters, specifically possessing the ability to read and understand fundamental financial statements, including Echo’s balance sheet, statement of operations and statement of cash flows and shall meet the experience requirements for serving on audit committees as set forth in the corporate governance requirements of such exchange or self-regulatory organization on which Echo’s shares are listed or quoted for trading, as may be amended from time to time. At least one member of the Committee shall be an “audit committee financial expert,” as defined under the federal securities laws and rules and regulations of the Securities Exchange Commission, as may be amended from time to time. The same member of the Committee may serve as the audit committee financial expert and as the member who is financially sophisticated.

The Board shall be responsible for determining “independence” of Committee members and qualification of a member as an “audit committee financial expert” and/or as being “financially sophisticated.”

The Board shall appoint one member of the Committee as chair. The chair shall be responsible for leadership of the Committee, including preparing the agenda, presiding over the meetings, making committee assignments, preparing minutes and reporting to the Board. The chair will also maintain regular liaison with Echo’s Chief Executive Officer, Chief Financial Officer and the lead independent audit partner of Echo’s independent auditor.

Role

The Committee assists the Board in fulfilling its responsibility for oversight of the quality and integrity of Echo's financial statements, the quarterly reviews and the annual independent audit of Echo's financial statements, Echo's accounting, auditing and financial reporting practices, systems of internal control over financial reporting, disclosure controls and procedures, compliance with legal and regulatory requirements and ethical standards adopted by Echo. In fulfilling this role, the Committee is expected to maintain free and open communications with the independent auditor and the management of Echo and shall meet at least once each quarter.

While the Committee has the responsibilities and powers set forth below in this charter under the headings "Authority" and "Responsibilities and Processes," it is not the duty of the Committee to conduct audits or to determine that Echo's financial statements are fairly presented and are in accordance with generally accepted accounting principles. Management is responsible for the preparation of financial statements in accordance with generally accepted accounting principles. It is the role of the independent auditor to review the quarterly financial statements and to audit the annual financial statements.

Authority

The Committee is granted the authority to investigate any matter brought to its attention, with full access to all books, records, facilities and personnel of Echo. The Committee has the power and authority to engage and determine funding for outside counsel or other experts or advisors as the Committee deems necessary for these purposes and as otherwise necessary or appropriate to carry out its duties and responsibilities. Echo shall provide appropriate funding, as determined by the Committee, for payment of compensation to any registered public accounting firm engaged for the purpose of preparing or issuing an audit report or performing other audit, review or attest services for Echo and for any advisors employed by the Committee as well as for the payment of ordinary administrative expenses of the Committee that are necessary or appropriate in carrying out its duties.

Responsibilities and Processes

The Committee's primary responsibilities include:

- Overseeing Echo's accounting and financial reporting processes, systems of internal control over financial reporting and disclosure controls and procedures on behalf of the Board and reporting the results or findings of its oversight activities to the Board.
- Having sole authority to appoint, retain and oversee the work of Echo's independent auditor and establishing the compensation to be paid to the independent auditor. Echo's independent auditor shall report directly to the Committee.
- Establishing procedures for the receipt, retention and treatment of complaints regarding accounting, internal accounting controls and/or auditing matters and for the confidential, anonymous submission by Echo's employees of concerns regarding questionable accounting or auditing matters.
- Reviewing and pre-approving (which may be pursuant to pre-approval policies and procedures) all audit services and permissible non-audit services to be performed for Echo by Echo's independent auditor, subject to the de minimis exceptions for non-audit

services described in Section 10A(i)(1)(B) of the Securities Exchange Act of 1934, as provided under the federal securities laws and rules and regulations of the SEC, as may be amended from time to time.

- Overseeing Echo's system to monitor and manage risk and its legal and ethical compliance programs, including the establishment and administration (including the grant of any waiver from) a written code of ethics applicable to each of Echo's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions.

The Committee, in carrying out its responsibilities, believes its policies and procedures should remain flexible in order to react more effectively to changing conditions and circumstances. The Committee shall take the appropriate actions to set the overall corporate "tone" for quality financial reporting, sound business risk practices and ethical behavior.

The following shall be the principal recurring processes of the Committee relating to its oversight responsibilities. These processes are set forth as a guide, with the understanding that the Committee may supplement them as appropriate, and are not intended to be a comprehensive list of all of the actions that the Committee will take in discharging its duties. These processes are:

- Discussing with the independent auditor the objectivity and independence of the auditor and any relationships the auditor has with Echo and services the auditor provides to Echo that may impact the auditor's objectivity or independence and receiving from the independent auditor disclosures regarding its independence required by Independence Standards Board Standard No. 1 or any successor standard, as either may be amended from time to time, and written affirmation that the independent auditor is in fact independent, and taking any action, or recommending that the Board take, appropriate action to oversee the independence of the independent auditor.
- Overseeing the independent auditor relationship by discussing with the auditor the nature and scope of the audit process, receiving and reviewing audit reports, and providing the auditor full access to the Committee to report on any and all appropriate matters. The Committee has the sole authority to resolve disagreements, if any, between management and the independent auditor.
- Reviewing and discussing with management and the independent auditor, together and in separate sessions, the adequacy and effectiveness of Echo's internal control over financial reporting (including any significant deficiencies or material weaknesses and any significant changes in Echo's internal control over financial reporting reported to the Committee by the independent auditors or management); any special steps adopted in light of any control deficiencies; the adequacy of disclosures about the effectiveness of and any significant changes in Echo's internal control over financial reporting; and any recommendations for the improvement of such internal control procedures or particular areas where new or more detailed controls or procedures may be desirable.
- Reviewing any disclosures made to the Committee by Echo's Chief Executive Officer and Chief Financial Officer during their certification process for the Form 10-K (or Form 10-KSB) and Form 10-Q (or Form 10-QSB, if applicable) about any significant deficiencies and material weaknesses in the design or operation of Echo's internal control over financial reporting and any fraud involving management or other employees who have a significant role in Echo's internal control over financial reporting.

- Providing sufficient opportunity for the independent auditor to meet with the members of the Committee without members of management present. Among the items to be discussed in these meetings are the independent auditor's evaluation of Echo's financial and accounting personnel and the cooperation that the independent auditor received during the course of the audit and quarterly reviews.
- Discussing with management their review of the adequacy of Echo's disclosure controls and procedures, the effectiveness of such controls and procedures and any findings following such review.
- Reviewing Echo's system to monitor, assess and manage risk and legal and ethical compliance program.
- Discussing with the independent auditor the matters required to be discussed by Statement on Auditing Standards No. 61 or any successor standard, as either may be amended from time to time.
- Reviewing and discussing with management and the independent auditor prior to the filing of Echo's Annual Report on Form 10-K (or Form 10-KSB, if applicable):
 1. Echo's annual financial statements and related footnotes and other financial information, including the information in the "Management's Discussion and Analysis of Financial Condition and Results of Operations" section of such report.
 2. The selection, application and effects of Echo's critical accounting policies practices and the reasonableness of significant judgments and estimates made by management.
 3. Alternative and preferred treatment of financial information under generally accepted accounting principles.
 4. All material arrangements, off-balance sheet transactions and relationships with any unconsolidated entities or any other persons that may have a material current or future effect on the financial condition of Echo and are required to be reported under the rules and regulations of the Securities and Exchange Commission.
 5. Any material written communications between the independent auditor and management, including the management letter and schedule of unadjusted differences.
 6. The independent auditor's audit of the financial statements and its report thereon.
 7. The independent auditor's attestation and report on management's internal control report.
 8. Any significant findings and recommendations of the independent auditor and management's responses thereto.
 9. Any significant changes in the independent auditor's audit plan.

10. Any serious difficulties or disputes with management encountered during the course of the audit.
 11. Other matters related to the conduct of the audit, which are to be communicated to the Committee under generally accepted auditing standards.
- If deemed appropriate after such discussion, recommending to the Board that the audited financial statements be included in Echo's Annual Report on Form 10-K (or Form 10-KSB, if applicable) for the last fiscal year for filing with the Securities and Exchange Commission.
 - Preparing any report required to be included in Echo's proxy statement in connection with its annual meeting of stockholders.
 - Reviewing and discussing with management and the independent auditor prior to the filing of Echo's Quarterly Report on Form 10-Q (or Form 10-QSB, if applicable):
 1. Echo's interim financial statements and related footnotes and other financial information, including the information in the "Management's Discussion and Analysis of Financial Condition and Results of Operations" section of such report.
 2. The selection, application and effects of Echo's critical accounting policies practices and the reasonableness of significant judgments and estimates made by management.
 3. Alternative and preferred treatment of financial information under generally accepted accounting principles.
 4. All material arrangements, off-balance sheet transactions and relationship with any unconsolidated entities or any other persons which may have a material current or future effect on the financial condition of Echo and are required to be reported under the rules and regulations of the Securities and Exchange Commission.
 - Reviewing and either approving or disapproving all related party transactions.
 - Reporting to the Board any material violations of Echo's code of ethics that have been brought to the attention of the Committee or any member thereof.
 - Reviewing and assessing the adequacy of this charter annually and recommending any proposed changes to the Board for its approval.

The Chairman of the Committee, or another Committee member designated by the Chairman, is authorized to act on behalf of the Committee with respect to required Committee responsibilities that arise between regularly scheduled Committee meetings, particularly those responsibilities related to pre-filing discussions (other than with respect to Echo's annual report on Form 10-K (or Form 10-KSB, if applicable) and quarterly reports on Form 10-Q (or Form 10-QSB, if applicable)) with the independent auditors and management, as well as the pre-approval of non-audit services provided by the independent auditors, as necessary, as contemplated by the

Committee's policies and in accordance with the Securities and Exchange Commission's regulations related to non-audit services. Any such pre-filing discussions and pre-approvals shall be reported to the Committee at a subsequent meeting.