



Audit Committee Performance Report (Fiscal Year 2025)

A committee of the Board of Directors of the City Cement Company

Report Date:	02/03/2026
Sponsor:	Audit Committee
Handled by:	Audit Committee Board of Directors General Assembly



To: Board Chairman and Members

Peace, mercy and blessings of Allah be upon you,

Subject: The Works Carried out by the Audit Committee during the Fiscal Year 2025

With reference to the approval of the General Assembly of the City Cement Company of electing a new Board of Directors for the 7th session effective 19/06/2025, and based on the requirements and regulations of the Capital Market Authority and the Companies Law promulgated by the Ministry of Commerce, the Board of Directors of City Cement Company nominated the following audit committee members:

Mr. Mohammed Hamdan Al-Sorayai a Board member
Mr. Mohamed bin Hikmat Al Zaim a Board member.
Mr. Mohamed bin Suliman Al Rajhi a Board member.

Accordingly, the Audit Committee of Al Madina Cement Company is pleased to present to the Board of Directors and the Company's esteemed shareholders its annual report for the financial year ended December 31, 2025. The report includes the Committee's opinion on the adequacy and effectiveness of the Company's internal control system, as well as a summary of the other activities undertaken by the Committee within the scope of its responsibilities in accordance with its charter approved by the Company's General Assembly and in compliance with the relevant regulatory requirements.

During 2025, the Audit Committee held six (6) meetings, during which it reviewed and discussed the interim and annual financial statements, as well as the activities and findings of the internal and external auditors, based on information provided by the Executive Management. The key activities carried out by the Committee are summarized as follows:

Activities and Achievements During 2025


During the financial year 2025, the Audit Committee held six meetings, during which it carried out and reviewed key matters falling within its scope of responsibilities. The principal activities undertaken by the Committee were as follows:

- Reviewed and discussed the Company's quarterly and annual financial statements with Executive Management and the External Auditor, provided its views thereon, and made the necessary recommendations to ensure their integrity, fairness, and transparency.
- Oversaw the work of the Company's External Auditor, verified the continued independence of the auditor, ensured that no obstacles existed that could impede the performance of audit activities, and evaluated the efficiency and effectiveness of the auditor's performance.
- Reviewed and assessed the accounting estimates related to material matters disclosed in the financial reports.
- Discussed the Management Letter submitted by the External Auditor in respect of the fiscal year 2024.
- Reviewed and evaluated the Company's internal control system, financial controls, and risk management framework.
- Reviewed the status of the approved Internal Audit Plan, examined internal audit reports, and monitored the implementation of corrective actions relating to the observations and recommendations contained therein.

Based on the foregoing, and taking into consideration the implementation of the Internal Audit Plan approved by the Audit Committee, as well as the audit procedures performed by the External Auditor during the financial year 2025, the Audit Committee has not identified any material weaknesses in the Company's internal control system.

The Committee recommends that the Executive Management of Al Madina Cement Company continue its efforts to enhance the efficiency and effectiveness of the existing control policies and procedures and to update them on an ongoing basis in line with the scale of the Company's operations and the nature of its business activities.

Chairman of the audit committee



Mohammed Hamdan Al-Sorayai

Secretary of the audit committee



Khalid Bin Abdullah Alfaris