

Date: 28/03/2024

Report of the Audit Committee to the General Assembly of Alujain
For the fiscal year ending on 31/12/2023

Shareholders of Alujain

Alujain's Audit Committee operates in accordance with the requirements of the Companies Law issued by the Ministry of Commerce, the Corporate Governance Regulations issued by the Board of the Capital Market Authority, the Company's Articles of Association, and the Company's Approved Audit Committee Regulations, which defined its tasks, competencies, powers and responsibilities.

The internal control system plays a key role in the process of evaluation, follow-up, performance correction, detection of deviations, identification of opportunities and management of obstacles in order to create a control environment that facilitates the achievement of the company's strategic objectives and preserves the interests of shareholders.

The Audit Committee oversees the control mechanisms of the Company's business performance and verifies the integrity and integrity of its reports, financial statements and internal control systems.

During the year 2023, the Audit Committee of Alujain held eight meetings during which it carried out the following tasks:

- 1- Review the quarterly financial statements for the year 2023 as well as the final annual financial statements for the year 2023, and recommend to the Board of Directors for approval.
- 2- Recommend to the Board of Directors to appoint the external auditor to review the Company's financial statements, determine his fees, and submit them to the General Assembly.
- 3- Supervise the plan and scope of work of the external auditor and ensure his independence.
- 4- Follow up the implementation of the control procedures contained in the Companies Law, the Corporate Governance Regulations and the Approved Audit Committee Regulations of the Company, and follow up on the corrective measures taken to address the observations of the external auditor.
- 5- Supervise the plan and scope of the internal auditor's work, ensure his independence, and follow up on the corrective actions that have been taken to address the observations contained in the internal audit reports.

Based on the assurances obtained by the Audit Committee from the external auditor, the internal auditor and the executive management of the company, the Committee did not find a fundamental weakness in the internal control systems and their integrity during the year 2023, with the need for continuous review and development of systems and policies in order to raise the efficiency and effectiveness of control activities. No internal control system, no matter how sound its design and effectiveness of its application, can provide absolute assurance.

Please accept my sincere greetings and appreciation,

Mr. Abdulaziz Alghufaily
Chairman of the Committee

Dr. Saleh Al-Shanifi
Committee Member

Mr. Abdulrahman AlYahya
Committee Member