
Audit Committee Report

On the adequacy of the internal and financial control systems and risk management Yanbu National Petrochemical Company (YANSAB) (Saudi Joint Stock Company)

Introduction:

During the year 2022, the Audit Committee reviewed the company's business and verified the integrity of the reports, financial statements, internal control systems, risk management, and verified accounting estimates in the material issues mentioned in the financial reports. The committee also reviewed the results of the reports of the regulatory authorities and internal auditing bodies and ensured that the necessary and corrective measures were followed up for the observation, and reviewed and supervised the performance and activities of the internal auditor, the internal audit department in the company, and verified the availability of the necessary resources and their effectiveness in performing the work and assigned tasks.

Verified the external auditor independence, their full compliance with the applicable professional ethics, their commitment to the generally accepted accounting standards, and the effectiveness of the audit work carried out, verified that the external auditor did not provide technical or administrative work outside the scope of the audit, studied the auditor's plan and reports, and his observations on the financial statements, and followed up the actions taken regarding them.

The Audit Committee's opinion on the adequacy of the internal and financial control, and risk management

The Audit Committee and in accordance with its scope of work, and based on the information provided by the company's management, internal auditor, external auditor, Risk Committee and the other various regulatory authorities have concluded that the audit did not show any fundamental weakness in the internal and financial control systems, and risk management, and the board's Annual Report and Financial Statements were prepared according to the regulatory requirements.