



شركة مساهمة  
Shareholding Co.

**Report of the Audit Committee to the General Assembly on the Results of the Annual Audit  
Regarding the Effectiveness of the Company's Internal Control Procedures and the Sufficiency of  
its Internal Control and Risk Management System for the Financial Year Ended 31/12/2024.**

The Audit Committee is responsible for overseeing the Company's internal audit activities and for improving the efficiency and effectiveness of internal control systems, while providing necessary recommendations and observations to continuously enhance and develop them. The internal audit plan, which is risk-based, is subject to continuous monitoring by the Committee. These operations aim to evaluate the performance of the internal control and governance systems. Internal and external audits have not revealed any material weakness in the efficiency and effectiveness of the Company's internal control and risk management system, which reinforces the Audit Committee's conviction regarding the adequacy and efficiency of the internal control and governance system.

The Committee discussed the report at its meeting No. 01-2025, held on Thursday, 27/02/2025, at 10:00 AM at the Company's headquarters, and the Committee recommended that the Board of Directors approve it.

And Allah is the Granter of Success.

**Head Office**

T. +966 11 465 2000  
F. +966 11 465 3000  
E. info@alaseel.com.sa  
P.O.Box 23236 Riyadh 11426

C.R. 1010071301  
C.C.No. 38629



شركة مساهمة  
Shareholding Co.

## **First: Audit Committee Performance for the Financial Year 2024**

### **A. Scope of the Report:**

This report presents the work and activities of the Audit Committee conducted during its meetings in the financial year 2024.

### **B. Committee Meetings During the Financial Year 2024:**

During the financial year 2024, the Committee held four meetings in accordance with its approved plan, which complies with the Corporate Governance Regulations, as follows:

1. Audit Committee Meeting No. 01-2024, held in person at the Company's headquarters on Monday, 19/02/2024.
2. Audit Committee Meeting No. 02-2024, held in person at the Company's headquarters on Thursday, 02/05/2024.
3. Audit Committee Meeting No. 03-2024, held in person at the Company's headquarters on Wednesday, 24/07/2024.
4. Audit Committee Meeting No. 04-2024, held in person at the Company's headquarters on Wednesday, 23/10/2024.

### **C. Audit Committee Activities During the Financial Year 2024:**

We clarify to you below the topics presented to the Audit Committee during the financial year 2024, which were reviewed and decided upon as follows:

1. Discussing the Company's internal audit plan for the financial year 2024.
2. Following up on the implementation of the audit plan for the financial year 2024 in each Audit Committee meeting.
3. Discussing the periodic reports issued by the Internal Auditor for the financial year 2024, in each

**Head Office** Audit Committee meeting.

T. +966 11 465 2000  
F. +966 11 465 3000  
E. info@alaseel.com.sa  
P.O.Box 23236 Riyadh 11426

C.R. 1010071301  
C.C.No. 38629

4. Studying the annual financial statements for the financial year ended 31/12/2024.
5. The Committee met separately with the external auditor for the financial year 2024.
6. The Committee met separately with the internal auditor for 2024.
7. The Committee qualified and evaluated a number of accounting firms to audit the Company's accounts for the second, third, and fourth quarters of the financial year 2025 and the first quarter of the financial year 2026.
8. The Committee recommended the nomination of the certified public accountant to audit the accounts of AL ASEEL – Shareholding Co. and its subsidiaries for the financial year 2025 and the first quarter of the financial year 2026.
9. Discussing the Audit Committee's report to the Board of Directors on the results of the annual review of the effectiveness of the Company's internal control procedures, in addition to the Audit Committee's opinion on the sufficiency of the Company's internal control and risk management system for the financial year 2024.
10. Reviewing observations received from the internal auditor and discussing these observations and plans to address them with management to enhance the implementation of important internal control procedures.
11. Discussing the management letter submitted by the external auditor for the financial year 2024.
12. Following up on the implementation of Committee decisions in each meeting.
13. Studying the financial statements for the first, second, and third quarters of the financial year 2024 in the presence of the Company's certified public accountant.
14. Studying the audit plan with the certified public accountant for 2024 and providing observations thereon, with the Committee ensuring the independence of the certified public accountant.
15. Determining the proposed schedule for Committee meetings for the financial year 2025.
16. A report on the notification of observations, if any, regarding any overruns in financial or other reports, is presented at each meeting in accordance with governance requirements.

#### **Head Office**

T. +966 11 465 2000  
F. +966 11 465 3000  
E. info@alaseel.com.sa  
P.O.Box 23236 Riyadh 11426

C.R. 1010071301  
C.C.No. 38629



17. Discussing the financial statements for the financial year 2024 with the certified public accountant in the presence of the Company's executive management.

**The Committee discussed the report at its meeting No. 01-2025, held on Thursday, 27/02/2025, at 10:00 AM at the Company's headquarters, and the Committee recommended that the Board of Directors approve it.**

And Allah is the Granter of Success.

**Head Office**

T. +966 11 465 2000  
F. +966 11 465 3000  
E. info@alaseel.com.sa  
P.O.Box 23236 Riyadh 11426

C.R. 1010071301  
C.C.No. 38629