



شركة جازان للتنمية والاستثمار  
Jazan Development and Investment Co.

مستندات اجتماع الجمعية  
Assembly Meeting Documents





البند رقم (1) Item number

الاطلاع على تقرير مجلس الإدارة عن العام المالي  
المنتهي في 2025-12-31م، ومناقشته

Review and discuss the Board of Director's report on  
the fiscal year that has ended on December 31, 2025





تقرير مجلس الإدارة عن العام المالي المنتهي في 2025-12-31م  
Board of Director's report for the fiscal year ending on 31-12-2025

To view and read the Board of Directors report for the fiscal year ending on 31-12-2025, please visit the following link:

للاطلاع وقراءة تقرير مجلس الإدارة عن العام المالي المنتهي في 2025-12-31م، يرجى زيارة الرابط التالي:

بالإنجليزي



بالعربي





تقرير لجنة المراجعة  
Report of the Audit Committee



تقرير لجنة المراجعة في شركة جازان للتنمية والاستثمار إلى الجمعية العامة عن العام المالي المنتهي في 2025/12/31م

Report of the Audit Committee Jazan Development and Investment Co. to the General Assembly For the fiscal year ending on 31/12/2025

**Introduction:**

The Audit Committee of Jazan Development and Investment Company operates in accordance with the requirements of Article (52) of the Corporate Governance Regulations issued by the Board of the Capital Market Authority and Article (10) of the Audit Committee's bylaws, which defined its tasks, specializations, Authorities, and responsibilities.

The internal control system plays a major role in the process of evaluation, follow-up, correcting performance, detecting deviations, identifying opportunities, and managing obstacles to achieve the goals of the company and verify the integrity and integrity of reports, financial statements and internal control systems.

**Formation of the audit committee:**

The current Audit Committee consists of (3) independent members specialized in financial and accounting affairs who were formed on April 13, 2025, as follows:

- 1) Mr. Turki Ahmed Alobilan**  
(Chairman of the Committee - Independent Board Membe)
- 2) Mr. Abdulmajeed Sulaiman Mohammed Aldukhail**  
(member of the committee - independent external member)
- 3) Dr. Abdullah Omar Al-Hussaini**  
(Committee Member - Independent External Member)

During the year 2025, the committee held (10) meetings where it carried out the following tasks and responsibilities:

- Studying the initial and annual financial statements of the company related to its financial performance before submitting to the Board of Directors, to ensure its integrity, fairness and transparency, and express its opinion.
- Providing a technical opinion upon the request of the Board of Directors on whether the report of the board and the financial statements of the company are fair, balanced and understandable, and include information that allows shareholders and investors to evaluate the financial position of the company, its performance, business model and strategy.
- Studying any important or unusual issues included in the financial reports.
- Carefully researching any issues raised by the company's financial director, whoever assumes his duties, the company's compliance officer, or the auditor.
- Verifying the accounting estimates in the material issues mentioned in the financial reports.
- Studying the accounting policies applied in the company and express opinion and recommendation to the Board of Directors in this regard.

**المقدمة:**

تعمل لجنة المراجعة في شركة جازان للتنمية والاستثمار وفقاً لمتطلبات المادة (52) من لائحة حوكمة الشركات الصادرة عن مجلس هيئة السوق المالية والمادة (10) من لائحة عمل لجنة المراجعة بالشركة والتي حددت مهامها واختصاصاتها وصلاحياتها ومسؤولياتها.

إن نظام الرقابة الداخلية يلعب دوراً رئيسياً في عملية التقييم والمتابعة وتصحيح الأداء والكشف عن الانحرافات وتحديد الفرص وإدارة العوائق من أجل تحقيق الأهداف للشركة والتحقق من سلامة ونزاهة التقارير والقوائم المالية وأنظمة الرقابة الداخلية فيها.

**تشكيل لجنة المراجعة:**

تتألف لجنة المراجعة الحالية من (3) أعضاء مستقلين مختصين في الشؤون المالية والمحاسبية تم تشكيلهم بتاريخ 13 ابريل 2025م كما يلي:

- 1) الأستاذ / تركي بن أحمد العبيلان**  
(رئيس اللجنة - عضو مجلس الإدارة مستقل)
- 2) الأستاذ / عبدالمجيد بن سليمان محمد الدخيل**  
(عضو اللجنة - عضو خارجي مستقل)
- 3) الدكتور / عبدالله بن عمر الحصيني**  
(عضو اللجنة - عضو خارجي مستقل)

خلال عام 2025م عقدت اللجنة (10) اجتماعات حيث تم قامت بالمهام والمسؤوليات التالية:

- دراسة القوائم المالية الأولية والسنوية للشركة المتعلقة بأدائها المالي قبل عرضها على مجلس الإدارة، لضمان نزاهتها وعدالتها وشفافيتها، وإبداء رأيها.
- إبداء الرأي الفني بناء على طلب مجلس الإدارة فيما إذا كان تقرير المجلس والقوائم المالية للشركة عادلة ومتوازنة ومفهومة وتتضمن المعلومات التي تتيح للمساهمين والمستثمرين تقييم المركز أو الوضع المالي للشركة وأدائها ونموذج عملها واستراتيجيتها.
- دراسة أية مسائل مهمة أو غير مألوفة تتضمنها التقارير المالية.
- البحث بدقة في أية مسائل يثيرها المدير المالي للشركة أو من يتولى مهامه أو مسؤول الالتزام في الشركة أو مراجع الحسابات.
- التحقق من التقديرات المحاسبية في المسائل الجوهرية الواردة في التقارير المالية.
- دراسة السياسات المحاسبية المتبعة في الشركة وإبداء الرأي والتوصية لمجلس الإدارة في شأنها.



- Studying and reviewing the company's internal and financial control and risk management systems, and preparing a written report that includes its recommendations and opinion on the adequacy of these systems and the work they have performed within the scope of its competence, provided that the Board of Directors deposits sufficient copies of this report in the company's headquarters (twenty one) days before the date of the General Assembly to provide the shareholders a copy thereof. The report shall be read during the assembly.
- Approval of internal audit plan Studying the internal audit reports and follow up the implementation of corrective measures for the notes contained therein.
- Monitoring and supervising the performance and activities of the internal audit department in the company, to ensure its effectiveness in performing the work and tasks entrusted to it and to ensure its independence.
- Recommending to the Board of Directors to appoint a director of an internal audit unit or department or the internal auditor and suggesting his remuneration.
- Recommending to the Board of Directors to nominate and dismiss external auditors, determine their fees and evaluate their performance, after verifying their independence and reviewing the scope of their work and the terms of contracting with them.
- Verifying the auditor's independence, objectivity and fairness, and the effectiveness of the audit work, taking into account the relevant rules and standards.
- Reviewing the company's external audit plan and his work, verifying that he has not submitted technical or administrative works outside the scope of the audit work, and expressing its views on that.
- Responding to the inquiries of the companies' auditor.
- Studying the auditor's report and his notes on the financial statements and follow up on what has been taken in their regard.
- Verifying the company's compliance with the relevant laws, regulations, policies and instructions.
- Raising the issues, it deems necessary to take action in their regard to the Board of Directors, and make recommendations on the measures to be taken.

- دراسة ومراجعة نظم الرقابة الداخلية والمالية وإدارة المخاطر في الشركة، وإعداد تقرير مكتوب يتضمن توصياتها ورأيها في مدى كفاية هذه النظم وما أتمه من أعمال تدخل في نطاق اختصاصها، على أن يودع مجلس الإدارة نسخاً كافية من هذا التقرير في مركز الشركة الرئيس قبل موعد انعقاد الجمعية العامة بـ (واحد وعشرين) يوماً لتزويد من يرغب من المساهمين بنسخة منه. ويتلى التقرير في أثناء انعقاد الجمعية.
- اعتماد خطة المراجعة الداخلية.
- دراسة تقارير المراجعة الداخلية ومتابعة تنفيذ الإجراءات التصحيحية للملاحظات الواردة فيها.
- الرقابة والإشراف على أداء وأنشطة إدارة المراجعة الداخلية في الشركة، لتأكد من فعاليتها في أداء الأعمال والمهام المناطة بها وضمان استقلالها.
- التوصية لمجلس الإدارة بتشييع المراجع الخارجي وعزلهم وتحديد أتعابهم وتقييم أدائهم، بعد التحقق من استقلالهم ومراجعة نطاق عملهم وشروط التعاقد معهم.
- التحقق من مدى فعالية أعمال المراجعة، مع الأخذ في الاعتبار القواعد والمعايير ذات الصلة.
- مراجعة خطة المراجع الخارجي للشركة وأعماله، والتحقق من عدم تقديمه أعمالاً فنية أو إدارية تخرج عن نطاق أعمال المراجعة، وإبداء مرنيتها حيال ذلك.
- الإجابة عن استفسارات المراجع الخارجي للشركات.
- دراسة تقرير المراجع الخارجي وملاحظاته على القوائم المالية ومتابعة ما اتخذ بشأنها.
- التحقق من التزام الشركة بالأنظمة واللوائح والسياسات والتعليمات ذات العلاقة.
- رفع ما تراه من مسائل ترى ضرورة اتخاذ إجراء بشأنها إلى مجلس الإدارة، وإبداء توصياتها بالإجراءات التي يتعين اتخاذها.

#### **Results of Internal Audit, Evaluation of Internal Control Effectiveness and Audit Committee Opinion**

The Company adopts an internal control framework based on the Three Lines of Defense model (business sectors, internal control departments, internal audit department). The various business sectors, as the first Line of defense, align their activities in accordance with the Company's approved regulations and policies. The internal control departments, as the second line of defense, evaluate, measure, and monitor various levels of risk across

**نتائج المراجعة الداخلية وتقييم فاعلية الرقابة الداخلية ورأي لجنة المراجعة**  
تنتهج الشركة إطار رقابة داخلي مبني على خطوط الدفاع الثلاثة (قطاعات الأعمال المختلفة، إدارات الرقابة الداخلية، إدارة المراجعة الداخلية)، حيث تقوم قطاعات الأعمال المختلفة وهي خط الدفاع الأول بالشركة بموائمة أنشطتها بما يتفق مع النظم واللوائح المعتمدة في الشركة، في حين تقوم إدارات الرقابة الداخلية وهي خط الدفاع الثاني بتقييم وقياس ومراقبة مستويات المخاطر المختلفة على صعيد العمليات والأعمال ومدى تماشيها مع الضوابط والإجراءات

operations and business activities, ensuring their alignment with approved controls and procedures to guarantee the Company's compliance with regulatory requirements. The internal audit department serves as the third line of defense, conducting the necessary examinations and reviews to verify the Company's adherence to procedural work guidelines based on the internal audit activities conducted under the approved risk-based audit plan implemented during the year across various departments of the Company.

The Audit Committee verifies the adequacy of the Company's internal control by monitoring and studying reports issued by the internal and external auditors and ensuring their independence. The Company's executive management, by virtue of its responsibility, ensures the provision of internal control procedures that provide reasonable assurance of the effectiveness and efficiency of the Company's operations and its implemented control procedures, including the credibility and integrity of financial reports and compliance with the Company's laws, regulations, and policies. The Company's internal audit department implements the annual risk-based audit plan approved by the Audit Committee to evaluate the internal control framework, focusing on the assessment of the control environment, organizational structure, risks, policies and procedures, segregation of duties, and the efficiency of information systems. This is achieved through random sampling of activities scheduled for audit to examine them and verify the effectiveness and efficiency of the implemented internal control systems, obtaining reasonable assurance-not absolute assurance-regarding the effectiveness and efficiency of internal control procedures during the year. The Audit Committee verifies that the external auditor fulfills its responsibilities toward the Company by monitoring audit plans and the implementation of audit work to obtain reasonable assurance that the international accounting standards adopted in Saudi Arabia have been applied.

Based on the Audit Committee's activities during the year, the Committee states that through the tasks it has performed, it can confirm that it has reviewed the observations and discussions presented by the Company's external auditor during their examination and audit of the Company's financial statements. The Committee has also supervised the internal audit department in accordance with its assigned responsibilities, which submits its reports to the Board of Directors including observations and recommendations made to enhance the internal control system and its procedures. The executive management continuously works to implement corrective actions, including updating, developing, and

المعتمدة لضمان استيفاء الشركة المتطلبات النظامية، وتقوم إدارة المراجعة الداخلية بمهمة خط الدفاع الثالث والمعني بإجراء الفحص والمراجعات اللازمة للتحقق من التزام الشركة بسياسات أدلة العمل الإجرائية بناءً على أعمال المراجعة الداخلية المعتمد على خطة المراجعة المبنية على المخاطر (Risk – based audit plan) والمنفذة خلال السنة للأقسام المختلفة في الشركة.

وتقوم لجنة المراجعة بالتأكد من مدى كفاية الرقابة الداخلية بالشركة وذلك من خلال متابعة ودراسة التقارير الصادرة من المراجع الداخلي والمراجع الخارجي والتأكد من استقلاليتهم. حيث تقوم الإدارة التنفيذية للشركة بحكم مسؤوليتها في توفير إجراءات رقابة داخلية تضمن بشكل معقول فاعلية وكفاءة عمليات الشركة وإجراءات الرقابة المطبقة فيها، بما في ذلك مدى مصداقية التقارير المالية ونزاهتها ومدى الالتزام بالأنظمة والقوانين والسياسات الخاصة بالشركة وتقوم إدارة المراجعة الداخلية للشركة بتنفيذ خطة المراجعة السنوية المبنية على المخاطر (Risk based audit plan) المعتمدة من قبل لجنة المراجعة لتقييم وضع الرقابة الداخلية المطبقة مع التركيز على تقييم البيئة الرقابية والهيكلي التنظيمي والمخاطر والسياسات والإجراءات وفصل المهام وكفاءة نظم المعلومات، وذلك من خلال أخذ عينات عشوائية للأنشطة المخطط مراجعتها بهدف فحصها للتأكد من مدى فاعلية وكفاءة أنظمة الرقابة الداخلية المطبقة والحصول على تأكيدات معقولة – وليس تأكيد مطلق - عن فاعلية وكفاءة إجراءات الرقابة الداخلية خلال العام. وتقوم لجنة المراجعة بالتأكد من قيام المراجع الخارجي بمسؤولياته تجاه الشركة وذلك من خلال متابعة خطط وتنفيذ أعمال المراجعة للحصول على تأكيدات معقولة من القناعة بأن معايير المحاسبة الدولية المعتمدة في السعودية قد تم تطبيقها.

وبناءً على أعمال لجنة المراجعة خلال العام تفيد اللجنة انه من خلال المهام التي قامت بها تستطيع أن تؤكد أنها قامت بالاطلاع على الملاحظات والمناقشات التي عرضها مراجع حسابات الشركة أثناء فحصه وتدقيقه للقوائم المالية للشركة ، كما قامت بالإشراف على إدارة المراجعة الداخلية حسب المهام المنوطة لها والتي ترفع تقاريرها إلى مجلس الإدارة متضمنة الملاحظات والتوصيات التي يتم التوصل لها لتعزيز نظام الرقابة الداخلية وإجراءاته وتقوم الإدارة التنفيذية وبشكل مستمر بالعمل على تنفيذ الإجراءات التصحيحية بما فيها تحديث وتطوير واستكمال السياسات والإجراءات والهياكل وأنظمة الحاسب الآلي وأتمتة العمليات وبمتابعة من اللجنة فإنه لا توجد ملاحظات جوهرية مؤثرة على سير الأعمال بالشكل المعتاد وتحت نظام الرقابة الحالي مع التأكيد على انه لا بد من العمل على المراجعة الدورية لنظام

completing policies, procedures, structures, computer systems, and process automation. As monitored by the Committee, there are no material observations affecting the normal course of business under the current control system, while emphasizing the need for periodic review of the internal control system and its continuous development and improvement. The Committee further emphasizes its role in following up on observations and recommendations submitted by the internal audit department to ensure their effective implementation and application.

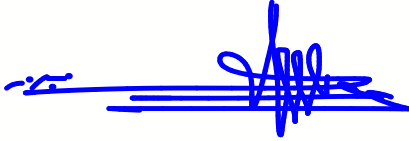
الرقابة الداخلية وتطويره وتحسينه بشكل مستمر. مع التأكيد على دور لجنة المراجعة في متابعة الملاحظات والتوصيات التي ترفعها إدارة المراجعة الداخلية وذلك للتأكد من تنفيذها وتطبيقها بفاعلية.

والله الموفق،،،

رئيس لجنة المراجعة

تركي بن أحمد العبيلان

بتاريخ 2026/03/31م





البند رقم (2) Item number

الاطلاع على القوائم المالية عن العام المالي  
المنتهي في 2025-12-31م، ومناقشتها

Review and discuss the financial statements for the  
fiscal year that has ended on December 31, 2025





القوائم المالية عن العام المالي المنتهي في 2025-12-31م  
Financial statements for the fiscal year ending on 31-12-2025

To view and read the financial statements for the fiscal year ending on 31-12-2025, please visit the following link:

للاطلاع وقراءة القوائم المالية عن العام المالي المنتهي في 2025-12-31م، يرجى زيارة الرابط التالي:

بالإنجليزي



بالعربي





البند رقم (3) Item number

التصويت على تقرير مراجع حسابات الشركة عن العام  
المالي المنتهي في 2025-12-31م بعد مناقشته

**Voting on the auditor's report for the fiscal year ending on  
December 31, 2025 after discussing it**





## INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Jazan Development and Investment Company  
A Saudi joint stock company

### Report on the audit of the consolidated financial statements

#### Opinion

We have audited the consolidated financial statements of Jazan Development and Investment Company, a Saudi joint stock Company (the "Company") and its subsidiary companies (They are collectively referred to as the "Group."), which comprise the consolidated statement of financial position as of December 31, 2025, the consolidated statement of other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the group as of 31 December 2025, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRS") that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

#### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISA") that are endorsed in the Kingdom of Saudi Arabia. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We are independent of the Group in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) that is endorsed in the Kingdom of Saudi Arabia that is relevant to our audit of the consolidated financial statements, and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Material Uncertainty Related to Going Concern

We draw attention to Note (5.1) to the accompanying consolidated financial statements, which states that the total comprehensive Income for the year ended 31 December 2025, amounted to 831,620 (total comprehensive loss for the year ended 31 December 2024: 164,613,683). The accumulated losses as of 31 December 2025, amounted to 130,859,050. As of that date, the Group's current liabilities exceeded its total current assets by 111,267,597. These events or conditions, collectively, indicate the existence of material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern. The consolidated financial statements have been prepared on a going concern basis. Our opinion has not been modified in this regard.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current year. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming auditor's opinion thereon, and we do not provide a separate opinion on these matters.

**INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

**To the Shareholders of Jazan Development and Investment Company**  
A Saudi joint stock company

**Key Audit Matters (Continued)**

For each matter below, our description of how our audit addressed the matter is provided in that context.

Key audit matter	How our audit addressed the key audit matter
<p><b>Biological assets measurement</b></p> <p>The Group's management used Fair Value Model to evaluate its biological assets of Shrimp, which amounted to 16.4 million for the year ending on 31 December 2025.</p> <p>IAS 41 "Agriculture" requires biological assets to be measured at fair value less costs to sell, unless the fair value cannot be reliably measured. In case the fair value of biological assets cannot be measured reliably, it is measured at historical cost less accumulated depreciation and accumulated impairment losses, if any.</p> <p>We consider this as a key audit matter because of the significant judgments and key assumptions that management applies in determining the fair value of biological assets. Refer to note 4.6 in the accompanying consolidated financial statements for the accounting policy relating to biological assets measurement and note 12 for the related disclosures.</p>	<p>Our audit procedures included, among others, the following: We have obtained the Group's methodology and fair valuation calculation report for valuing its biological assets and engaged an auditor's expert. We performed the following audit procedures:</p> <ul style="list-style-type: none"> <li>- Evaluated the competency, qualifications, and objectivity of the independent expert engaged by management for the valuation of biological assets.</li> <li>- Attended and observed actual physical counts conducted by the Group to gain an understanding of the counting process, and validated internal assumptions used by management for estimating total quantities by reconciling them with sample counts.</li> <li>- Obtained the evaluation report and validated the inputs for biomass, survival ratio and average market price.</li> <li>- Validated the model assumptions used by management with the technical assistance of an auditor's expert.</li> <li>- Recalculated to verify the accuracy of the valuation report.</li> <li>- Evaluated the adequacy of disclosures in the accompanying consolidated financial statements, including disclosures of key assumptions and judgment.</li> </ul>
<p><b>Revenue Recognition</b></p> <p>During the year ended 31 December 2025, the Group's recognized total revenue from continuing operation of 107.85 million.</p> <p>Revenue recognition has been identified as a key audit matter given the significant volume of sales transactions involved, the factors associated with the revenue recognition and the presumed inherent risk of material misstatement.</p> <p>Refer to note 4.17 and note 25 in the accompanying consolidated financial statements for the accounting policies relating to revenue recognition and for the related information.</p>	<p>We have performed the following procedures to address this matter:</p> <ul style="list-style-type: none"> <li>- Assessed the appropriateness of the Group's accounting policies for recognition of revenue.</li> <li>- Performed the cut-off test to assess whether revenue was recognized in the correct period.</li> <li>- Tested, on a sample basis, individual sales transactions and traced them to sales invoices, delivery notes and other related documents.</li> <li>- Assessed the adequacy of the disclosures in the accompanying Consolidated financial statement.</li> </ul>



## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### To the Shareholders of Jazan Development and Investment Company

A Saudi joint stock company

#### Other Information

Other information consists of the information included in the Group's annual report, other than the financial statements and our auditor's report thereon. Management is responsible for the other information in the annual report of the Group. The Group's annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information, and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it became available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on our review of the annual report and other information made available to us, we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. Annual report is not available for our review.

#### Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by SOCPA and the companies law and Company's Bylaws and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, i.e. the Board of Directors, are responsible for overseeing the Group's financial reporting process.

#### Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. 'Reasonable assurance' is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISA that are endorsed in the Kingdom of Saudi Arabia will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the ISA that are endorsed in the Kingdom of Saudi Arabia, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.



## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### To the Shareholders of Jazan Development and Investment Company

A Saudi joint stock company

#### Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (continued)

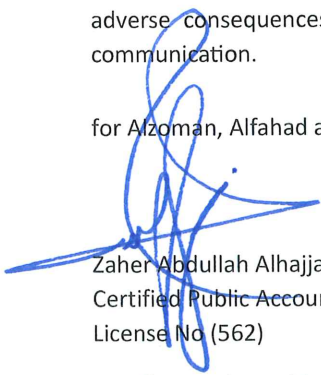
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identified during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

for Alzoman, Alfahad and Alhajjaj Professional Services

  
Zaher Abdullah Alhajjaj  
Certified Public Accountant  
License No (562)



Riyadh, Kingdom of Saudi Arabia

Date: 12 Shawwal 1447H

Corresponding to: 31 March 2026