

Saudi Industrial Exports Company
Annual Report of the Audit Committee
For the financial year ending on: 31/12/2025

Dear Shareholders of the Saudi Industrial Exports Company,

Greetings,

The Audit Committee of the Saudi Industrial Exports Company is pleased to submit its annual report for the financial year 2025. The report explains the tasks of the Audit Committee and the role it provides in assisting the Board of Directors in the Company, as well as the role of the Committee in monitoring the Company's affairs and auditing the adequacy of the internal control system, for the purpose of reducing risks, achieving the planned objectives and contributing to the preservation of the Company's resources.

1. Audit Committee Structure:

The Audit Committee went through several phases during the financial year 2025, where the first phase was during the eleventh session of the Board from 1/1/2025 to 28/6/2025, then the second phase was during the twelfth session of the Board from 29/6/2025 to 18/11/2025 the date of the resignation of all members of the Committee, after which the third phase began, in which the work of the Audit Committee was stopped, until the completion of the Board of Directors members on 15/1/2026. The Audit Committee consists of three members (independent member and two non-board members) in all phases (except the suspension phase) and held six meetings during the financial year 2025.

1.1. Members of the Audit Committee:

1.1.1. During the period from 01 January 2025 to 28 June 2025, the Audit Committee was chaired by Mr. Salman Mohammed Al-Suhaibani, a member of the Board of Directors, and it included the following members: Mr. Mohammed Hamad Al-Saleh, a member of the Committee from outside the Board, and Mr. Abdullah bin Manaa Al-Mutairi, a member of the Committee from outside the Board. Pursuant to the Board of Directors' resolution No. (57) to reconstitute the committee on 19/08/2024. During the year, the Committee held (3) meetings as follows:

Member Name	Member Status	First Meeting 28/ 01 /2025	Second Meeting 25/ 03 /2025	Third Meeting 03/ 05 /2025	Number of Meetings
Salman Mohammed Al-Suhaibani	Chairman of the Committee	✓	✓	✓	3
Mohammed Hamad Al, Saleh	Member	✓	✓	✓	3
Abdullah Manaa Al-Mutairi	Member	✓	✓	✓	3

✓ Attended × Did Not Attend

1.1.2. During the period from 29 June 2025 to 18 November 2025, the Audit Committee was chaired by Mr. Mohammed Saleh Al-Ghamdi – a member of the Committee from outside the Board, and it included the following members: Mr. Saleh Ghadeer Al-Rasheed – Member of the Board of Directors, and Mr. Firas Ali Al-Humaidan – a member of the committee from outside the Board. Pursuant to the Board of Directors’ Resolution No. (8) dated 29 June 2025 on the formation of the Committee. During the year, the Committee held (3) meetings as follows:

Member Name	Member Status	First Meeting 23/ 07 /2025	Second Meeting 03/ 08 /2025	Third Meeting 04/ 11 /2025	Number of Meetings
Mohammed Saleh Al-Ghamdi	Chairman of the Committee	✓	✓	✓	3
Saleh Ghadeer Al-Rasheed	Member	✓	×	✓	2
Firas Ali Al-Humaidan	Member	✓	✓	✓	3

✓ Attended × Did Not Attend

1.1.3. During the period from 18 November 2025 to 31 December 2025, the Audit Committee was suspended due to the resignation of all its members, but the audit work continued by the internal auditor and the external auditor. However, the suspension of the Committee had a negative impact that led to the delay of the external audit work, especially that the Committee failed to approve the external audit strategic plan memorandum for the financial year ending on 31 December 2025 before the resignation of its members, which was supposed to take place at the beginning of November, which led to a delay in the start of the external audit work of the annual financial statements. After the completion of the Board of Directors, the Audit Committee resumed its work on 19/1/2026.

1.2. Scope of the Committee's Terms:

The Audit Committee exercised its competencies to monitor the Company's business and verify the integrity of its financial statements, internal control systems, accounting policies, and supervision of internal audit and external auditors during 2025.

The Committee's most notable works:

- 1.2.1.** Supporting the Board of Directors in its assessment of the efficiency of the internal and financial control systems, accounting practices and audit processes applied within the Company.
- 1.2.2.** Studying the annual financial statements ending on 31/12/2025 and verifying their accuracy, following up on the auditors' observations on the financial statements, following up on what has been done in this regard, and the results of the Company's audit for the financial year with the external auditors and the concerned management representatives, and submitting a recommendation for consideration for approval by the Board of Directors.
- 1.2.3.** Follow up on the Company's compliance with the Executive Regulations issued by the Capital Market Authority and the relevant authorities.
- 1.2.4.** Review important accounting policies and practices, including the consistency of these policies annually.
- 1.2.5.** Supervise internal audit and discuss aspects related to internal control with the executive management, and review and approve the internal audit plan.

- 1.2.6. Discuss the effectiveness of the process of identifying, evaluating and reporting on the risks significant to the Company's activity, and the Company's management of those risks, and submitting appropriate recommendations in this regard to the Board of Directors.

In addition to the above-mentioned responsibilities, the Audit Committee undertakes to carry out any other tasks entrusted to it by the Board of Directors of the Company, and shall submit to the Board a periodic report – if needed – on the tasks performed by the Committee and its recommendations in this regard.

2. Communication with the Board of Directors:

No recommendation from the Audit Committee has been issued that contradicts the Board's decisions or has been rejected by the Board.

3. Key Activities during FY2025:

The Committee exercised its duties and responsibilities during the year as follows:

3.1. Internal Control System "Internal Auditor":

The Internal Auditor plays an important role in evaluating the control procedures and their effectiveness, the Company's management is responsible for developing a comprehensive and effective internal control system.

The main activities carried out by the Audit Committee with the Internal Auditor include:

- 3.1.1. Supervise and audit the activity and control of the performance of the internal auditor nominated by the Committee in accordance with the approved plan and ensure the exercise of his independence.
- 3.1.2. Review the reports of the Internal Auditor for the financial year 2025, and follow up on the implementation of the recommendations issued by them.
- 3.1.3. Setting the priorities of the internal auditor and developing the proposed strategic plan for the internal auditor, which is based on the risks.

3.2. External Control System "External Auditor":

- 3.2.1. Verify the auditor's independence, objectivity, fairness and effectiveness of his work, taking into account the relevant rules and standards.
- 3.2.2. Study the Company's existing accounting policies.
- 3.2.3. Review the Company's auditor's business and activity plans.

The Ordinary General Assembly approved on 25/05/2025 the appointment of Mr. Al-Ayouti & Partners, Accountants and Chartered Auditors, as the Company's external auditors for the purpose of reviewing the financial statements for the year 2025, reviewing the financial statements of the second and third quarters and the annual statements from 2025 and the first quarter of 2026, and submitting the Zakat declarations to the Company.

4. Compliance:

- 4.1. The Committee considers the Company's compliance with the relevant laws, regulations, policies, procedures and instructions.
- 4.2. The Committee follows up on the results of the reports of the regulatory authorities and verifies that the Company has taken the necessary measures in this regard.
- 4.3. The Committee follows up on the contracts and dealings, if any, that the Company is proposed to conduct with the relevant parties and submit to the Board of Directors what it deems necessary.
- 4.4. The Committee shall submit to the Board of Directors any matters it deems necessary to take action on, and make its recommendations on the steps to be taken, and the Company has committed to implement the Committee's recommendations submitted to the Board of Directors.

The most prominent of these are:

- 4.4.1. The Company has previously contracted with specialized expertise houses to update the internal policies and procedures of the administrative structure with an integrated institutional system.
- 4.4.2. Contributing with the Company's Board of Directors in completing the work of implementing the Corporate Governance, starting from updating the organizational structure and the authority matrix and approving them by the Board of Directors.

5. The Company's Annual Financial Statements for the Period Ended 31 December 2025:

After communicating with the external auditor and reviewing what has been done in relation to the preparation and completion of the annual financial statements, and after the Committee's review of the Company's annual financial statements, which ended on 31 December 2025, the Committee considers that the financial statements are sound in all material respects and have complied with all relevant regulations. Accordingly, the Committee recommended that the Board of Directors approve the annual financial statements for the financial year ended 31 December 2025.

6. Evaluation Results of the Internal Control, Financial and Risk Management System:

The Audit Committee supervises the Company's Internal Auditor to implement the annual audit plan based on a risk assessment approved by the Committee to assess the efficiency of the internal control system, by taking samples of the activities planned to be reviewed in order to examine them to ensure the effectiveness and efficiency of the designed and applied internal control systems. The Committee also discusses with the External Auditor the planning and implementation of the annual inspection and audit work based on the audit standards recognized in the Kingdom of Saudi Arabia to obtain a reasonable degree of certainty that the financial statements are free of material errors. Based on the results of the audit and review procedures executed during the year by the External Auditor and the Internal Auditor, the results of this examination did not reveal any significant deficiencies or material changes in the Company's internal control, financial, and risk management systems. It is also noted that the absolute comprehensiveness of the examinations and evaluations carried out over the internal control procedures cannot be ascertained, since the audit process is essentially based on sampling of activities and departments. The Internal Auditor works closely with the Company's executive management to maintain an acceptable and effective level of internal control in the Company.

Chairman of the Audit Committee

Amine Hariz