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Paid Capital One Million Saudi Riyals
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AGREED UPON PROCEDURES REPORT

**TO THE SHAREHOLDERS,
NASEEJ INTERNATIONAL TRADING COMPANY
(A SAUDI JOINT STOCK COMPANY)
JEDDAH-SAUDI ARABIA**

Scope of work:

We refer to your request to carry out an agreed upon procedures regarding the reduction of the share capital and the reduction of accumulated losses as at July 18, 2022 as set out in Appendix No. (1) Of this report, which will be submitted to the Capital Market Authority (CMA), and we have fulfilled our commitment in accordance with the International Standard for Related Services No. (4400) " Updated" ("Agreed Procedures Engagements Relating to Financial Information") These procedures were carried out only to assist the company in completing the regulatory procedures and applying the procedures and instructions for companies listed in the CMA losses of which amounted to 20% or more of their share capital, which were issued by the Board of the Capital Market Authority. .

The purpose of the agreed-upon procedures report and restrictions on its use and distribution:

Based on the request submitted by the Chairman of the Board of Directors, we have implemented the procedures mentioned below, which were agreed with you under the contract of agreement concluded between us on 09/12/1443 H corresponding to 07/18/2022 in accordance with the related services standard (4400) (updated) (Agreed procedures engagements) adopted in the Kingdom of Saudi Arabia and applicable to the tasks of the agreed procedures, which focused in particular on reviewing the documents submitted to us by you to reconcile them with the amounts contained in the statement attached to this report

The information we obtained from you

- 1- We obtained the minutes of the shareholders' meeting held on Dhul Hijjah 19 1443 H (corresponding to July 18, 2022), in which the shareholders resolved to reduce the share capital of the company from SR 211,632,010 to SR 108,973,010 by canceling 10,265,900 shares and reducing accumulated losses by SR 102,659,000.
- 2- We verified that the movement was recorded on July 19, 2022 in the company's accounting records by writing off the share capital of SR 102,659,000 against the accumulated losses in accordance with the shareholders' decision mentioned in the above item.
- 3- We have checked the accounting accuracy in Appendix No. (1).
- 4- We have calculated the accumulated losses as a percentage of the share capital.

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This report is restricted to be used by Messrs. / Naseej International Trading Company and should not be used by parties who did not participate in the agreement on the agreed upon procedures and did not hold the responsibility to determine the adequacy of the agreed upon procedures that meet their needs.

Responsibilities of the assigned party and responsible party:

The Chairman of the Board of Directors is the party who assigned us has acknowledged that the agreed upon procedures are appropriate for the purpose of the engagement, as determined is responsible for the subject on which the agreed upon procedures are performed.

Auditor's Responsibilities:

- We have performed the agreed-upon procedures engagement in accordance with the related services standard (4400) (updated) "Agreed-upon procedures engagements", adopted in the Kingdom of Saudi Arabia. The agreed-upon procedures imply to our performance of the procedures agreed upon with the Chairman of the Board of Directors, and the report to him about the findings that are the realistic results of the agreed-upon procedures that have been performed. We make no representation as to the appropriateness of the agreed upon procedures.
- This engagement is to perform the agreed upon procedures and is not an assurance engagement, and accordingly we do not express any opinion or assurance of conclusion.
- In case, that we had carried out more procedures, perhaps it would have come to our attention other matters that we would have reported.

Professional Conduct, Ethics and Quality Control:

We have complied with the rules and conduct of professional ethics adopted in the Kingdom of Saudi Arabia, including independence, integrity, objectivity, professional competence and due diligence, and there are no independence requirements that we must adhere to, for the purpose of carrying out the engagement.

We apply the Quality Control Standard (1) "Quality control for firms that perform audit and review engagements of financial statements and other assurance engagements and related service engagements" adopted in the Kingdom of Saudi Arabia. Accordingly, it maintains a comprehensive system of quality control that includes documented policies and procedures regarding compliance with the rules, conduct and ethics of the profession, professional standards and legal and regulatory requirements adopted in the Kingdom of Saudi Arabia.

Procedures:

- 1- Reviewing the decision of the Board of Directors dated 27 Shaaban 1443 H (corresponding to March 30, 2022), in which the Board decided to recommend to the Extraordinary General Assembly to reduce the share capital.

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Procedures: (Continued)

- 2- Reviewing the attached information provided by the company that shows the reasons for the reduction of the share capital and the impact of the said reduction on the obligations of the company.
- 3- Obtaining the journal entries supporting the reduction of the share Capital and reviewing the documents supporting them and the correctness of their accounting recognition in the books of the company
- 4- We calculated the accumulated losses as a percentage of the share capital

Findings:


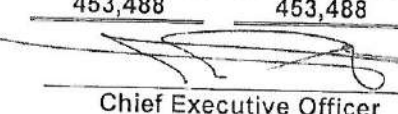
- 1- With regard to Procedure No. (1), the approval of the Extraordinary General Assembly (the third meeting) on the recommendation of the Board of Directors has been verified
- 2- With regard to procedure No. (2), we confirm that the recorded movement complies with the shareholders' decision mentioned in procedure No. (1).
- 3- With regard to procedure No. (3), the accounting reliability and accounting accuracy of Annex No. (1) have been verified, and no exceptions have been noticed.
- 4- With regard to procedure No. (4), the accumulated losses as a percentage of the share capital after the reduction amount to 0% of the share capital

Jeddah: August 1, 2022
Muharram 3, 1444H

**FOR EL SAYED EL AYOUTY & CO.**

A. Balamash
Abdullah Ahmad Balamash
Certified Public Accountant
License No. (345)

NASEEJ INTERNATIONAL TRADING COMPANY
(FORMERLY KNOWN AS AL SORAYAI TRADING AND INDUSTRIAL GROUP COMPANY)
(A Saudi Joint Stock Company)
Statement of interim condensed consolidated financial position
As at July 19, 2022
(All amounts in Saudi Riyals Thousands)

	July 19, 2022 (Unaudited) Before Capital Reduction	July 19, 2022 (Unaudited) After Capital Reduction
ASSETS		
Non-current assets		
Property, plant and equipment – net	156,663	156,663
Intangible assets – net	267	267
Investment in associates and a joint ventures	15,329	15,329
Right to use assets	16,890	16,890
Total non-current assets	189,149	189,149
Current assets		
Inventories, net	132,162	132,162
Trade receivables, net	111,859	111,859
Prepayments and other receivables, net	19,043	19,043
Cash and cash equivalent	1,275	1,275
Total current assets	264,339	264,339
TOTAL ASSETS	453,488	453,488
EQUITY HOLDERS' EQUITY AND LIABILITIES		
Equity		
Share capital	211,632	108,973
Accumulated Profit (losses)	(90,687)	11,972
Total shareholders' equity	120,945	120,945
Non-current liabilities		
Loans and borrowings	166,668	166,668
Right to use obligations	13,331	13,331
Employees' defined benefit obligations	20,624	20,624
Derivative financial instruments	97	97
Total non-current liabilities	200,720	200,720
Current liabilities		
Loans and borrowings	49,190	49,190
Right to use obligations	1,768	1,768
Trade payables	34,148	34,148
Due to related parties	6,968	6,968
Other payables	36,717	36,717
Zakat payable	3,032	3,032
Total current liabilities	131,823	131,823
Total liabilities	332,543	332,543
TOTAL EQUITY AND LIABILITIES	453,488	453,488
		
Financial Controller		Chief Executive Officer