

National Metal Manufacturing & Casting Company (MAADANIYAH) Invitation for its Shareholders to Attend the Ordinary General Assembly Meeting (First Meeting) via modern technology

MAADANIYAH Board of Directors is pleased to invite its shareholders to attend the company's Ordinary General Assembly Meeting (First Meeting) via modern technology, which is scheduled to be held, at 6:30 pm on 03/11/1444H corresponding to May 23, 2023G, in company's branch – Masabik Plant Rd 76 at Dammam Industrial City, utilizing modern technology.

Agenda:

- 1- Review & discuss the Board of Directors' report for the fiscal year ending on 31/12/2022
- 2- Voting on the auditor report on the Company's accounts for the fiscal year ending on 31/12/2022 G
- 3- Review and discuss the financial statements for the fiscal year ending on 31/12/2022
- 4- Voting on paying an amount of (SAR 1,200,000) as remuneration to the Board members for the fiscal year ending on 31/12/2022 G.
- 5- Voting on paying an amount of (SAR 150,000) as remuneration to the Audit Committee members for the fiscal year ending on 31/12/2022 G.
- 6- Voting on absolving liability of the Board of Directors of the fiscal year ended 31/12/2022.
- 7- Voting on the election of the members of the Board of Directors of the company for the next session, which starts on 25/5/2023 and its duration is three years, ending on 24/05/2026. (CVs are attached)
- 8- Voting on the formation of the Audit Committee, and the definition of its duties, work regulations and remuneration of its members for the new session which starts on 25/5/2023 for 3 years that will be ended on 24/5/2026. (CVs are attached)
- 9- Voting on appointing the auditor for the Company from among the candidates based on the Audit Committee's recommendation. The appointed auditor shall examine, review and audit the (second, third and fourth) quarter and annual financial statements, of the fiscal year 2023 G, and the first quarter of the fiscal year 2024 G, and the determination of the auditor's fees.

Attendance Eligibility: Each shareholder who is registered in the Company's Shareholders Register at the Depository Center at the end of the trading session preceding the General Assembly meeting has the right to register/ sign in online to attend and vote using Tadawulaty web portal at the Assembly Meeting according to the applicable rules and regulations.

Quorum for Convening the General Assembly's Meeting: In order for the Assembly to convene, it is required as per Company's Bylaws to register the attendance of shareholders representing at least a quarter (25%) of the Company's share capital for the first meeting; however, the second meeting shall be held one hour after the first meeting (in the event that the attendance quorum for the first meeting is not complete), and shall be deemed valid irrespective of the number of the shareholders present.

E-Vote: Distinguished shareholders registered in Tadawulaty Portal can vote remotely on the Assembly's topics starting at (1:00 AM) on Sat 30/10/1444H 20/05/2023G, till the end of the Assembly convention. Registration and Voting in Tadawulaty will be available and free for all shareholders using the following link: www.tadawulaty.com.sa

Eligibility for Attendance Registration and Voting: The right to attend the Meeting ends before the beginning of the meeting, and the right to vote ends once the voting sorts has concluded.

If you have any inquiries, please contact the Investor Relations Department via the following phone number: 00966 13 812 1147 , or via the following e-mail: (info@maadaniyah.com) or during the meeting time.

Annual Audit Committee Report - 2022

Dear Shareholders of the National Metal Manufacturing and Casting Company (Maadaniyah)

The Audit Committee is pleased to submit to the shareholders of Maadaniyah its annual report on the work, performance and observations of the committee for the financial year ending 12/31/2022, and the details of the report are as follows: -

Formation of the audit committee: -

The Audit Committee forms of 3 members, based on the decision of the fifteenth extraordinary general assembly held on 11/6/2020, they are: -

Mr. Talal A. Alnafie	- Chairman
Eng. Ryan W. Tarabzoni	- Member
Mr. Abdulaziz S. Alardi	- Member

The Audit Committee performs its duties in accordance with the scope of work included in the corporate governance and in conformity with what was mentioned in the Corporate Governance Regulations in the Kingdom of Saudi Arabia issued by the Board of the Capital Market Authority.

The main tasks of the audit committee are to ensure the adequacy and effectiveness of internal control procedures and systems, to verify the integrity and correctness of the financial statements, to recommend the selection of the external accountant according to specific controls, and to study the reports, notes and suggestions submitted by each of the external accountant and the internal audit department of the company.

Results of the annual review of the effectiveness of the internal control system:

The duties of internal audit are assigned to Baker Tilly - legal auditors - and the audit office carries out audits based on the risk-based plan, which has been approved by the audit committee, where the management activities are to review all company operations and verify the effectiveness of the internal control system and procedures in protecting the company's property. And assess business risks and measure the efficiency of performance. The audit office submits internal audit reports, including observations, suggestions, management responses, and action plans to support the company's internal controls, in addition to what the external auditor evaluates while performing the final audit.

The internal audit committee met four times during the year 2022 as follows:

1 st Meeting	29/3/2022
2 nd Meeting	23/5/2022
3 rd Meeting	17/8/2022
4 th Meeting	7/11/2022

Where the results of the internal audit were discussed according to the agreed plan, and the observations and suggestions submitted by the internal auditor and the company's auditor were examined and analyzed, and the suggestions that would help improve the internal control system of the company were activated.

During the aforementioned meetings, the committee studied the preliminary financial results for the first, second and third quarters. It also studied the annual results for the year 2022 AD at its meeting on 15/03/2023 and raised its recommendation to the Board of Directors.

The committee also discussed the investment opportunities and challenges that the company might face.

Based on the executive management, the reports of the internal and external auditors, and compliance with the rules and regulations, no material or important weaknesses were detected during the meetings of the Audit Committee during the year 2022 AD that require disclosure. The executive management has maintained an effective internal control system and procedures that provide a reasonable basis for formulating this opinion.

In conclusion, the Audit Committee would like to thank the Board of Directors for its support and assistance to the Committee in accomplishing its tasks and to the Executive Management for providing all the evidence requested to perform the tasks of the Committee.

Thank you,,,

AUDIT COMMITTEE