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To M/S shareholders

Wafrah for Industry and Development Company - (Saudi joint stock Company)

Riyadh, Saudi Arabia

Notification Report submitted by the Chairman of the Board of Directors

We have performed a limited confirmation link in our capacity as auditors of Wafrah for Industry and Development Company (hereinafter referred to as the Company). With regard to the attached notification with related parties for the year ended 31 December 2021 G concerning Wafrah for Industry and Development Company. Which was prepared by the Chairman of the Board of Directors to the Ordinary Assembly for the transactions and contracts in which the Board member has a direct or indirect interest in accordance with the applicable standards mentioned below. In accordance with the requirements of Article 71 of the Companies Regulations (Notification).

Subject:

Where, the subject of our limited confirmation link is notification prepared by the company's management approved by the Chairman of the Board of Directors as attached to this report and submitted to us.

Standards:

The applicable standards are in accordance with the requirements of Article (71) of the Companies Law issued by the Ministry of Commerce and Investment (1437 H /2015 G). Which stipulates that the company must announce those interests for approval by the company's general assembly. A member of the board of directors must inform the board of such interests. He may not vote in the Board to approve such transactions or contracts. The Chairman of the Board of Directors must inform the General Assembly of any transactions or contracts in which a member of the Board of Directors has a direct or indirect interest.

Management Responsibility:

The company's management is responsible for preparing the notification in line with the standards and ensuring its completeness. This responsibility also includes designing, implementing and maintaining the internal control system related to the preparation of the notification without errors or material misstatements. Whether caused by fraud or error.

Also, a member of the Board of Directors must inform the Board of his direct and indirect interests in the business and contracts made for the company.

Our independence and quality control:

We have complied with the independence requirements of our Code of Ethics and Ethics in relation to our limited confirmation link and other ethical and professional requirements that are approved in the Kingdom of Saudi Arabia. Which include independence and other requirements based on fundamental principles of integrity, professional qualification, due diligence, confidentiality and professional conduct.

Our office applies the International Quality Control Standard No. (1) Adopted in Saudi Arabia. Accordingly, it maintains a comprehensive system of quality control that includes rules of professional conduct and ethics. Which is founded on the fundamental principles of integrity, professional competence, due diligence, professional conduct, professional standards, and applicable legal and regulatory requirements. Which is founded on the fundamental principles of integrity, professional competence, due diligence, professional conduct, professional standards, and applicable legal and regulatory requirements.

Our responsibility:

Based on the procedures we have performed and the evidence we have obtained, our responsibility is to form a limited confirmation link conclusion about the communication. We have performed the limited confirmation link in accordance with the International Standard on confirmation link (3000) (the rate approved in the Kingdom of Saudi Arabia). Which requires us to plan and implement this engagement to obtain confirmation link that nothing happened to make us believe that the company did not comply with the requirements related to Article (71) of the Companies Law when preparing this notification for the year ending on 31 December 2021 G.

The procedures are subject to our judgment, which includes the assessment of risks such as failure of systems, controls and controls, whether due to fraud or error. We take into consideration the internal control related to the company's compliance with the requirements of Article (71) of the Companies Regulations to prepare this notification when doing this risk assessment. With regard to the preparation of the notification, our procedures included a test examination of the evidence of regulations and control in accordance with the requirements of Article (71) of the Companies Law.

Whereas, the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion of limited confirmation link.

Summary of the work that has been done:

When preparing this notification, we planned and implemented the following procedures to obtain limited confirmation link of the company's compliance with the requirements of Article (71) of the Companies Law, as follows:

- Discussing with management about the process of acquiring business and contracts concluded with the company by any member of the board of directors.
- Obtaining, directly or indirectly, by a member of the company’s board of directors for the year ending on 31 December 2021 G, the attached notification that includes a list of transactions and contracts concluded with the company.
- Examination of the minutes of the Board of Directors meetings that show that the member of the Board of Directors has informed the Board of those transactions entered into by the member of the Board of Directors. In addition to exempting himself from voting in the Board on the resolution issued in this regard at the Board of Directors’ meetings.

- Examination of the confirmation obtained about the works and contracts executed by the member of the board of directors during the year by the member of the board of directors.
- Choosing to align the transactions and contracts included in the notification with the disclosure in Note No. 14 about the financial statements for the year ended 31 December 2021 G.

The inherent constraints

Our procedures for regulations and oversight relating to the preparation of the notification in accordance with the requirements of Article (71) of the Companies Law are subject to inherent restrictions. Accordingly, errors or irregularities may occur that are not discovered. Moreover, these procedures may not be relied upon as evidence of the effectiveness of systems and controls against fraud and error activities. Particularly by those in positions of authority or a limited confirmation link is less in scope than a reasonable confirmation link under International Standard for confirmation link (3000) (the rate approved in the Kingdom of Saudi Arabia). As a result, the procedures described above for gathering sufficient appropriate evidence have been reliably limited to those relating to reasonable confirmation. Thus less confirmation was obtained with a limited confirmation link as compared to a reasonable confirmation link.

Our procedures did not include an audit or review in accordance with International Standards on Auditing or International Standards for Review Engagements approved in the Kingdom of Saudi Arabia. Accordingly, we do not express an opinion or review regarding the adequacy of regulations and controls.

This conclusion relates only to the reporting for the year ended December 31, 2021, as it does not provide confirmation of any future dates or periods. Where there may be a change in regulations and controls that could affect the validity of our conclusion.

Limited Confirmation Conclusion:

Nothing happened to make us believe that the Company did not comply with the applicable requirements of Article (71) of the Companies Law based on the actions described in this report, when preparing the Reporting of Related Party Transactions for the year ended 31 December 2021 G.

Usage Restriction:

At the request of the company's management only, this report has been prepared, including our conclusion. This is to assist the company and the company's chairman of the board of directors to fulfill their obligations to report to the general assembly under Article (71) of the Companies Law. The report may not be used for any other purpose or distributed to any other parties except the Ministry of Commerce and Investment, the Capital Market Authority and the company's shareholders, or quoting or referring to it without our prior approval.

Riyadh on: 17/05/2022 G – 16/10/1443 H

Al Kharashi & Co. - Chartered Accountants and Auditors

Suleiman Abdullah Al-Kharashi

License No. (91)

Wafrah for Industry and Development Company

28/04/2022 G

M/S members of the Ordinary General Assembly of Wafrah for Industry and Development Company

The Board of Directors, based on the requirements of Article (71) of the Companies Law, which requires a member of the Board of Directors to inform the Board of his personal interest in the business and contracts made for the company, would like to inform your esteemed assembly of the following:

A. Dealing with related parties:

Relationship owner	Nature of relationship	Transaction type	Related party	Duration of the contract	Transaction Amount (in Saudi Riyals)
1. Distinguished Meat Trading Est.	Related party	Sales	Member of the Board of Directors	Open	756.839
2. Distinguished Meat Trading Est.	Related party	Purchases	Member of the Board of Directors	Open	646.109

I would like to inform that the Board has taken the necessary legal procedures and made sure that there is no preference for the above-mentioned company in the contract that was awarded to it. After the review, it was found that the transaction was carried out in accordance with the approved policies of the company. The Board also found that no damages occurred to the shareholders as a result of this. In accordance with the standards issued by the Saudi Organization for Certified Public Accountants, the company's auditor was appointed to submit their report according to the regulatory requirements. The Council proposes to your esteemed assembly to approve these transactions.

Chairman of Board of Directors

Muhammad Yaqoub Al-Makhdhab