

Limited Assurance Report

TO: THE SHAREHOLDERS MIDDLE EAST SPECIALIZED CABLES COMPANY (A Saudi Joint Stock Company)

We have undertaken a limited assurance engagement in respect of anything has come to our attention that causes us to believe that what has been detailed in the subject paragraph below (the "subject") has not been reported and fairly presented, in all material respects, in accordance with the applicable criteria ("Criteria") mentioned below.

Subject matter

The subject matter relevant for the Limited Assurance engagement is related to the financial information described in the attached declaration (Appendix 1) submitted by the chairman of the Board of Directors of MIDDLE EAST SPECIALIZED CABLES COMPANY ("the Company") to the Ordinary General Assembly for transaction and contracts with any members of the Board of Directors of the Company that has a direct or indirect interest, in accordance with the requirements of Article (71) of the Companies Law.

Criteria

1. Article (71) of the Companies Law issued by the Ministry of Commerce and Investment (1437H - 2015).
2. Declaration submitted by the chairman of the Board of Directors (Appendix 1).
3. The Company's accounting records as on December 31, 2020.

Management responsibility

Management of the Company is responsible for the preparation and fair presentation of the information contained in the above subject matter paragraph in accordance with the criteria, and is also responsible for choosing the methods of applying those criteria, and for such internal control as management determines is necessary to enable the preparation of information contained in the above subject paragraph to be free from material misstatement, whether due to fraud or error, choosing and applying appropriate controls, maintaining adequate records and making reasonable estimates according to related circumstances and events.

Our responsibility

Our responsibility is to express a limited assurance conclusion on the above subject matter paragraph, we have conducted this assignment in accordance with the International Standard for Assurance Engagements (3000) "Assurance engagements other than audits or reviews of historical financial information" as adopted in the Kingdom of Saudi Arabia, and the terms and conditions related to the limited assurance that has been agreed upon with the management of the Company.

Our procedures are designed to obtain a limited level of assurance sufficient to provide a basis for expressing our conclusion and, accordingly, we have not obtained all of the evidences required to provide a reasonable level of assurance. The procedures implemented depend on our professional judgment, including the risk of material misstatement of the matter, whether due to fraud or error. We also took into account the effectiveness of internal control systems when determining the nature and extent of our procedures, and our engagement was not designed to provide assurance about the effectiveness of those systems.

Limited Assurance Report (continued)

**TO: THE SHAREHOLDERS MIDDLE EAST SPECIALIZED CABLES COMPANY
(A Saudi Joint Stock Company)**

Independence and Quality Control

We have complied to the independence and other requirements of the Code of Professional conduct and ethics for Accountants issued by the board of International Code of Ethics for Professional Accountants, which is based on the basic principles of integrity, objectivity, professionalism, due diligence, confidentiality and professional conduct. We are also independent of the Company according to the relevant code of conduct and ethics in the Kingdom of Saudi Arabia.

We also implement the International Standard on Quality Control (1), thus maintaining a comprehensive quality control system including documented policies and procedures regarding adherence to ethical requirements, professional standards, and applicable statutory and regulatory requirements.

Summary of the implemented procedures

The procedures performed in a limited assurance engagement vary in nature and timing, and are less in extent than for a reasonable assurance engagement. As a result, the level of assurance obtained in a limited assurance engagement is substantially much lower than the assurance that would have been obtained had we performed a reasonable assurance engagement.

According to the engagement letter, our procedures that we implemented included - but were not limited to - the following:

- Obtaining the declaration submitted by the chairman of the Board of Directors to the Ordinary General Assembly on all types of business and contracts executed by any of the members of the Board of Directors, directly or indirectly, with the Company during the year ending on December 31, 2020, and matching them with the accounting records of the Company.
- Reviewing the minutes of the Board of Directors' meetings regarding the works and contracts that the members of the Board of Directors implement.

Limited Assurance Conclusion

Based on the procedures we have performed and the evidence we have obtained, nothing has come to our attention that causes us to believe that what was detailed in above Subject matter paragraph is not prepared, and presented fairly, in all material respects, in accordance with the relevant criteria.

Other Matters

The attached Appendix (1) has been stamped by us for identification purposes only.



**AlAzem, AlSudairy, AlShaikh & Partners
Certified Public Accountants**



**Abdullah M. Al Azem
License No. 335**

20 Shaban 1442H (2 April 2021)
Riyadh, Kingdom of Saudi Arabia

Date : 01/04/2021

Dear Shareholders of Middle East Specialized Cables Company (MESC)

Kindly find below transactions and contracts made with parties related to board of directors during the year 2020 and authorize it for year 2021 if any:

Company	Nature of relation	BOD member related	Transaction	Amount (SR)
Middle East Fiber Cable Co. (MEFC)	Owned partially to Chairman of BOD and other two BOD members	Abdulaziz Mohammed Alnamlah Suliman Mohammed Alnamlah Mohammed Abdulaziz Alnamlah	providing services and businesses	51,481
Middle East Fiber Cable Co. (MEFC)	Owned partially to Chairman of BOD and other two BOD members	Abdulaziz Mohammed Alnamlah Suliman Mohammed Alnamlah Mohammed Abdulaziz Alnamlah	Purchases	125,013
Contractors Services Co.	Owned partially to Chairman of BOD and other BOD member	Abdulaziz Mohammed Alnamlah Mohammed Abdulaziz Alnamlah	Sales of Cables	1,052,385

Best regards,



Chairman of Board of Directors

Yahya Ibrahim Al Qunaibit

