



Ernst & Young & Co. (Certified Public Accountants)
General Partnership
Adeer Tower, 15th Floor
Prince Turki Bin Abdulaziz Street, Al Khobar Corniche
P.O. Box 3795
Al Khobar 31952
Kingdom of Saudi Arabia
Head Office – Riyadh

Registration No. 45/11/323
C.R. No. 2051058792

Tel: +966 13 840 4600
Fax: +966 13 882 0087

ey.ksa@sa.ey.com
ey.com/mena

1/2

Limited Assurance Report to the Shareholders of Zamil Industrial Investment Company (A Saudi Joint Stock Company)

We have carried out a limited assurance engagement in order to state whether anything has come to our attention that causes us to believe that the subject matter detailed below ("Subject Matter"), has not been properly prepared, in all material respects, in accordance with the applicable criteria mentioned below.

Subject Matter:

The Subject Matter of our limited assurance engagement relates to the financial information shown in the attached Declaration (Appendix 1) presented by the Chairman of Board of Directors of Zamil Industrial Investment Company (A Saudi Joint Stock Company) ("the Company") to the Ordinary General Assembly with respect to the business and contracts in which a member of Board of Directors of the Company has a direct or indirect personal interest for the year ended 31 December 2020, in accordance with the requirements of Article (71) of the Companies' Law.

Applicable Criteria:

- Article (71) of the Companies' Law issued by the Ministry of Commerce and Investment ("MOCI") (1437H -2015).
- The Declaration presented by the Chairman of the Board of Directors of the Company (Appendix 1).
- The Declarations presented by the members of the Company's Board of Directors with respect to the business and contracts in which a member of the Company's Board of Directors has a direct or indirect personal interest for the year ended 31 December 2020.
- The Company's accounting records for the year ended 31 December 2020.

Management Responsibility:

The management is responsible for the preparation and presentation of the Subject Matter above in accordance with the applicable criteria and is also responsible for the selection of methods used in the applicable criteria. Further, the Management is responsible for establishing and maintaining internal controls relevant to the preparation and presentation of the Subject Matter above that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate criteria; maintaining adequate records and making estimates that are reasonable in the circumstances.

Our Responsibility:

Our responsibility is to express a limited assurance conclusion on the Subject Matter above based on our assurance engagement conducted in accordance with International Standard on Assurance Engagements (3000) "Assurance Engagements Other Than Audits or Reviews of Historical Financial Information" endorsed in the Kingdom of Saudi Arabia, and the terms and conditions for this engagement as agreed with the Company's management.

Our procedures were designed to obtain a limited level of assurance on which to base our conclusion, and, as such, do not provide all of the evidence that would be required to provide a reasonable level of assurance. The procedures performed depend on our judgment including the risk of material misstatement of the Subject Matter, whether due to fraud or error. While we considered the effectiveness of internal controls when determining the nature and extent of our procedures, our engagement was not designed to provide assurance on effectiveness of those controls.

Independence and quality controls:

We have complied with the independence and other ethical requirements of the professional code of conduct and ethics endorsed in the Kingdom of Saudi Arabia, which was founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

Our firm applies International Standard on Quality Control (1) standard and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Limited Assurance Report to the Shareholders of Zamil Industrial Investment Company
(A Saudi Joint Stock Company) - continued

Summary of Procedures:

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

Our procedures included, but were not limited to:

- Obtaining the declaration presented by the Chairman of the Board of Directors, which includes the financial information relating to the business and contracts in which a member of the Company's Board of Director has a direct or indirect personal interest for the year ended 31 December 2020, in accordance with the requirements of Article (71) of the Companies' Law (Appendix 1).
- Obtaining declarations from the members of the Board of Directors regarding the business and contracts that they have with the Company for the year ended 31 December 2020.
- Agreeing the financial information in (Appendix 1) to the Company's accounting records for the year ended 31 December 2020.

Limited Assurance Conclusion:

Based on our limited assurance procedures performed and evidence obtained, nothing has come to our attention that causes us to believe that the information in the Subject Matter above, has not been properly prepared, in all material aspects, in accordance with the applicable criteria.

Other Matters

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

For Ernst & Young



Waleed G. Tawfiq
Certified Public Accountant
License No. (437)



25 Sha'ban 1442 H
7 April 2021

Al-Khobar

**A notification submitted by the Chairman of the Board of Directors
of Zamil Industrial Investment Company**

**To the General Assembly
Zamil Industrial Investment Company
Dammam, Saudi Arabia**

A statement of the business and contracts in which the members of the Board of Directors have a direct or indirect personal interest, including the transactions that took place with the shareholders of the company and represented by the member of the Board of Directors in the board or with the companies owned by the members of the Board of Directors during the year ending on 31 December 2020.

1. The following is a list of the transactions relating to sales, purchases, and other transactions that the company undertook during the year ended on 31 December 2020:

(A) Sale of goods and services made by the company to the following companies:

Company Name	Business Relation	Amount (SAR)
Zamil Architectural Holding Company	Affiliated to a shareholder	138,840
Zamil Chem-Plast Industries	Affiliated to a shareholder	376,984
Zamil Trade & Services Holding Company	Affiliated to a shareholder	10,281,493
Zamil Real Estate Holding Company	Affiliated to a shareholder	6,119,491

(B) Purchase of the company's goods and services from the following companies:

Company Name	Business Relation	Amount (SAR)
Zamil Architectural Holding Company	Affiliated to a shareholder	1,918,625
Zamil Chem-Plast Industries	Affiliated to a shareholder	6,850,267
Zamil Trade & Services Holding Company	Affiliated to a shareholder	12,518,494
Zamil Real Estate Holding Company	Affiliated to a shareholder	8,406,244

2. We assure the respected shareholders that the transactions described in this notification have been reviewed and approved by the Chief Financial Officer, the CEO of the company, and the Board of Directors.
3. We assure the respected shareholders that all transactions described in this notification have been recorded in the company's consolidated financial statements for the year ended on 31 December 2020. Only material information has been disclosed in these consolidated financial statements, specifically in note No. (36), based on the accepted accounting standards issued by the Saudi Organization for Certified Public Accountants in the Kingdom of Saudi Arabia.
4. We assure the respected shareholders of the accuracy of the calculations for the transactions described in this notification.




Khalid A. Al Zamil
Chairman of the Board of
Directors



