4 February 2026

Annual Report of the Audit Committee for the year ended 31 December 2025

Introduction

The Audit Committee is pleased to submit its annual report for the year ended 31 December 2025 to the Board of Directors and the Shareholders of the Saudi Arabian Cooperative Insurance Company.

The Audit Committee's ("AC") prime responsibility is to oversee the adequacy and effectiveness of the Company's internal and financial control systems and risk management system on behalf of the Company's Board of Directors. The Company's management is primarily responsible for reporting financial statements and establishing, maintaining, and assessing the effectiveness of adequate internal control and risk management systems. The system includes the policies, procedures, and processes designed under the supervision of the Board of Directors to achieve the Company's strategic objectives.

In fulfilling its oversight responsibilities, the AC reviewed and discussed the internal audit reports, which focused on internal controls and risk management, compliance reports, and the quarterly and annual financial statements with the Company management, including discussions with the external auditors where relevant matters were discussed, the adequacy of disclosures, the extent of implementing accounting policies and standards, and discussing all relevant aspects. The Committee's annual report is forwarded to the Board of Directors for review, which incorporates recommendations for improvement of the internal controls.

Committee's opinion on the Adequacy of the Internal and Financial Control Systems and Risk Management Systems in the Company

The Audit Committee has reviewed the internal and financial control systems and risk management systems of the Company to ensure that they are adequate and to ensure their application in a sound and regular manner. The committee has obtained based on the reports submitted by the Internal Audit Department, the Finance Department, the Actuary Department, and the Compliance Department, reasonable assurance that the internal and financial control systems and risk management systems meets the Company's need for the

effectiveness of its operational procedures, adherence to the applicable regulations including the submission of reports to the relevant supervisory authorities at the appropriate time.

Furthermore, the Audit Committee supports the annual confirmations and approvals by the executive management that it has not been informed of any significant deviation that might impair the integrity and correctness of the Company's financial statements for the year ending December 2025.

Responsibilities

While performing their tasks, the Committee members should prioritize the Company's interest against any other considerations that might affect their work or decisions. The Committee will carry out the following responsibilities:

Financial Statements

1. Review significant accounting and reporting issues, including complex or unusual transactions and highly judgmental areas, and recent professional and regulatory pronouncements, and understand their impact on the financial statements.
2. Analysing the Company's interim and annual financial statements before presenting them to the Board and providing its opinion and recommendations thereon to ensure their integrity, fairness, and transparency.
3. Review the annual financial statements, and consider whether they are complete, consistent with information known to the Committee members, and reflect appropriate accounting principles and make recommendations thereon to the Board.
4. Examining the accounting estimates concerning significant matters that are contained in the financial reports.
5. Ensuring that the financial reports have been prepared per the accounting policies approved by the relevant supervisory authorities.
6. Identifying and reviewing the accounting problems that affect the process of preparing financial reports and understanding the extent of their impact on the validity of those reports.
7. Preparing the Board of Directors' recommendations regarding the appropriateness of the applied accounting policies to the nature of the Company's business and evaluating them for the financial reports issued by the Company and for the nature of the audit process.

Internal Controls

1. Examining and reviewing the Company's internal and financial control systems and risk management system.
2. Preparing recommendations related to establishing a control environment within the Company.

External Auditors

1. Providing recommendations to the Board to nominate external auditors, dismiss them, determine their remunerations, and assess their performance after verifying their independence and reviewing the scope of their work and the terms of their contracts.
2. Verifying the independence of the external auditors, its objectivity, fairness, and effectiveness of the audit activities, taking into account the relevant rules and standards.
3. Conducting an annual audit of the performance of the external auditors and making recommendations related to their appointment, reappointment, or termination of the Company's contract with them.
4. Review the external auditors' proposed audit scope and approach, including coordination of audit efforts with the internal audit.
5. Work with the external auditors to coordinate the preparation of the audit plan and procedures for the financial year, taking into account the current conditions of the Company and any changes that occurred in the conditions required by the legal supervisory authorities.
6. Follow up on the work of the external auditors, and approve any work outside the scope of the audit work assigned to them while performing the audit work.
7. Work on solving the problems that external auditors may face during their performance of the audit, which may include any difficulties they encounter concerning the objectives of the audit process or their difficulty in accessing information.
8. Discuss the important findings and recommendations reached by the external auditors and executive management's response to them, as well as the corrective measures taken based on those recommendations and answering their inquiries.

Actuary

1. Reviewing the Actuary reports and making recommendations thereon for the Board.
2. Ensuring the Company's compliance with the Actuary's proposals and recommendations, where these are mandatory and required by Regulations or the Insurance Authority's instructions.
3. Ensuring External Auditors' Actuaries are appropriately qualified and possess sufficient and relevant experience to perform their tasks.

Internal Audit and Compliance

1. Supervising the Internal Audit Department in the company to verify its effectiveness in carrying out the tasks assigned to it by the Board of Directors.
2. Review the effectiveness of the system for monitoring compliance with laws and regulations and the results of management's investigation and follow-up (including disciplinary action) of any instances of noncompliance.
3. Review the internal audit reports and pursue the implementation of the corrective measures in respect of the comments included in them.
4. Review the reports of the Compliance Department or the Compliance Officer and make recommendations thereon to the Board.
5. Approve the annual audit plan and all major changes to the plan. Review the internal audit activity's performance relative to its plan.
6. Review, approve, and monitor the implementation of the compliance plan.
7. Evaluate the efficiency, effectiveness, and objectivity of work performed by the Internal Audit Department or the Internal Auditor.
8. Evaluate the efficiency, effectiveness, and objectivity of the work carried out by the Compliance Control Department and the Compliance Officer.

The Committee held eight (8) meetings during the year 2025 with the members' attendance mentioned below:

Sr. No.	Meeting Number	Commencement Date
1	89	30-Jan-25
2	90	9-Mar-25
3	91	22-Apr-25
4	92	6-May-25
5	93	31-Jul-25
6	94	10-Sep-25

Sr. No.	Meeting Number	Commencement Date
7	95	2-Nov-25
8	96	23-Dec-25

At the end of the financial year 2025, the Audit Committee was made up of members indicated below:

Member Name	Designation	Attendance
Mr. Saleh Al Helaissi	Chairman (Independent), Since June 2025	4/4
Mr. Khalid Albawardi	Member (Independent)	8/8
Mr. Feras Alharbi	Member (Independent), Since June 2025	4/4
Dr. Khalil Kordi	Ex- Chairman (Independent)	4/4
Mr. Waleed Al Othaimeen	Ex- Member (Independent)	4/4

Mr. Feras Alharbi
(Member Audit Committee)

Mr. Khalid Albawardi
(Member Audit Committee)

Mr. Saleh Al Helaissi
(Chairman Audit Committee)