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License No. 46/11/323 issued
11/3/1992

Independent reasonable assurance report

To the Board of Directors of Muscat Capital Company

Upon request of the management of **Muscat Capital Company** ("the Company"), we have carried out a reasonable assurance engagement in order to conclude whether the subject matter detailed below ("Subject Matter"), has been prepared, in all material respects, in accordance with the applicable criteria ("Applicable Criteria") as detailed below.

Subject Matter

The Subject Matter for our reasonable assurance engagement is related to the Return of Capital Adequacy ("the Return"), as attached with this report and as prepared and presented by management in accordance with the Prudential Rules issued by the Capital Market Authority ("CMA") relating to the determination of capital adequacy for the year ended 31 December 2019.

Applicable Criteria

We have used the following as the Applicable Criteria:

1. Requirements of the Prudential Rules issued by the CMA relating to the determination of capital adequacy.

Management responsibility

The management of the Company is responsible for the preparation and appropriate presentation of the Subject Matter in accordance with the Applicable Criteria. Furthermore, the Company's management is responsible for establishing and maintaining internal controls relevant to the preparation and presentation of the Subject Matter 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 reasonable assurance conclusion on the Subject Matter based on our reasonable assurance engagement conducted in accordance with the International Standard on Assurance Engagements ("ISAE") 3000: *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* as endorsed in the Kingdom of Saudi Arabia and the terms and conditions for this engagement as agreed with the Company's management.

Reasonable assurance is a high level of assurance, but is not a guarantee that it will always detect a material misstatement when it exists. Misstatements, including omissions, within the Return are considered material if, individually or in the aggregate, they could reasonably be expected to influence the relevant decisions of the intended users taken on the basis of the Return.

The procedures performed depend on the assurance practitioner's judgement including the risk of material misstatement of the Subject Matter, whether due to fraud or error. While we considered the effectiveness of management's internal controls when determining the nature and extent of our procedures, our assurance engagement was not designed to provide assurance on internal controls.



Independent reasonable assurance report

To the Board of Directors of Muscat Capital Company (continued)

Independence and quality controls

We are independent of the Company in accordance with the professional code of conduct and ethics that are endorsed in the Kingdom of Saudi Arabia that are relevant to our assurance engagement and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Our firm applies International Standard on Quality Control 1 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.

Summary of procedures

The procedures that we performed included:

- Making enquiries of the relevant Company's management and staff to understand the Company's overall compliance framework related policies as well as the established processes, systems and controls for ensuring and monitoring compliance with the Prudential Rules issued by the CMA relating to the determination of capital adequacy as at 31 December 2019;
- Agreeing the information presented in the Company's Return to the underlying information sources and accounting books and records;
- Agreeing the information presented in the Company's Return to the underlying information disclosed in note 25 to the audited financial statements of the Company for the year ended 31 December 2019; and
- Checking the mathematical accuracy of the Return.

Reasonable assurance conclusion

Based on our reasonable assurance procedures performed and the evidence obtained, the accompanying Return of the Company for the year ended 31 December 2019 as described in the Subject Matter above, has been prepared, in all material respects, in accordance with the Applicable Criteria.

Restriction of use of our report

Our report is prepared upon the request of the Company's management to be submitted to the CMA and should not be used for any other purpose.

For KPMG Al Fozan & Partners
Certified Public Accountants

Khalil Ibrahim Al Sedais
License No. 371



24 Rajab 1441H
Corresponding to: 19 March 2020