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## **INDEPENDENT REASONABLE ASSURANCE REPORT**

To the Shareholders of the Mannai Corporation Q.P.S.C.

### **Report on Internal Controls over Financial Reporting**

In accordance with Article 24 of the Corporate Governance Code for Companies and Legal entities Listed on the Main Market ("the Code") issued by the Qatar Financial Markets Authority ("QFMA"), we were engaged by the Board of Directors of the Mannai Corporation Q.P.S.C. ("the Company") to carry out a reasonable assurance engagement over Board of Directors' description of the processes and internal controls and assessment of the suitability of the design, implementation and operating effectiveness of its Qatar's operations (excluding its foreign operations) internal controls over financial reporting (the 'ICOFR') as at 31 December 2021 (the "Statement"). It's Qatar's operations' number that are best part of the scope of this engagement, are specified in note 25 to the consolidated financial statements for the year ended 31 December 2021.

### **Responsibilities of the Board of Directors**

The Board of Directors are responsible for fairly stating that the Statement is free from material misstatement and for the information contained therein.

The Statement related to Qatar's operations, which was signed by the CEO and CFO and shared with KPMG on 16 March 2022 and is to be included in the annual report of the Group, includes the following:

- the Board of Directors' assessment of the suitability of design, implementation and operating effectiveness of the ICOFR;
- the description of the process and internal controls over financial reporting for the processes of:
  - revenue and receivables;
  - procure to pay;
  - treasury;
  - inventory;
  - property, plant and equipment;
  - human resources and payroll;
  - general ledger and financial reporting;
  - entity level controls;
  - information technology general controls, and
  - disclosure controls.



## **INDEPENDENT REASONABLE ASSURANCE REPORT (CONTINUED)**

Mannai Corporation Q.P.S.C.

### **Responsibilities of the Board of Directors (continued)**

- designing, implementing and testing controls to achieve the stated control objectives;
- identification of control gaps and failures, how they are remediated, and procedures set to prevent such failures or to close control gaps; and
- planning and performance of the management’s testing, and identification of the control deficiencies.

The Board of Directors is responsible for establishing and maintaining internal controls over financial reporting based on the criteria established in *Internal Control – Integrated Framework* (2013), issued by the Committee of Sponsoring Organizations of the Treadway Commission (“COSO” or “COSO Framework”).

This responsibility includes designing, implementing, maintaining and testing internal control relevant to the preparation and fair presentation of the Statement that is free from material misstatement, whether due to fraud or error. It also includes developing the control objectives in line with the COSO Framework; designing, implementing and testing controls to achieve the stated control objectives; selecting and applying policies, making judgments and estimates that are reasonable in the circumstances, and maintaining adequate records in relation to the appropriateness of the Qatar’s operations’ ICOFR.

The Board of Directors is responsible for ensuring that management and staff involved with the preparation of the Statement are properly trained, systems are properly updated and that any changes in reporting encompass all significant business units.

The Board of Directors is also responsible for compliance with all applicable laws and regulations applicable to its activities.

### **Our Responsibilities**

Our responsibility is to examine the Statement prepared by the Company and to issue a report thereon including an independent reasonable assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000, *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform our procedures to obtain reasonable assurance about whether the Statement is fairly presented, in all material respects, in accordance with the control objectives set out therein.

We apply International Standard on Quality Control 1 and accordingly maintain a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.



## **INDEPENDENT REASONABLE ASSURANCE REPORT (CONTINUED)**

Mannai Corporation Q.P.S.C.

### **Our Responsibilities (continued)**

We have complied with the independence and other ethical requirements of the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants* (including International Independence Standards) (IESBA Code), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the Statement whether due to fraud or error.

Our engagement included assessing the appropriateness of the Qatar's operations' ICOFR, and the suitability of the control objectives set out by the Company in preparing and presenting the Statement in the circumstances of the engagement. Furthermore, evaluating the overall presentation of the Statement, and whether the internal controls over financial reporting are suitably designed and implemented and are operating effectively as of 31 December 2021 based on the COSO Framework.

The procedures performed over the Statement include, but are not limited to, the following:

- conducted inquiries with management of the Company to gain an understanding of the risk assessment and scoping exercise conducted by management;
- examined the in-scope areas using materiality at the Qatar's operations' combined financial statement level as specified in note 25 to the consolidated financial statements;
- assessed the adequacy of the following:
  - process level control documentation and related risks and controls as summarized in the Risk & Control Matrix ("RCM");
  - entity level controls documentation and related risks and controls as summarized in the RCM;
  - information Technology risks and controls as summarized in the RCM;
  - disclosure controls as summarized in the RCM.
- obtained an understanding of the methodology adopted by management for internal control design and implementation testing;
- inspected the walkthrough and design and implementation testing completed by management and conducted independent walkthrough testing, on a sample basis, as deemed necessary;
- assessed the significance of any internal control weaknesses identified by management;
- assessed the significance of any additional gaps identified through the procedures performed.



## **INDEPENDENT REASONABLE ASSURANCE REPORT (CONTINUED)**

Mannai Corporation Q.P.S.C.

### **Our Responsibilities (continued)**

- examined the management plans for testing the operating effectiveness to evaluate the reasonableness of tests with respect to the nature, extent and timing thereof, and whether the testing responsibilities have been appropriately assigned;
- examined the management's testing documents to assess whether the operating effectiveness testing of key controls has been performed by the management in accordance with the management testing plan; and
- re-performed tests on key controls to gain comfort on the management testing of operating effectiveness.

As part of this engagement, we have not performed any procedures by way of audit, review or verification of the Statement nor of the underlying records or other sources from which the Statement was extracted.

### **Other information**

The other information comprises the information to be included in the Company's annual report or any other report. We have not obtained the other information to be included in the annual report or any other report which is expected to be made available to us after the date of this report. The Statement and our reasonable assurance report thereon will be included in the annual report. When we read the annual report or any other report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Board of Directors.

### **Characteristics and Limitations of the Statement**

The Qatar's operations' internal controls over financial reporting, because of their nature, may not prevent or detect all errors or omissions in processing or reporting transactions and consequently cannot provide absolute assurance that the control objectives will be met.

Historic evaluation of design, implementation and operating effectiveness of an internal control system may not be relevant to future periods if there is a change in conditions or that the degree of compliance with policies and procedures may deteriorate.

The Statement is prepared to meet the common needs of a broad range of users and may not, therefore, include every aspect of the information that each individual user may consider important in its own particular environment.

### **Criteria**

The criteria for this engagement are the control objectives set out therein against which the design, implementation and operating effectiveness of the controls is measured or evaluated. The control objectives have been internally developed by the Company, based on the criteria established in the COSO Framework.



## INDEPENDENT REASONABLE ASSURANCE REPORT (CONTINUED)

Mannai Corporation Q.P.S.C.

### Conclusions

Our conclusion has been formed on the basis of, and is subject to, the matters outlined in this report.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

In our opinion, based on the results of our reasonable assurance procedures, the Board of Directors' Statement fairly presents that the Qatar's operations' ICOFR were properly designed and implemented and are operating effectively in accordance with the COSO framework as at 31 December 2021.

### Restriction of Use of Our Report

Our report should not be regarded as suitable to be used or relied on by any party wishing to acquire rights against us other than the shareholders of the Company and QFMA for any purpose or in any context. Any party other than the shareholders of the Company and QFMA who obtains access to our report or a copy thereof and chooses to rely on our report (or any part thereof) will do so at its own risk. To the fullest extent permitted by law, we accept or assume no responsibility and deny any liability to any party other than the shareholders of the Company and QFMA for our work, for this independent reasonable assurance report, or for the conclusions we have reached.

Our report is released to the shareholders of the Company and QFMA on the basis that it shall not be copied, referred to or disclosed, in whole (save for the Company's own internal purposes) or in part, without our prior written consent.

16 March 2022  
Doha  
State of Qatar



Gopal Balasubramaniam  
KPMG  
Auditor's Registration No. 251  
Licensed by QFMA: External  
Auditor's License No. 120153

Attachment: Management Statement on ICOFR