Description	Name / Designation	Signature	Date
Prepared by	Doris,Mike	宋亚男 [illegible]	2025-6-9
Reviewed by	Benny	[illegible]	2025-6-9
Approved by	Alex	[illegible]	2025-6-9

Document Approval

Document Information

Effective Date	Reference No.
2025-6-9	IDIPO-FIN-008

Document Change Log

Ver. No.	Page No.	Description of Amendment	Approved by	Effective Date
V1.0		Initial release	Alex	2025-6-9

1. General Provisions

1.1 These Measures are formulated in accordance with relevant laws and regulations, the Financial Management System of China Merchants Port Group Co., Ltd., and the Internal Control Measures of China Merchants Port Group Co., Ltd. – External Audits, for the purpose of standardizing the external audit activities of International Djibouti Industrial Parks Operation FZCO (hereinafter referred to as "IDIPO" or the "Company") and ensuring the quality of external audit work.

1.2 These Measures shall apply to IDIPO. Companies under its entrusted management may refer to these Measures for implementation. In the course of implementation, the form and procedures shall comply with relevant local laws and regulatory requirements overseas.

1.3 The term "external audit" in these Measures refers to the engagement of a qualified external audit firm by the Company to conduct an audit of the annual financial statements and issue an independent audit report. For audits other than annual financial statements, these Measures shall be referenced for implementation.

1.4 In formulating detailed audit management rules and implementing audits, the following key aspects or critical processes shall be strengthened in risk control, with corresponding measures taken:

1.4.1 Establishing an external audit firm engagement procedure compliant with the Company's regulations to ensure audit quality and control audit costs;

1.4.2 Setting up an appropriate external audit management organization, with dedicated or part-time personnel responsible for organizing, managing, and coordinating external audit work;

1.4.3 Developing suitable external audit management procedures to enhance the planning and effectiveness of external audit work.

1.5 The Company shall proactively cooperate with the external audit firm in the annual financial statement audit by providing the required audit materials in accordance with the engagement letter and ensuring the authenticity of the submitted documents.

1.6 The audited financial statements must comply with the relevant laws, regulations, and accounting standards of the Company's jurisdiction and shall be submitted to relevant shareholders, creditors, government authorities, and other parties within the stipulated time frame as required.

2. Engagement of External Audit Firms

2.1 For external audits, the annual audit shall be conducted in accordance with the unified arrangements of China Merchants Port. Non-annual audits shall be independently engaged by the Company.

2.2 The Company shall engage an external audit firm for the annual audit and execute an engagement letter based on the notice from China Merchants Port, specifying the scope and content of the audit, the rights and responsibilities of both parties, service terms, and liabilities for breach of contract.

2.3 For non-annual audits, the Company shall select an external audit firm through transparent and reasonable methods such as bidding, adhering to the principles of fairness and impartiality, while ensuring audit quality and reasonably controlling audit costs.

2.4

After signing the audit engagement letter, the Company shall complete the filing procedures as required by the Finance Department of China Merchants Port and submit the Annual Financial Statement Audit Filing Form.

3. Organization of External Audit Work

The Company's responsible person and financial officer shall strengthen leadership over external audit work. All departments of the Company shall actively cooperate with external audits and provide necessary financial and other relevant materials.

3.1 The Company shall designate a full-time or part-time staff member to oversee external audit management, with primary responsibilities including:

3.1.1 Before the audit begins, liaising with the external audit firm to determine audit procedures, timelines, required data content and format, inventory counting schedules, etc.

3.1.2 During the audit, coordinating with the external audit firm, assisting in the audit process, and providing unaudited financial statements and relevant documents.

3.1.3 Participating in discussions on external audit, accounting, and tax-related issues, and following up on relevant matters.

3.1.4 If necessary, arranging for independent appraisers to conduct evaluations and obtaining approvals or completing filings in accordance

3.1.5 Supervising the external audit work of subsidiaries.

3.1.6 Regularly reporting audit progress and the handling of audit-related issues to the financial officer.

3.1.7 Collecting audit reports and management recommendation letters from the Company, subsidiaries, and affiliated enterprises, reviewing them, and providing relevant suggestions.

3.1.8 Actively cooperating with China Merchants Port's audit requirements and submitting the Company's audit reports, management recommendation letters, and related materials to the Finance Department of China Merchants Port in a timely manner.

3.1.9 Drafting implementation plans for the Company's management recommendation letters and tracking their execution, as well as that of subsidiaries.

4. Management of External Audit Work

4.1 Prior to the commencement of external audit work, the Company shall agree with the external audit firm on a detailed audit plan, including defining the audit scope, coordination matters, and work schedule.

4.2 During the audit process, the Company shall promptly provide the external audit firm with all required materials without concealment or fabrication. Such materials include, but are not limited to: accounting vouchers, ledgers, internal financial management systems, accounting policies and methods, major purchase and sales contracts, significant investment agreements, decision-making or approval documents for major economic matters such as asset restructuring and enterprise restructuring, and other relevant materials.

4.3 The Company shall not request the external audit firm to issue false or inappropriate audit opinions or make other unreasonable demands. Financial and accounting information shall be fully disclosed in the audited financial statements.

4.4 When auditing the Company's financial statements, the external audit firm may request cooperation from the audit firms of subsidiaries in terms of audit scope and procedures and may review their audit working papers. The subsidiaries shall instruct their external audit firms to actively cooperate. If the Company's external audit firm requires cooperation or access to audit working papers from the audit firms of affiliated enterprises, the Company shall liaise with such enterprises to secure their support.

4.5 The Company must understand the rationale and calculation basis for each audit adjustment entry. All audit adjustments shall be confirmed in writing by the head of the Company's financial department.

4.6 Within one month after the audit concludes, if the provisions for special asset impairment or estimated liabilities in the Company's audited statements differ from those approved by China Merchants Port, the discrepancies shall be reported to the Finance Department of China Merchants Port for filing.

4.7 The Company shall require its auditor to issue an Audit Management Letter, providing recommendations for improvements in internal management identified during the audit. The Company must submit feedback and a rectification plan (including a timeline) in response to the Audit Management Letter and submit these documents, along with the Audit Management Letter, to the Finance Department of China Merchants Port within one month after the audit concludes.

5. Supplementary Provisions

5.1 These Measures shall be interpreted and amended by the Finance Department.

5.2 These Measures shall take effect from the date of promulgation.