

## TO THE SHAREHOLDERS OF GALFAR ENGINEERING AND CONTRACTING SAOG

We have performed the procedures prescribed in Capital Market Authority (CMA) circular no 16/2003, dated 29 December 2003 with respect to the accompanying corporate governance report of **Galfar Engineering and Contracting SAOG** and its application of corporate governance practices in accordance with the CMA Code of Corporate Governance issued under circular no. 11/2002 dated 3 June 2002 and the CMA Rules and Guidelines on disclosure, issued under CMA administrative decision 5, dated 27 June 2007. Our engagement was undertaken in accordance with the International Standard on Related Services applicable to agreed-upon procedures engagements. The procedures were performed solely to assist you in evaluating the extent of the company's compliance with the code as issued by the CMA.

We report our findings below:

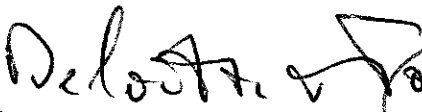
We found that the company's corporate governance report fairly reflects the company's application of the provisions of the code and is free from any material misrepresentation, except for the matter referred to in the below mentioned paragraph.

We draw attention to the paragraph 11 in the Board of Directors' corporate governance report, which states that the Audit Committee has decided to engage the services of a professional firm in the year 2009 to carry out procedures for further enhancement of the system of internal control.

Because the above procedures do not constitute either an audit or a review made in accordance with International Standards on Auditing or International standards on Review Engagements, we do not express any assurance on the corporate governance report.

Had we performed additional procedures or had we performed an audit or review of the corporate governance report in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose. This report relates only to the accompanying corporate governance report of **Galfar Engineering and Contracting SAOG** to be included in its annual report for the year ended 31 December 2008 and does not extend to any financial statements of **Galfar Engineering and Contracting SAOG**, taken as a whole.

  
**Deloitte & Touche (M.E.)**  
Muscat, Sultanate of Oman  
26 February 2009

