



**SUPPLEMENTARY EXPLANATORY NOTE TO THE RESOLUTION PROPOSED FOR THE ANNUAL GENERAL MEETING OF QUALITY CHEMICAL INDUSTRIES LIMITED SCHEDULED FOR TUESDAY, 30 JUNE 2026.**

**ORDINARY BUSINESS: APPOINTMENT OF AN EXTERNAL AUDITOR.**

**RESOLUTION 5:** To consider and if deemed fit, pass an ordinary resolution to appoint KPMG Uganda as the External Auditor of the Company for the financial year ending 31 March 2027 and authorise the Board of Directors to set the External Auditor’s remuneration in accordance with Article 162 of the Articles of Association.

Following its annual review and in line with evolving global corporate governance practices for listed entities, including the principle of auditor independence and periodic audit firm rotation, the Board has determined that it is in the best interests of the Company and its shareholders to initiate a change in the External Auditor. Regular rotation of audit firms is widely recognised as enhancing independence and objectivity.

Following a structured and competitive selection process overseen by the Audit and Risk Committee, KPMG Uganda was identified as a suitably qualified firm with the requisite expertise, industry knowledge, and capacity to undertake the audit of the Company.

Accordingly, and in compliance with applicable legal and regulatory requirements, the Board recommends the appointment of KPMG Uganda as the External Auditor of the Company for the financial year ending 31 March 2027.