

Aman Union Database Centre
Special purpose financial statements
For the year ended December 31, 2024
And Independent auditors' report

Aman Union Database Centre

Special purpose financial statements for the year ended December 31, 2024

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Independent auditors' report

To: The General Assembly of Aman Union Database Center

Opinion

We have audited the special purpose financial statements of Aman Union Database Center managed by The Islamic Corporation for the insurance of Investment and Export Credit ("the Database Center"), which comprise the special purpose statement of financial position as of December 31, 2024, and special purpose statement of income and retained funds, and special purpose statement of cash flows for the financial year then ended, and notes to the special purpose financial statements including a summary of significant accounting policies.

In our opinion, the accompanying special purpose financial statements present fairly, in all material respects, the financial position of Aman Union Database Center as of December 31, 2024, and its financial performance and its cash flows for the financial year then ended in accordance with accounting policies set out in Note (2) to the special purpose financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs") which are in Saudi Arabia. Our responsibilities under those standards are further described in the Auditors' responsibilities for the Audit of the Special Purpose Financial Statements section of our report. We are independent of the Database Center in accordance with the ethical requirements that are relevant to our audit of the special purpose financial statements in Saudi Arabia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter "Basis of Accounting and Restriction on Distribution and Use"

- We draw attention to Note (2) to the special purpose financial statements which describes the basis of accounting.

- The special purpose financial statements are prepared to provide information to the Administrator and Members. As a result, the special purpose financial statements may not be suitable for another purpose. Our audit report is intended solely for the Administrator and Members and should not be used by parties other than them. Our opinion is not modified in respect of this matter.

Responsibilities of the Administrator for the Special Purpose Financial Statements

The Administrator is responsible for the preparation and fair presentation of the special purpose financial statements in accordance with the accounting policies set out in the note (2) to the special purpose financial statements and the establishment Agreement, and for such internal control as Administrator determines is necessary to enable the preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the special purpose financial statements, the administrator is responsible for assessing the Database Center's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern of accounting unless the Administrator either intends to liquidate the Database Center or to cease operations, or has no realistic alternative but to do so.

The Administrator is responsible for overseeing the Database Center's financial reporting process.

Auditors' Responsibilities for the Audit of the Special Purpose Financial Statements.

Our objectives are to obtain reasonable assurance about whether the special purpose financial statements as a whole are free from material misstatement whether due to fraud or error and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs which are endorsed in Saudia Arabia will always detect a material misstatement when it exists misstatements can arise from fraud or error and are considered material if individually or in the aggregate they could be expected to influence the economic decisions of users taken on the basis of these special purpose financial statements.

As part of the audit in accordance with ISAs which are endorsed in Saudia Arabia, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the special purpose financial statements whether due to fraud or error design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Database Center's internal control.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Database Center's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Database Center to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Walid Abdullah Temairik

License No. 338

Jeddah

Date: 00/00/2025

Aman Union Database Center

Special purpose statement of financial position as of :

In EUR

	Note No.	31/12/2024	31/12/2023
Assets			
Cash and cash equivalents	3	54,662	52,749
Due from related parties	4	4,364	4,364
Total assets		59,026	57,113
Liabilities			
Accrued expenses	5	12,943	9,129
Due to related parties	4	2,173	2,191
Total liabilities		15,116	11,320
Retained Funds and Equity			
Unrestricted funds		43,910	45,793
Total Retained Funds and Equity		43,910	45,793
Total Liabilities and Retained Funds and Equity		59,026	57,113

The accompanying notes from No. (1) to No. (9) form an integral part of these special purpose financial statements

Aman Union Database Center

Special purpose statement of income and retained funds

For the year ended December 31, :

In EUR

	Note No.	2024	2023
Revenue			
Membership fees	6	9,000	11,932
Total revenue		9,000	11,932
Expenses			
Forex exchange loss		18	(76)
General and administrative expenses	7	(10,901)	(9,194)
Total expenses		(10,883)	(9,270)
Net movement in funds		(1,883)	2,662
Retained funds at the beginning of the year		45,793	43,131
Net movement in funds during the year		(1,883)	2,662
Retained funds at the end of the year		43,910	45,793

The accompanying notes from No. (1) to No. (9) form an integral part of these special purpose financial statements

Aman Union Database Center

Special purpose statement of cash flows

For the year ended December 31, :

In EUR

	<u>2024</u>	<u>2023</u>
<u>Cash Flow from Operating Activities</u>		
Increase in net assets during the year	(1,883)	2,662
Adjustments for :		
Due from related parties	-	-
Accrued expenses	3,814	(71)
Due to related parties	(18)	76
Net cash provided by operating activities	<u>1,913</u>	<u>2,667</u>
Net increase in cash and cash equivalents	1,913	2,667
Cash and cash equivalents at 1 January	52,749	50,082
Cash and cash equivalents at 31 December	<u><u>54,662</u></u>	<u><u>52,749</u></u>

The accompanying notes from No. (1) to No. (9) form an integral part of these special purpose financial statements

Aman Union Database Center
Notes to the special purpose financial statements
For the year ended December 31, 2024
In EUR

1. Incorporation of the Database Center

Aman Union Database Center (the " Database Center"), a Common Credit information Database was established as a sub- establishment under the Aman Union in 2013. The objective of the Database Center is to strengthen mutual relations through effective cooperation and exchange of credit and business information and seek to enhance the credit and business information environment in the Member countries of the Arab investment and Export Credit Guarantee Corporation (DHAMAN) and the Organization of the Islamic Cooperation (OIC) through the following:

- Encouragement of the development of reliable credit and business information systems in existing and new National export credit Agencies in the Member Countries.
- Encouragement of efforts towards enhancing the credit reporting climate in Member countries through adherence to sound principles and best industry practices of credit reporting for the benefit of export Credit Agencies, Banks, and exporters in Member Countries.
- Encouragement of exchange of information, technical assistance, expertise, and consolation in relation to business and credit information among Members of the Database Center who are Members in Aman Union.
- As a long-term plan, the development of a credit information agency for assessing credit worthiness, as well as development of a dept- collection agency, training centers and other institutions which may develop and improve the commercial and non- commercial insurance and reinsurance industry.
- Provision of my technical support services, training services training services to Members of the database for development of theoretical and applied Knowledge in the areas relating to credit information and reporting.
- Cooperation with other international organizations and agencies, which are engaged in collection. Production and distribution of business and credit information.
- Any other objectives which the Members of the Database and the General Assembly may agree upon, from time to time.

In accordance with the Database center's establishment agreement, the administration of the Database Center is rotated between the members of the Aman Union every two years. On 22 February 2022 "The Islamic Corporation for the insurance of Investment and Export Credit" became the Database Center's Administrator.

As of 31 December 2024, there are 9 members of the Database Center.

2. Significant accounting policies

2.1. Basis of preparation

The special purpose financial statements of the Database Center have been prepared under the historical cost convention.

These special purpose financial statements have been prepared in accordance with the accounting policies of the Database Center and for the information of members and Administrator only and it should not be used by the Administrator and members for any other purpose and should not be distributed to any other parties.

2.2. Functional and presentation currency

The financial statements have been presented in ("EUR") which is the Database's functional and presentation currency.

2.3. Use of estimates

The preparation of special purpose financial statements in conformity with accounting policies of the Database center requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the special purpose financial statements and the reported amounts of membership fee and expenses during that period. Although these estimates are based on the Administrator's best knowledge of current events and actions, actual results ultimately may differ from those estimates.

2.4. Cash at bank

Cash at bank comprise entirely of cash at bank.

2.5. Provisions

Provisions are recognized when the Database center has a present obligation (legal or constructive) because of a past event, it is probable that the Database center will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

2.6. Accrued expenses

Accrued expenses are stated at cost in the special purpose statement of financial position for service rendered to the Database center.

2.7. Contributions

The Database center reports contribution of cash as unrestricted contributions if these are received by any stipulation by the contributors.

2.8. Membership fees

Membership fees are recognized on a cash basis.

2.9. Expenses

Expenses are recognized on an accrual basis.

2.10. Foreign currency translation

Foreign currency transactions are translated into EUR at the rates of exchange prevailing at the time of the transactions. Monetary assets and liabilities denominated in foreign currencies at the special purpose financial position date are translated into EUR at the exchange rates prevailing at that date. Gains and losses from settlement and translation of foreign currency transactions are included in the statement of revenue and expenses.

3. Cash and cash equivalents

In EUR	2024	2023
Cash at the bank	54,662	52,749
	<u>54,662</u>	<u>52,749</u>

4. Related parties' balances and transactions

Related parties represent principal incorporators of the Database center. The transactions carried out with the related parties are in the ordinary course of business. Balances and transactions are as follows:

In EUR	2024	2023
Due from related parties:		
The Islamic Corporation for the insurance of Investment and Export Credit	989	989
Aman Union	3,375	3,375
	<u>4,364</u>	<u>4,364</u>
Due to related party		
Aman Union	2,173	2,191
	<u>2,173</u>	<u>2,191</u>

5. Accrued expenses

In EUR	2024	2023
Management fees	7,063	5,000
Audit fees	5,880	4,168
Others	-	(39)
	<u>12,943</u>	<u>9,129</u>

6. Membership fees

Membership fees represent membership fees collected from subscribers based on the status of membership.

In EUR	2024	2023
Collected membership fees	9,000	11,932
	9,000	11,932

7. General and administration expenses

In EUR	2024	2023
Management fees	5,000	5,000
Audit fees	5,880	4,168
Other	21	26
	10,901	9,194

8. Financial risk management

8-1 Foreign currency risk

Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Database center is subject to fluctuations in foreign exchange rates in the normal course of its business. The Database center did not undertake significant transactions in foreign currencies during the year.

8-2 Credit risk

Credit risk is the risk that one party will fail to discharge an obligation and will cause the other party to incur a financial loss. The Database center seeks to limit its credit risk with respect to customers by setting credit limits for individual customers and monitoring outstanding receivable. At the financial position date, no significant concentrations of credit risk were identified by the Administrator.

8-3 Liquidity risk

Liquidity risk is the risk that The Database center will not be able to meet its commitments associated with financial instruments as they become due. The Database center monitors its liquidity needs on a monthly basis and limits its liquidity risk by ensuring adequate cash is available.

8-4 Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future profitability or the fair values of financial instruments. The Database center is not subject to interest rate risk as there are no assets or liabilities subject to interest rate risk.

8-5 Fair value of financial instrument

Fair value is the amount for which an asset could be exchanged, or a liability settled between knowledgeable willing parties in an arm's length transaction. The Database center's financial assets consist of due from related parties and cash at bank, its financial liabilities consist of accrued expenses and a due to related party.

The fair values of financial instruments are not materially different from their carrying values.

9. Approving the special purpose financial statements

These financial statements were authorised for issue by the administrator on 00/00/2025.

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