### Initial Screening Report

**Al-Rushaid Group**

**8th January 2025**

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| Company Profile |

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| **Name** | Al-Rushaid Group | **Location** | Khobar, Kingdom of Saudi Arabia |
| **Address** | Abdullah al Rushaid property, Prince Humoud Street, Aqrouba 31952 Khobar, Saudi Arabia | **Website** | www.al-rushaid.com |
| **Active Status** | Active | **Operation Type** | Private |
| **Legal Status** | Limited Liability Company | **National Identifier** | 2051007604 |
| **Alias** | Abdullah Rushaid al Rushaid & Son Co. (Al Rushaid Petroleum Investment Co.)  Abdullah Rushaid al Rushaid & Son Company  Al Rushaid Petroleum Investment Company | **Incorporation Date** | 15/06/1981 (DD-MM-YYYY) |
| **Subsidiaries** | 23 entities | **Corporate Group** | 43 entities |
| **Shareholders** | Direct shareholder – 1  Mr. Rasheed Al Rushaid (Majorly owned)  Sheikh Abdullah Rasheed Al Rushaid | **Key Executives** | * Sheikh Abdullah Al Rushaid * Rasheed Al Rushaid * Naved Akhter * Firas Khamseen * Maurits Stichter * Mohamed A. Neffati * Mohamad Haek |
| **Revenue** | $ 50M (31/12/2017) | **Employee** | 642 |

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| **Overall Risk RATING** | **Medium** |

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| **Summary of findings** |
| **Al Rushaid Group,** operating as Al-Rushaid Petroleum Investment Company (ARPIC), is based out of Al Khobar Kingdom of Saudi Arabia was established in 1978 by Sheikh Abdullah Al Rushaid. The entity has established itself in various sectors, including oil and gas services, manufacturing, construction, engineering, trading, and technology.  We have performed screening on the entity, its shareholders and have noted alerts on subsidiaries and associates of the company across risk drivers such as ‘Government Ownership and Political Affiliations’ and ‘Other Adverse Media’. |

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| Executive Summary |

The below ratings are assigned:

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| **Risk Areas** | **Risk Rating** |
| Sanctions | No Alerts |
| Anti-Bribery and Anti-Corruption | No Alerts |
| Government Ownership and Political Affiliations | Medium |
| Financial Indicators | Low |
| Other Adverse Media | Low |

Summary of the findings noted are as under:

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| **Risk Areas** | **Summary** |
| Sanctions | * No true hits were identified. |
| Anti-Bribery and Anti-Corruption | * No true hits were identified. |
| Government Ownership and Political Affiliations | * Mr. Rasheed Al Rushaid and Sheikh Abdullah Rasheed Al Rushaid (UBOs) may be associated with politically exposed persons/ state-owned entities for a common shareholding in Cleavland group’s subsidiaries in Dubai, as per Bureau Van Dijk (BvD) provided in Orbis by Moody’s. |
| Financial Indicators | * Indicators such as payment risk rating is satisfactory considering the size of group, subsidiaries, and industry score compared to same size companies in the geography. |
| Other Adverse Media | * In 2023, Al-Rushaid Group’s subsidiary Cleveland Bridge UK was placed into administration due to severe financial difficulties, with debts exceeding USD 28.5 million and a loss of USD 4.71 million in 2020, primarily driven by COVID-19 related project delays |

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| Detailed Findings |

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| |  | | --- | | **Sanctions** **No Alerts** | | *This section shall list third parties and related entities of all economic or financial sanctions, sectoral sanctions, secondary sanctions, trade embargoes and anti-terrorism laws, including but not limited to those imposed, administered, or enforced from time to time by US-OFAC, UNSC, the European Union, the United Kingdom, or any other Governmental authorities.* |  |  | | --- | | **NO TRUE HITS IDENTIFIED** |  |  | | --- | | **Anti-Bribery and Anti-Corruption** **No Alerts** | | *This section shall list third parties and related entities that have been charged or reported to be accused of bribery and corruption.* |  |  | | --- | | **NO TRUE HITS IDENTIFIED** |  |  | | --- | | **Government Ownership and Political Affiliations** **Medium** | | *This section shall list third parties and related entities that are fully or partly owned by the State or the Government of any countries, or by bodies that are owned or controlled by the State or the Government or are related to political influenced individuals meaning entrusted with positions in public functions or relative of such persons.* |  |  |  |  |  | | --- | --- | --- | --- | | **Name & Relation** | Mr. Rashid Abdullah Al Rashid (UBO)  Sheikh Abdullah Rasheed Al Rushaid (UBO) | **Period** | NA | | **Findings** | | | | | **Politically Exposed Person**  Al-Rushaid Investment, an affiliate of the Al-Rushaid Group had acquired 50% of The Cleveland Group of Companies which is based out of United Kingdom. The Cleveland Group also has two Dubai based subsidiaries namely Cleveland Bridge & Engineering Middle East and Cleveland Steel Emirates L.L.C.  These two subsidiaries have common shareholders as ‘Investment Corporation of Dubai’ and ‘Government of Dubai’ which are recognized as state-owned entities or organizations. These companies also have other common shareholders as Sheikh Abdullah Rasheed Al Rushaid and Rasheed Al Rushaid who are the ultimate beneficiary owners (UBOs) of Abdullah Rushaid Al Rushaid & Son Company.  By the virtue of these connections Mr. Sheikh Abdullah Rasheed Al Rushaid and Rasheed Al Rushaid may be associated with politically exposed persons/ state-owned entities as per Bureau Van Dijk (BvD) provided in Orbis by Moody’s.  **Sources:**  Orbis  [Link](https://www.meed.com/al-rushaid-takes-cleveland-stake/) | | | |  |  | | --- | | **Financial Indicators** **Low** | | *The section shall list third parties and related entities involvement in areas such as sanctions, bribery, corruption, government ownership, political affiliation, litigation, and bankruptcy.* |  |  |  |  |  | | --- | --- | --- | --- | | **Name & Relation** | Al-Rushaid Group (Self) | **Period** | **NA** | | **Findings** | | | | | Al-Rushaid Group is rated as ‘B-Satisfactory’ under payment risk indicator assigned by the data sources.   |  |  |  | | --- | --- | --- | | **Financial Indicator** | **Rating** | **Indicators** | | Turnover | 50,000,000 | As available dated 31/12/2017 in USD | | Payment Risk Rating | B-Satisfactory | The considered rating show that the business environment is satisfactory.  Key influencing factors:   * B - Size of the Group * A - Subsidiaries maximum size * C - Legal form * B - Industry score   Where, A- Good, B- Satisfactory, C- Sufficient, D – Unfavourable and E- Negative where A represents business environment is quite favourable while E represents highly unfavourable environment. |   As per the databases including Duns & Bradstreet (D&B), size of the group, subsidiaries, legal form of the entity, and other factors when compared to the similar sized company in the same industry and the geography, the entity is rated as ‘B-Satisfactory’ against payment risk at this moment in time indicating ‘Low’ rating. | | | | |

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| **Other Adverse Media** **Low** |
| *This section focuses on third parties that have negative/adverse media coverage on fraud, fair competition, securities exchange violations, tax violations, data privacy, etc.* |

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| **Name & Relation** | Cleveland Bridge UK (Subsidiary) | **Period** | 2020 |
| **Findings** | | | |
| **Bankruptcy**  In 2023, Al-Rushaid Group’s subsidiary Cleveland Bridge UK had been placed into administration due to severe financial difficulties, with debts having exceeded USD 28.5 million and a loss of USD 4.71 million in 2020, primarily driven by COVID-19 related project delays. Cleveland Bridge UK had sought an additional support of USD 8.24 million to sustain its operations from Al Rushaid Petroleum Investment Company however the parent entity has opted against to provide further financial support.  Additionally, the case had dated to the onset of the pandemic when significant delays in global infrastructure projects, particularly a major bridge project in Sri Lanka, had severely impacted Cleveland Bridge’s operations. Additionally, the company had faced challenges such as an estimation error on a USD 13.70 million contract that had resulted in no gross profit and rising steel prices that had further strained finances.  Further, the subsidiary company has not filed accounts after 2019 and statement of confirmation after 2021 and is currently under the status of administration for insolvency.  **Source:**  [Link 1](https://meconstructionnews.com/48496/pandemic-project-delays-pushes-cleveland-bridge-into-administration)  [Link 2](https://find-and-update.company-information.service.gov.uk/company/03749601) | | | |

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| Data Sources |

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| Illustrative watchlists scanned through databases | |
| Bank of England Consolidated List | Specially Designated Nationals (SDN) – Syria |
| Bureau of Industry and Security List | Specially Designated Nationals (SDN) – Russia |
| Consolidated List – Australia | Weapons of Mass Destruction Proliferators (NPWMD) |
| FBI Hijack Suspects | Specially Designated Global Terrorists (SDGT) |
| FBI Top Ten Most Wanted | Specially Designated Narcotic Traffickers (SDNT) |
| Hong Kong Monetary Authority List | Specially Designated Narcotic Traffic Kingpins (SDNTK) |
| Interpol Most Wanted | Specially Designated Terrorists (SDT) |
| Monetary Authority of Singapore List | Blocked Pending Investigation – Patriot Act (BPI-PA) |
| Non-cooperative Countries and Territories | Blocked Pending Investigation – Specially Designated Narcotic Traffickers (BPI-SDNT) |
| OFAC's Specially Designated Nationals & Blocked Persons | Blocked Pending Investigation – Specially Designated Narcotic Traffic Kingpins (BPI-SDNTK) |
| Politically Exposed Persons | Primary Money Laundering Concern Institutions List |
| Terrorist Exclusion List | DFAT (Australia) Consolidated List |
| United Nations Consolidated List | OSFI Consolidated List (Individuals) |
| World Bank Debarred Parties | Canadian OSFI Consolidated List |
| Excluded Parties List System | Canada OSFI Cumulative Warning List |
| Debarred Parties List | EU Consolidated list |
| Other Weapons Proliferation Sanctions | Japan Foreign End Users of Concern |
| Foreign Terrorist Organizations | Singapore MAS Terrorism List |
| EU Combating Terrorism List |
| WMD End-Use Control Concerns: Iran |
| BIS (UK) WMD End-Use Control - Iran List |
| CSSF (Luxembourg) Sanctions List |
| SICCFIN (Monaco) Economic Sanctions |
| South Korea Ministry of Strategy and Finance - UN Iran List |
| UN Security Council Resolution 1737 (2006) Iran List |
| US Federal Reserve Board Enforcement Actions |
| UN Security Council Resolution 1747 (2007) Iran List |
| EU Combating Terrorism List |
| WMD End-Use Control Concerns: Iran |
| BIS (UK) WMD End-Use Control - Iran List |

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