

17 .Shaaban .1446
16 February 2025

In the name of Allah, The Beneficent, The Merciful, Ever Merciful

**Unified Shari'a Supervisory Board Report
AlBaraka Group B.S.C.(c)
For the year ended 31 December 2024**

Praise be to Allah and peace be upon our Prophet Mohamed, His Apostles and Companions

To: Al Baraka Group Shareholders

May peace and Allah's Mercy and Blessings Be upon You

In accordance with Article (58) of the Articles of Association of Al Baraka Group, we are required to submit the following report:

First: Meetings of the Unified Shari'a and its Executive Committee

The Unified Shari'a and its Executive Committee conducted six meetings during 2024 in which we studied Shari'a audit reports prepared by the Internal Shariah Audit Department and the Shariah Coordination and Implementation Unit - at the Group's head office - on the Group's units for the year ended 31 December 2024. and gave few Shari'a related comments on those reports. The Unified Shariah Board revealed some Shariah observations that were resolved by communicating with those units subject to observation and in coordination with their local Shariah Boards.

Second: Monitoring

Our monitoring team followed up on the principles used in the group, and we have reviewed the 2024 Shari'a reports issued by the Group Units' Shari'a Supervisory Boards. We have also reviewed their financial statements when needed. In addition, we examined the Group's financial position as of 31 December 2024 and Statement of Income and their notes for the year then ended 31 December 2024. We have queried from some of the technicians on the points that need explanation and statement. We have also reviewed the process of calculating Zakah in accordance with the Shari'a Standard number (35) and the Financial Accounting Standard number (39) issued by the Accounting and Auditing Organization for Islamic financial Institutions and according to what was approved by Al Baraka Symposium 1/31 and by the Unified Shari'a Supervisory Board.



Third: Responsibilities of the Unified Shari'a

The Group and Units' management are responsible for the execution and implementation of the Unified Shari'a Supervisory Board resolutions and enabling the Shariah Boards to review the operations and developments that require the issuance of decisions by the Sharia Boards in their judgment. The Unified Shari'a Supervisory Board is responsible for supervising the soundness of the implementation of the resolution from a Shari'a point of view and issue opinion based on the Group and Units' Shari'a reports and financial statements.

The Units' Shari'a Supervisory Boards, as is clear from their reports, planned and performed reviews so as to obtain all the information and explanations they considered necessary in order to provide them with sufficient evidence to provide reasonable assurance that the Group and its Units have not violated Shari'a Rules and Principles.

In our opinion:

1. The Contracts, transactions and dealings entered into by the Group and its Units during the year ended 31 December 2024 carried out in general in compliance with Shari'a Rules and Principles.
2. The allocation of profit and charging of losses relating to investment accounts conform to the basis that have been approved by the Units' Shari'a Supervisory Boards in accordance with Shari'a Rules and Principles.
3. All earnings realized from sources or by means prohibited by Islamic Shari'a Rules and Principles have been committed by the Management to dispose it off to Charitable Causes.
4. The attached Zakah calculation was prepared in accordance with the provisions and principles of Islamic Shari'a according to the Net Invested Fund Method in accordance to the Shari'a Standard number (35) and the Financial Accounting Standard number (39) issued by the Accounting and Auditing Organization for Islamic financial Institutions and according to what was approved by the Unified Shari'a Supervisory Board.

The General Assembly, in its regular meeting held on 22 March 2024, had authorized the executive management of Al Baraka Group to pay an amount of money amounting to US Dollar five hundred and seventy-six thousand, two hundred and fifty-nine (US Dollar 576,259) as Zakat on behalf of all shareholders for the year 2023, where it will be directly deducted from shareholders' profits. This amount was paid to those worthy of Zakah in accordance with Shariah regulations established, approved and certified by the Unified Shariah Board.



The Total Zakah dues for the fiscal year ending on 31 December 2024, after excluding the Zakah of the Units whose Zakah is paid directly, amounting to US Dollar one million four hundred and four thousand (US Dollar 1,404 thousand), at a rate of twelve cents for every 100 shares (12 cents). Paying Zakah requires authorization from shareholders. If they are not authorized, shareholders must pay zakat on their shares themselves, noting that zakat, in the event that the necessary liquidity is not available, can be postponed or part of it so that it becomes a debt until it is available.

Praise be to Allah.

Chairman

Shaikh Dr. Saad Al Shithry

Members

Shaikh Dr. Abdullatif Al Mahmood

Shaikh Dr. Abdulla Al Mannea

Shaikh Yousif Hassan Khilawy

Shaikh Dr. Layachi Feddad