

fastFACTS >>>>



State-owned enterprises have grown in size and number in recent years, driven by emerging markets. Their assets are worth \$45 trillion—about half of global GDP.

IMF MAY 2020<sup>1</sup>

## Enhance Compliance Risk Visibility with State Owned Enterprises Data Powered by Info4C

### Why do State Owned Enterprises (SOEs) represent higher risk?

State owned enterprises (SOEs) operate in countries around the world, accumulating assets currently equal to half of the global GDP—\$45 trillion. While SOEs can make attractive business partners, they also expose organizations to increased regulatory risk for several reasons:

- Many SOEs operate in sectors recognized as high risk for financial crime, bribery and corruption—from banking and healthcare to extractives and public utilities.
- Management and board members of SOEs are more likely to include politically exposed persons (PEPs), another potential source of compliance risk.
- Governments worldwide have prioritised the fight against financial crime, bribery and corruption, leading to increased regulation and cross-border collaboration during investigations.

As a result, organisations need a clear understanding of SOEs they may be involved with—directly or indirectly—to mitigate the risk of compliance failures, along with the associated financial and reputational damage that could occur.

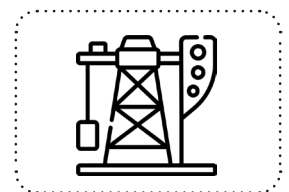
### Examples of SOEs



Financial Institutions



Utilities



Mining Operations

<sup>1</sup> Gaspar, Vitor, et al., "State-Owned Enterprises in the Time of COVID-19," International Monetary Fund Blog. May 7, 2020. Accessed at: <http://bit.ly/3ildp3o>



## Check for potential red flags quickly with Info4C State Owned Enterprises data in Nexis Diligence™

The SOEs data captures a variety of enterprises where the state has considerable control through full, majority or significant minority ownership, including:

- State entities and related or affiliated organisations
- Enterprises and entities in which the state has some level of influence or participation
- Affiliates to SOEs and controlled entities
- Central or national banks
- International organisations
- Regional and local SOEs in selected countries

Aggregated from official sources, such as governments and ministries, national lists, and company websites, the SOE data offers global coverage and features:

- Name, alternative names and original script (i.e., Mandarin or Cyrillic)
- Identification details like address, registration numbers, and tax IDs
- Classification by type of entity, sector, and country

The addition of SOEs to Nexis Diligence™ complements the comprehensive data already available.

With a single Person or Company Check, you can search across select sources or the full range of news, company sources, biographical references and directories, legal sources, PEPs, sanctions, watchlists and blacklists, and beneficial ownership data available. The Snapshot view shows results organised by source type, helping you quickly spot areas of concern and drill down to review findings and add to the due diligence Report Builder.

The Info4C SOEs data is also available through Nexis® Data as a Service for integration directly into in-house risk management or analytics applications.

## Connect with Nexis® Solutions

For more information, contact your Nexis Solutions representative or reach out to us directly:

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