DERAYAH SAUDI EQUITIES FUND
AN OPEN-ENDED MUTUAL FUND
(MANAGED BY DERAYAH FINANCIAL COMPANY)
INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
TOGETHER WITH THE INDEPENDENT AUDITOR'S REVIEW REPORT TO THE UNITHOLDERS

DERAYAH SAUDI EQUITIES FUND
AN OPEN-ENDED MUTUAL FUND
(MANAGED BY DERAYAH FINANCIAL COMPANY)
INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL INFORMATION

To the Unitholders and the Fund Manager of
Derayah Saudi Equities Fund
(An open-ended Mutual Fund)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Derayah Saudi Equities Fund (the "Fund") managed by Derayah financial company (the "Fund Manager") as of 30 June 2026, and the related interim condensed statements of profit or loss and other comprehensive income, changes in net assets attributable to the Unitholders and cashflows for the six-month period then ended and other explanatory notes. The Fund Manager is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Other Matter

The financial statements for the year ended 31 December 2025 and the interim financial information for the six-month period ended 30 June 2025 were audited and reviewed respectively by another auditor who expressed an unmodified opinion on those statements and an unmodified review conclusion on that information on 5 March 2026 (corresponding to 16 Ramadan 1447H) and 10 August 2025 (corresponding to 16 Safar 1447H), respectively.

For Sultan Ahmed Alshubaily
Certified Public Accountants Company
Riyadh, Kingdom of Saudi Arabia

شركة سلطان احمد الشبيلي محاسبون ومراجعون قانونيون
CR: 1010676810
Sultan Ahmed AlShubaily Ceterfied Public Accountants Company

Date: 3 August 2026
Corresponding to: 20 Safar 1448H

Sultan Ahmed Al Shubaily
Certified Public Accountant - License No. 600

DERAYAH SAUDI EQUITIES FUND
AN OPEN-ENDED MUTUAL FUND
(MANAGED BY DERAYAH FINANCIAL COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 JUNE 2026
All amounts are in ⃁ unless otherwise stated

	Note	***30 June 2026 (Un-audited)***	*31 December 2025 (Audited)*
ASSETS			
Cash and cash equivalents	4	**992,840**	1,163,895
Investments carried at fair value through profit or loss (FVTPL)	5	**467,124,175**	532,947,206
Receivable against sale of investments carried at FVTPL	5.1	**5,000,360**	-
Dividend receivable		**483,244**	-
TOTAL ASSETS		**473,600,619**	534,111,101
LIABILITIES			
Payable against purchase of investments carried at FVTPL	5.2	**2,550,849**	-
Management fees payable	6	**609,663**	786,535
Accrued expenses		**249,680**	141,958
TOTAL LIABILITIES		**3,410,192**	928,493
NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS		**470,190,427**	533,182,608
Units in issue (number)		**37,676,132**	43,291,012
NET ASSETS ATTRIBUTABLE TO EACH UNIT		**12.48**	12.32

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

DERAYAH SAUDI EQUITIES FUND
AN OPEN-ENDED MUTUAL FUND
(MANAGED BY DERAYAH FINANCIAL COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
All amounts are in ⃁ unless otherwise stated

	Note	***30 June 2026 (Un-audited)***	*30 June 2025 (Un-audited)*
INCOME			
Net realized loss from investments carried at FVTPL	5.3	**(26,126,640)**	(643,957)
Net unrealized gain / (loss) from investments carried at FTVPL	5.4	**30,786,635**	(25,071,344)
Dividend income		**7,503,532**	6,659,377
Other income		**-**	12,839
		12,163,527	(19,043,085)
EXPENSES			
Management fees	6	**(3,872,163)**	(5,209,365)
Other expenses		**(830,887)**	(183,431)
		(4,703,050)	(5,392,796)
Net income / (loss) for the period		**7,460,477**	(24,435,881)
Other comprehensive income for the period		**-**	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD		**7,460,477**	(24,435,881)

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

DERAYAH SAUDI EQUITIES FUND
AN OPEN-ENDED MUTUAL FUND
(MANAGED BY DERAYAH FINANCIAL COMPANY)

INTERIM CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS (UNAUDITED)

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

All amounts are in ⃁ unless otherwise stated

	30 June 2026 (Un-audited)	*30 June 2025 (Un-audited)*
Net assets attributable to the unitholders at beginning of the period	**533,182,608**	559,045,644
Total comprehensive income / (loss) for the period	**7,460,477**	(24,435,881)
Changes in unit transactions		
Proceeds from issuance of units during the period	**9,152,057**	175,255,498
Payments for redemption of units during the period	**(79,604,715)**	(92,818,097)
Net change from unit transactions	**(70,452,658)**	82,437,401
Net assets attributable to the unitholders at end of the period	**470,190,427**	617,047,164

Transactions in units during the period are summarised as follows:

	30 June 2026 (Un-audited)	*30 June 2025 (Un-audited)*
Units at the beginning of the period	**43,291,012**	39,536,681
Issuance of units during the period	**724,464**	12,349,378
Redemption of units during the period	**(6,339,344)**	(6,688,636)
Net change in units	**(5,614,880)**	5,660,742
Units at the end of the period	**37,676,132**	45,197,423

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

DERAYAH SAUDI EQUITIES FUND
AN OPEN-ENDED MUTUAL FUND
(MANAGED BY DERAYAH FINANCIAL COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
All amounts are in ⃁ unless otherwise stated

	30 June 2026 (Un-audited)	*30 June 2025 (Un-audited)*
Operating activities		
Net income / (loss) for the period	**7,460,477**	(24,435,881)
Adjustments for:		
Net realized loss from investments carried at FVTPL	**26,126,640**	643,957
Net unrealized (gain) / loss from investments carried at FTVPL	**(30,786,635)**	25,071,344
Net changes in operating assets and liabilities:		
Investments carried at fair value through profit or loss (FVTPL)	**70,483,026**	(88,848,664)
Receivable against sale of investments carried at FVTPL	**(5,000,360)**	-
Dividend receivable	**(483,244)**	-
Advance for IPO subscription	**-**	10,423,280
Payable against purchase of investments carried at FVTPL	**2,550,849**	-
Management fees payable	**(176,872)**	64,752
Accrued expenses	**107,722**	(41,146)
Net cash generated from / (used in) operating activities	**70,281,603**	(77,122,358)
Financing activities		
Issuance of units	**9,152,057**	175,255,498
Redemptoin of units	**(79,604,715)**	(92,818,097)
Net cash (used in) / generated from financing activities	**(70,452,658)**	82,437,401
Change in cash and cash equivalents	**(171,055)**	5,315,043
Cash and cash equivalents at the beginning of the period	**1,163,895**	8,814,326
Cash and cash equivalents at the end of the period	**992,840**	14,129,369

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

1 FUND AND ITS ACTIVITIES

Derayah Saudi Equities Fund (the "Fund") is an open-ended, Shariah-compliant public investment fund managed under an agreement between Derayah Financial Company (the "Fund Manager") and the Fund's investors ("Unitholders") in accordance with the Capital Market Authority ("CMA") regulation. The Fund aims to provide long-term capital growth by investing primarily in the securities of companies listed on the Saudi stock market ("Tadawul"), and in the parallel market ("Nomu"), rights issues, and initial public offerings issued within the Kingdom of Saudi Arabia. The Fund also aims to invest in money market instruments, money market funds, real estate investment trusts (REITs), exchange-traded funds (ETFs), and closed-end mutual funds. The Fund does not distribute dividends to its unitholders; all profits are reinvested by the Fund to support its capital growth objective.

Capital Market Authority ("CMA") approval for the establishment of the Fund was granted in its letter number (S/3/5/7715/23) dated 17 Rabi I 1445H (corresponding to 2 October 2023). The Fund commenced operations on 1 Rabi II 1445H (corresponding to 16 October 2023), and is classified as a high-risk equity fund.

The Fund is managed by Derayah Financial Company (Commercial Registration No. 1010266977), whose registered address is Third Floor, Prestige Center, Al Takhassusi Street, Al Olaya District, P.O. Box 286546, Riyadh 12331, Kingdom of Saudi Arabia, and is licensed by the Capital Market Authority (License No. 27-08109) to conduct dealing, management, custody, and advisory activities. The Fund has appointed Albilad Capital (License No. 37-08100) to act as its custodian. The fees of the Custodian is paid by the fund.

The Fund is governed by the Investment Fund Regulations (the "Regulations") issued by the CMA detailing the requirements for all Investment Funds within the Kingdom of Saudi Arabia.

2 BASIS OF PREPARATION

2.1 Statement of compliance

This interim condensed financial information is prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and should be read in conjunction with the Fund's last annual financial statements for the year ended 31 December 2025. The results for the six-month period end 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ended 31 December 2026.

2.2 Basis of measurement

This interim condensed financial information has been prepared on a historical cost basis, using the accrual basis of accounting except for investments carried at FVTPL that were measured at fair value. The Fund presents its interim condensed statement of financial position in the order of liquidity. All balances are classified as current. The Fund can recover or settle all its assets and liabilities within 12 months from the reporting date.

2.3 Presentation and Functional Currency

This interim condensed financial information is presented in Saudi Arabian Riyal ("⃁"), which is also the functional currency of the Fund. All financial information presented has been rounded to the nearest ⃁.

2 BASIS OF PREPARATION (continued)

2.4 Use of Judgements and Estimates

The preparation of the interim condensed financial information requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

There are no significant estimates or judgements involved in the preparation of financial information, that might have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next accounting period. The Fund based its assumptions and estimates on parameters available when the interim condensed financial information was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Fund. Such changes are reflected in the assumptions when they occur.

2.5 Going Concern

The Fund Manager has assessed the Fund’s ability to continue as a going concern and is satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, the Fund Manager is not aware of any material uncertainties that may cast significant doubt on the Fund’s ability to continue as a going concern.

2.6 Material accounting policies

The accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those followed in the preparation of the Fund’s annual financial statements for the year ended 31 December 2025.

3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS

The Fund has applied the following amendments, interpretations, and revisions to the existing standards, as issued by the International Accounting Standards Board (IASB), which became effective from 1 January 2026.

Effective for annual reporting periods beginning on or after	Description	Standard/Interpretation
Amendments to IFRS 9 "Financial Instruments" and IFRS 7 "Financial Instruments Disclosures"	Under the amendments, certain financial assets, including those with environmental, social and governance (ESG)-linked features, may now meet the solely payments of principal and interest (SPPI) criterion, provided that their contractual cash flows do not differ significantly from those of a comparable financial asset without such features. The International Accounting Standards Board (IASB) also amended IFRS 9 to clarify the timing of the recognition and derecognition of financial assets and financial liabilities and to provide an exception for certain financial liabilities that are settled through an electronic payment system.	1 January 2026
Annual Improvements to IFRS Accounting Standards – Volume 11	The Annual Improvements are limited to amendments that clarify the wording of an IFRS Accounting Standard or correct relatively minor unintended consequences, oversights, or inconsistencies between the requirements of IFRS Accounting Standards. The 2024 Annual Improvements relate to the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 7 Financial Instruments: Disclosures and the accompanying guidance on implementing IFRS 7, IFRS 9 Financial Instruments, IFRS 10 Consolidated Financial Statements, and IAS 7 Statement of Cash Flows.	1 January 2026

Except as described above, there are no other IFRS Accounting Standards or amendments that became effective for the first time for the financial year beginning on 1 January 2026.

3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS (continued)

The following is a list of issued standards and interpretations that the Fund reasonably expects to become effective at a future date. The Fund is currently assessing the impact of these standards and interpretations and plans to adopt them when they become effective.

Effective for annual reporting periods beginning on or after	Description	Standard/Interpretation
IFRS 18 Presentation and Disclosure in Financial Statements	IFRS 18 introduces requirements for items presented in the statement of profit or loss, classifying income and expenses into five categories: operating, investing, financing, income taxes, and discontinued operations. It also defines a subset of an entity's financial performance measures as management-defined performance measures (MPMs). The standard requires totals, subtotals, and line items presented in the primary financial statements, as well as items disclosed in the notes, to be described in a manner that represents the characteristics of those items. It also requires foreign exchange differences to be classified in the same category as the income and expenses arising from the items that gave rise to those foreign exchange differences.	1 January 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	IFRS 19 permits eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements set out in IFRS 19. A subsidiary may elect to apply the new standard in its consolidated, separate, or individual financial statements, provided that it does not have public accountability at the reporting date and that its parent prepares consolidated financial statements in accordance with IFRS Accounting Standards.	1 January 2027
Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial recognition of gains or losses on transactions between an investor and its associate or joint venture applies only to gains or losses arising from the sale or contribution of assets that do not constitute a business, as defined in IFRS 3 Business Combinations. Gains or losses arising from the sale or contribution of assets to an associate or joint venture that do constitute a business, as defined in IFRS 3 Business Combinations, are recognized in full.	Effective date deferred indefinitely.

4 CASH AND CASH EQUIVALENTS

	30 June 2026 (Un-audited)	*31 December 2025 (Audited)*
Cash in investment account	**992,840**	1,163,895

4.1 Cash in investment account is held in an investment account with Albilad Investment Company, The Fund does not earn profit on these investment accounts.

5 INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	30 June 2026 (Un-audited)		31 December 2025 (Audited)	
	Cost	**Fair Value**	Cost	Fair Value
Financials	**115,946,136**	**117,128,649**	142,317,642	133,492,993
Materials	**89,281,535**	**84,484,368**	162,192,592	147,439,081
Telecommunication Services	**49,235,150**	**51,151,803**	48,313,934	51,456,273
Health Care	**56,615,315**	**40,597,967**	50,482,722	38,294,313
Consumer Staples	**42,266,695**	**36,347,466**	37,864,229	25,563,481
Industrials	**42,290,617**	**35,276,281**	33,882,539	26,215,870
Commercial	**37,501,887**	**27,601,077**	16,667,852	10,586,433
Information Technology	**26,635,791**	**24,252,248**	45,824,230	37,043,425
Utilities	**22,023,575**	**23,673,402**	16,138,028	10,121,803
Consumer Discretionary	**12,229,411**	**11,733,150**	23,770,667	28,117,384
Energy	**7,559,995**	**7,464,684**	9,016,642	8,338,762
Real Estate	**5,153,986**	**4,529,268**	16,878,682	13,467,287
Mutual Funds	**2,800,000**	**2,883,812**	2,800,000	2,810,101
	509,540,093	**467,124,175**	606,149,759	532,947,206

5.1 Receivable against sale of investments held at FVTPL represents the proceeds due from the sale of investments executed on or before 30 June 2026 but not yet settled through the Saudi capital market settlement system. Under the applicable market settlement cycle (T+2), settlement occurs two business days after the trade date. Accordingly, the balance primarily relates to investment sales executed on 29 June 2026 and 30 June 2026, which are scheduled to settle on 1 July 2026 and 2 July 2026, respectively.

5.2 Payable against purchase of investments held at FVTPL represents the amount payable for investments purchased on or before 30 June 2026 but not yet settled through the Saudi capital market settlement system. In accordance with the applicable market settlement cycle (T+2), settlement occurs two business days after the trade date. Accordingly, the balance primarily relates to investment purchases executed on 29 June 2026 and 30 June 2026, which are scheduled to settle on 1 July 2026 and 2 July 2026, respectively.

5.3 The net realized loss of the Fund from investments at fair value through profit or loss during the six-month period ended 30 June 2026 amounted to SR 26,126,640 (30 June 2025: SR 643,957).

5 INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL) (continued)

5.4 The net unrealized gain / (loss) of the Fund from investments at fair value through profit or loss during the six-month period ended 30 June 2026 amounted to SR 30,786,635 (30 June 2025: SR (25,071,344)).

6 TRANSACTIONS WITH RELATED PARTIES

The related parties of the Fund include the Fund Manager, the Fund Board, other funds managed by the Fund Manager and employees of the same and the Fund custodian. In the ordinary course of its activities, the Fund transacts business with related parties. The related parties' transactions are governed by limits set by the regulations issued by the CMA. All related party transactions are approved by the Fund's Board of directors.

The Fund pays the Fund Manager a management fee of 1.5% per annum of net asset value, calculated daily and deducted monthly. The Fund also pays the Custodian custody fees not exceeding 0.03% per annum of total assets for local markets, calculated daily and deducted monthly, in addition to transaction fees of SR 20 per transaction for the Saudi market. The Fund pays the Board of Directors remuneration of SR 10,000 per meeting attended by each independent board member, with a maximum of SR 40,000 per year for each independent member.

The following are the significant transactions with related parties that the fund entered into during the period and the balances resulting therefrom:

Related party	**Nature of transactions**	**Amount of transaction during the period**		**Closing balance (payable)**	
		30 June 2026 (Un-audited)	30 June 2025 (Un-audited)	**30 June 2026 (Un-audited)**	31 December 2025 (Audited)
Derayah Financial Company	Management Fees	**(3,872,163)**	(5,209,365)	**(609,663)**	(786,535)
Albilad Capital	Custody Fees	**(77,220)**	(60,425)	**(25,523)**	(13,000)
Fund Board	Remuneration	**(19,836)**	(19,836)	**(19,836)**	(40,000)

7 FINANCIAL RISK MANAGEMENT

7.1 Financial risk factors

The Fund's activities are exposed to a variety of financial risks: market risk, credit risk and liquidity risk. The Fund's comprehensive risk management program focuses on the unpredictability of financial markets and seeks to minimize potential negative effects on the Fund's financial performance.

The financial instruments included in these financial statements principally include cash and cash equivalents, investments at fair value through profit or loss, investments carried at amortized cost, dividend receivable, accrued expenses and management fees payable. The specific identification methods adopted are disclosed in the individual policy statements associated with each item. Financial assets and liabilities, net of amounts reported in the financial statements, are offset when the Fund has a legally enforceable right to offset the recognized amounts and intends either to settle on a net basis, or to realize the asset and liability simultaneously.

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below.

(a) Market risk

(i) Price risk

Price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than foreign currency and commission rate movements.

The price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds. The Fund Manager diversifies the investment portfolio and closely monitors the price movement of its investments in financial instruments. As at the interim statement of financial position date, the Fund has equity investments in various GCC markets including Saudi Arabia, the United Arab Emirates, Kuwait, Bahrain, and Qatar.

The effect on net asset value as a result of a reasonably possible change in equity indices, based on industry concentration and with all other variables held constant, is as follows:

	30 June 2026 (Un-audited)		31 December 2025 (Audited)	
	Potential reasonable change	**Effect on NAV**	Potential reasonable change	Effect on NAV
Saudi Market				
Equity investments	+/- 1%	4,671,242	+/- 1%	5,329,472

(b) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Fund is exposed to credit risk in its cash, cash equivalents and Receivable against sale of investments carried at FVTPL. Bank balances are deposited with a Saudi bank with a good financial rating. Receivable against sale of investments carried at FVTPL is backed by Saudi settlement banks with strong financial ratings and settles within the T+2 cycle.

The following table shows the Fund's maximum exposure to credit risk for components of the statement of financial position:

	30 June 2026 (Un-audited)	*31 December 2025 (Audited)*
Cash and cash equivalents	**992,840**	1,163,895
Receivable against sale of investments carried at FVTPL	**5,000,360**	-

7 FINANCIAL RISK MANAGEMENT (continued)

7.1 Financial risk factors (continued)

(b) Credit risk (continued)

Expected credit loss measurement

The Fund does not have a formal internal grading mechanism. Credit risks are generally managed on the basis of external credit ratings of counterparties.

Under the general approach of IFRS 9 ECL, the financial assets are classified into three stages. Each stage indicates the credit quality of the particular financial asset.

The Fund Manager has performed an ECL assessment of financial assets carried at amortized cost. No provision for impairment of these financial assets was recognized in these financial statements because the amount was not material.

The Fund's maximum undiscounted exposure to credit risk for the components of the statement of financial position and the respective expected credit loss is as follows:

	30 June 2026 (Un-audited)		31 December 2025 (Audited)	
	Exposure	**ECL**	Exposure	ECL
Cash and cash equivalents	**992,840**	**-**	1,163,895	-
Receivable against sale of investments carried at FVTPL	**5,000,360**	**-**	-	-

(c) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund's Terms and Conditions provide for subscription and redemption of units on every business day (Sunday to Thursday), with execution on a T+3 settlement basis; therefore, it is exposed to the liquidity risk of meeting Unitholder redemptions. The Fund's financial liabilities primarily consist of payables which are expected to be settled within one month from the interim statement of financial position date. Further, payable against purchase of investments carried at FVTPL is backed by Saudi settlement banks with strong financial ratings and settles within the T+2 cycle, no material liquidity risk arises.

The Fund Manager monitors liquidity requirements by ensuring that sufficient funds are available to meet any commitments as they arise, either through new subscriptions, liquidation of the investment portfolio or by taking short-term loans from the Fund Manager.

The expected maturity of the assets and liabilities of the Fund is less than 12 months.

(d) Operational risk

Operational risk is the risk of direct or indirect loss arising from a variety of causes associated with the processes, technology and infrastructure supporting the Fund's activities either internally or externally at the Fund's service provider and from external factors other than credit, liquidity, currency and market risks such as those arising from the legal and regulatory requirements.

The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective of generating returns to Unitholders.

8 FAIR VALUE MEASUREMENT

The fair value for financial instruments traded in active markets is based on quoted market prices at the close of trading on the financial reporting date. Instruments for which no sales were reported on the valuation day are valued at the most recent bid price.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The carrying value less impairment provision of financial instruments curried at amortized cost are assumed to approximate their fair values.

The fair value hierarchy has the following levels:

- **Level 1** inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- **Level 2** inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly: and
- **Level 3** inputs are unobservable inputs for the asset or liability.

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equity and debt instruments. The Fund does not adjust the quoted price for these instruments. The Fund classifies all of its financial assets except for those carried at amortized cost, at fair value as level 1.

The table below presents the financial instruments at their fair value as at 30 June 2026 and 31 December 2025, based on the fair value hierarchy:

Fair value hierarchy – Financial instruments measured at fair value

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognised in the interim condensed statement of financial position. All below fair value measurements are recurring.

	30 June 2026 (Un-audited)			
	Level 1	**Level 2**	**Level 3**	**Total**
Investments carried at FVTPL	**467,124,175**	**-**	**-**	**467,124,175**
Total	**467,124,175**	**-**	**-**	**467,124,175**

	31 December 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
Investments carried at FVTPL	532,947,206	-	-	532,947,206
Total	532,947,206	-	-	532,947,206

During the period, there were no transfers between the fair value hierarchy levels.

Other financial instruments such as cash and cash equivalents, dividend receivable, investments carried at amortized cost, and accrued expenses are short-term financial assets and financial liabilities whose carrying amounts approximate their fair value because of the short-term nature and high credit quality of counterparties. Cash and cash equivalents are classified under Level 1, while the remaining financial assets and liabilities are classified under Level 3.

9 EVENTS AFTER THE END OF THE REPORTING PERIOD

There are no events subsequent to the reporting date which require adjustments of or disclosure in the interim condensed financial information or notes thereto.

10 LAST VALUATION DAY

The last valuation day of the Fund for the period was 30 June 2026 (2025: 31 December 2025).

11 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These financial statements were authorized for issue by the Fund’s Board of Directors on 27 July 2026 (corresponding to 13 Safar 1448H).