

ALISTITHMAR CAPITAL DIVERSIFIED SAR FUND
An open-ended mutual fund
**(Managed by Alistithmar for Financial
Securities and Brokerage Company)**
Condensed Interim Financial Statements (Unaudited)
together with the
Independent Auditor's Review Report to the Unitholders
For the six-month period ended 30 June 2025



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Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية

واجهة روشن، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

Independent auditor's report on review of condensed interim financial statements

To the Unitholders of Alistithmar Capital Diversified SAR Fund

Introduction

We have reviewed the accompanying 30 June 2025 condensed interim financial statements of **Alistithmar Capital Diversified SAR Fund** ("the Fund"), managed by Alistithmar for Financial Securities and Brokerage Company ("the Fund Manager"), which comprises:

- the condensed interim statement of financial position as at 30 June 2025;
- the condensed interim statement of comprehensive income for the six-month period ended 30 June 2025;
- the condensed interim statement of changes in net assets (equity) attributable to the Unitholders for the six-month period ended 30 June 2025;
- the condensed interim statement of cash flows for the six-month period ended 30 June 2025; and
- the notes to the condensed interim financial statements.

The Fund Manager is responsible for the preparation and presentation of these condensed interim financial statements in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34"), that is endorsed in the Kingdom of Saudi Arabia and to comply with the applicable provisions of the Investment Fund Regulations issued by the Capital Market Authority and the Fund's Terms and Conditions. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' that is endorsed in the Kingdom of Saudi Arabia. A review of condensed 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 that are 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 30 June 2025 condensed interim financial statements of **Alistithmar Capital Diversified SAR Fund** are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services Company

Nasser Ahmed Al Shutairy
License No: 454

Al Riyadh, 05 Safar 1447H
Corresponding to: 30 July 2025



ALISTITHMAR CAPITAL DIVERSIFIED SAR FUND
 An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
 As at 30 June 2025
(Amounts in Saudi Arabian Riyals)

	<u>30 June 2025</u>	31 December 2024	
	<u>Notes</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
<u>ASSETS</u>			
Cash and cash equivalents	9	5,746,916	8,765,142
Investments at amortized cost	10	16,503,293	16,753,275
Total assets		22,250,209	25,518,417
<u>LIABILITIES</u>			
Management fee payable	11, 13	11,612	13,439
Accrued expenses		64,643	128,474
Total liabilities		76,255	141,913
Net assets (equity) attributable to the Unitholders		22,173,954	25,376,504
Units in issue (numbers)		2,105,869	2,456,369
Net assets (equity) attributable to each unit (SAR)			
-IFRS NAV (SAR)	16	10.53	10.33
-Dealing NAV (SAR)	16	10.56	10.35

The accompanying notes 1 to 18 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL DIVERSIFIED SAR FUND
 An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
 For the six-month period ended 30 June 2025
(Amounts in Saudi Arabian Riyals)

	<i>Notes</i>	For the six-month period ended 30 June 2025	For the period from 12 March 2024 to 30 June 2024
<u>INCOME</u>			
Special commission income		611,025	413,298
Total income		611,025	413,298
<u>EXPENSES</u>			
Management fee	11, 13	(56,370)	(38,321)
Custody fee		(14,877)	(11,288)
Expected credit losses charge	12	(12,055)	(17,403)
Other expenses		(95,107)	(47,346)
Total expenses		(178,409)	(114,358)
Net income for the period		432,616	298,940
Other comprehensive income for the period		--	--
Total comprehensive income for the period		432,616	298,940

The accompanying notes 1 to 18 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL DIVERSIFIED SAR FUND
 An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF CHANGES IN NET ASSETS (EQUITY)
ATTRIBUTABLE TO THE UNITHOLDERS (Unaudited)
 For the six-month period ended 30 June 2025
(Amounts in Saudi Arabian Riyals)

	For the six-month period ended 30 June 2025	For the period from 12 March 2024 to 30 June 2024
Net assets (equity) attributable to the Unitholders at the beginning of the period	25,376,504	--
Total comprehensive income for the period	432,616	298,940
Contributions and redemptions by the Unitholders:		
Contributions by the Unitholders	3,296,007	26,466,871
Redemptions by the Unitholders	(6,931,173)	(1,793,140)
Net (redemptions) / contributions by the Unitholders	(3,635,166)	24,673,731
Net assets (equity) attributable to the Unitholders at the end of the period	22,173,954	24,972,671
UNITS TRANSACTIONS (numbers)		
Units at the beginning of the period	2,456,369	--
Units issued during the period	315,904	2,646,171
Units redeemed during the period	(666,404)	(178,259)
Net (decrease) / increase in units	(350,500)	2,467,912
Units at the end of the period	2,105,869	2,467,912

The accompanying notes 1 to 18 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL DIVERSIFIED SAR FUND
 An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF CASH FLOWS (Unaudited)
 For the six-month period ended 30 June 2025
(Amounts in Saudi Arabian Riyals)

	<u>Note</u>	For the six-month period ended 30 June 2025	For the period from 12 March 2024 to 30 June 2024
Cash flows from operating activities			
Net profit for the period		432,616	298,940
<i>Adjustment for:</i>			
Expected credit losses charge	12	12,055	17,403
Special commission income		(611,025)	(413,298)
		(166,354)	(96,955)
Net (increase) / decrease in operating assets and net increase / (decrease) in operating liabilities:			
Investments at amortized cost		256,950	(16,448,600)
Management fee payable		(1,827)	12,239
Accrued expenses		(63,831)	50,431
Special commission income received		584,643	165,214
Net cash generated from / (used in) operating activities		609,581	(16,317,671)
Cash flows from financing activities			
Contributions by the Unitholders		3,296,007	26,466,871
Redemptions by the Unitholders		(6,931,173)	(1,793,140)
Net cash (used in) / generated from financing activities		(3,635,166)	24,673,731
Net (decrease) / increase in cash and cash equivalents		(3,025,585)	8,356,060
Cash and cash equivalents at the beginning of the period		8,774,266	--
Cash and cash equivalents at the end of the period		5,748,681	8,356,060

The accompanying notes 1 to 18 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL DIVERSIFIED SAR FUND

An open-ended mutual fund

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)

For the six-month period ended 30 June 2025

(Amounts in Saudi Arabian Riyals)

1. GENERAL

Alistithmar Capital Diversified SAR Fund (the “Fund”) is an open-ended investment fund created by an agreement between Alistithmar for Financial Securities and Brokerage Company (“Alistithmar Capital” or the “Fund Manager”), a wholly owned subsidiary of The Saudi Investment Bank (the “Bank”), and the investors (the “Unitholders”).

The Fund aims to achieve balance between capital preservation and positive returns by investing in a diversified portfolio of Fixed Income instruments and Money Markets tools, in addition to structured products and mutual funds. All investments will comply with the Fund's Shariah standards.

Alistithmar Capital is the Fund Manager and Riyad Capital is the custodian of the Fund.

In dealing with the Unitholders, the Fund Manager considers the Fund as an independent accounting unit. Accordingly, the Fund Manager prepares separate condensed interim financial statements of the Fund.

2. REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the “Regulations”) published by Capital Market Authority (“CMA”).

3. BASIS OF ACCOUNTING

These condensed interim financial statements are prepared in accordance with International Accounting Standard 34 ‘Interim Financial Reporting’ (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia and to comply with the applicable provisions of the Investment Fund Regulations issued by the Capital Market Authority (“CMA”) and the Fund’s terms and conditions. The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Fund’s annual audited financial statements for the year ended 31 December 2024.

4. BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared on a historical cost basis, using the accrual basis of accounting and the going concern concept.

The Fund does not have a clearly identifiable operating cycle and therefore does not present current and non-current assets and liabilities separately in the statement of financial position. Instead, assets and liabilities are presented in order of their liquidity.

5. FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial statements are presented in Saudi Arabian Riyals (“SAR”), which is the Fund’s functional currency. All amounts have been rounded to the nearest SAR, unless otherwise indicated.

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An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six-month period ended 30 June 2025
(*Amounts in Saudi Arabian Riyals*)

6. USE OF JUDGMENTS AND ESTIMATES

In preparing these condensed interim financial statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

Significant areas where management has used estimates, assumptions or exercised judgement are as follows:

Measurement of the expected credit loss allowance

The measurement of the expected credit loss allowance for financial assets measured at amortised cost is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behavior.

A number of significant judgments are also required in applying the accounting requirements for measuring expected credit loss (ECL), such as:

- Choosing appropriate models and assumptions for the measurement of ECL;
- Establishing the number and relative weightings of forward-looking scenarios for each type of product/market and the associated ECL; and
- Establishing group of similar financial assets for the purposes of measuring ECL.

7. MATERIAL ACCOUNTING POLICIES

The material accounting policies used in the preparation of these condensed interim financial statements are consistent with those used in the preparation of the annual audited financial statements for the year ended 31 December 2024.

8. NEW STANDARDS

(a) New IFRS standards, IFRIC interpretations and amendments thereof, adopted by the Fund

The following new standards, amendments and revisions to existing standards, which were issued by the International Accounting Standards Board (“IASB”) have been effective from 1 January 2025 and accordingly adopted by the Fund, as applicable:

<u>Standards / Amendments</u>	<u>Description</u>
Amendments to IAS 21	Lack of exchangeability

The adoption of the amended standards and interpretations applicable to the Fund did not have any impact on these condensed interim financial statements.

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8. NEW STANDARDS (CONTINUED)

(b) New IFRS standards, IFRIC interpretations and amendments thereof issued but not yet effective

The following new standards, amendments and revisions to existing standards, which were issued by IASB but not yet effective are listed below. The Fund intends to adopt these standards when they become effective. The Fund anticipates that the application of these new standards and amendments in the future will not have significant impact on the amounts reported.

<u>Standards / Amendments</u>	<u>Description</u>	<u>Effective from periods beginning on or after the following date</u>
Amendments to IFRS 9 and IFRS 7	Classification and measurement of Financial Instruments	1 January 2026
IFRS Accounting Standards - Volume 11	Annual improvements to IFRS Accounting Standards	1 January 2026
Amendments to IFRS 10 and IAS 28	Sale or contribution of assets between investor and its associate or joint venture	Effective date deferred indefinitely
IFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19	Reducing subsidiaries' disclosures	1 January 2027

9. CASH AND CASH EQUIVALENTS

	<u>Notes</u>	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Cash with custodian	9.1	108,642	338,456
Cash in trading account	9.1,13	934,281	402,788
Money market placements	9.2	4,703,993	8,023,898
		5,746,916	8,765,142

9.1 The Fund's cash and cash equivalents are held mainly with counterparties having "A-" credit rating.

9.2 These placements are with local commercial banks having "A-" credit rating. These placements have an original maturity of three months or less from the date of placements and carry special commission rate of 4.9% per annum (31 December 2024: 4.6% to 5.8% per annum).

	<u>Notes</u>	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Money market placements		4,700,000	8,000,000
Accrued special commission income		5,758	33,022
Less: Allowance for expected credit losses	12	(1,765)	(9,124)
		4,703,993	8,023,898

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(Amounts in Saudi Arabian Riyals)

10. INVESTMENTS AT AMORTIZED COST

Investments held at amortized cost represent Sukuk, detail of which are as follows:

	<u>Notes</u>	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Sukuk	10.1	16,291,901	16,548,851
Accrued special commission income		274,770	248,388
Less: Allowance for expected credit losses	12	(63,378)	(43,964)
		<u>16,503,293</u>	<u>16,753,275</u>

10.1 These Sukuk have a maturity of more than 1 year and carry special commission rates ranging from 2.25% to 9.5% per annum (31 December 2024: 2.25% to 9.5% per annum).

11. MANAGEMENT FEE

As per the terms and conditions of the Fund, the Fund pays management fee to the Fund Manager equal to 0.5% per annum of the net assets value at each valuation date. Additionally, administration expenses paid by the Fund Manager on behalf of the Fund are reimbursed by the Fund and related expenses, if any, payable to the Fund Manager are classified in accrued expenses.

12. EXPECTED CREDIT LOSS CHARGE DURING THE PERIOD

The expected credit loss movement for the period ended 30 June 2025 and 31 December 2024 is as follows.

For the six-month period ended 30 June 2025		
	Cash and cash equivalents	Investments
Balance at 1 January 2025 (audited)	9,124	43,964
Charge / (reversal) during the period	(7,359)	19,414
Balance at 30 June 2025 (unaudited)	1,765	63,378
		<u>65,143</u>

**For the period from 12 March 2024
to 30 June 2024**

	Cash and cash equivalents	Investments	Total
Balance at 12 March 2024 (unaudited)	--	--	--
Charge during the period	3,068	14,335	17,403
Balance at 30 June 2024 (unaudited)	<u>3,068</u>	<u>14,335</u>	<u>17,403</u>

13. TRANSACTIONS WITH RELATED PARTIES

The related parties of the Fund include the Parent of the Fund Manager, the Fund Manager, the Fund Board and other funds managed by the Fund Manager. The Fund transacts business with its related parties in the ordinary course of its business.

In addition to transactions disclosed elsewhere in these condensed interim financial statements, related party transactions and balances resulting from these transactions are as follows:

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13. TRANSACTIONS WITH RELATED PARTIES (CONTINUED)

Transactions with related parties:

<u>Related party</u>	<u>Nature of relationship</u>	<u>Nature of transaction</u>	For the six-month period ended 30 June 2025	For the period from 12 March 2024 to 30 June 2024
Alistithmar Capital	The Fund Manager	Management fee Expenses paid on behalf of the fund	56,370 68,000	38,321 4,603
The Saudi Investment bank	Parent of the Fund Manager	Special commission income	25,075	76,083
The Fund Board	The Fund Board	The Fund Board Fee	4,959	3,763

Balances with related parties:

<u>Related party</u>	<u>Nature of relationship</u>	<u>Nature of transaction</u>	30 June 2025	31 December 2024
			(Unaudited)	(Audited)
Alistithmar Capital	The Fund Manager	Management fee payable Accrued expenses	11,612 56,160	13,439 119,848
The Saudi Investment bank	Parent of the Fund Manager	Cash in trading account Money market placements	934,281 4,700,000	402,788 --

Units held with related parties:

<u>Related party</u>	<u>Nature of relationship</u>	30 June 2025	31 December 2024
		(Unaudited)	(Audited)
Alistithmar Capital	The Fund Manager	--	485,342
Alistithmar Capital SAR	A fund managed by the Fund Manager	200,000	200,000
Murabaha Fund			--
Alistithmar Capital Investment Fund 61	A fund managed by the Fund Manager	191,830	--

14. FAIR VALUES OF FINANCIAL INSTRUMENTS

The Fund measures certain financial instruments at fair value at each statement of financial position date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

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(Amounts in Saudi Arabian Riyals)

14. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

The principal or the most advantageous market must be accessible by the Fund. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Fund uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. Changes in assumptions about these factors could affect the fair value of financial instruments.

Valuation models

The fair values of financial instruments that are traded in active markets are based on prices obtained directly from an exchange on which the instruments are traded or obtained from a broker that provides an unadjusted quoted price from an active market for identical instruments.

For financial instruments that trade infrequently and have little price transparency, fair value is less objective and requires varying degrees of judgment depending on liquidity, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments but for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The Fund values equity securities that are traded on a stock exchange at their last reported prices. To the extent that equity securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy, hence the Fund's assets recorded at fair value have been categorized based on fair value hierarchy Level 1.

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 statement of financial position. All below fair value measurements are recurring.

	30 June 2025 (Unaudited)				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Investments at amortized cost	16,503,293	16,389,327	–	–	16,389,327

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(Amounts in Saudi Arabian Riyals)

14. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

	31 December 2024 (Audited)				
	Carrying amount	Fair value			
		Level 1	Level 2	Level 3	Total
Investments at amortized cost	16,753,725	16,568,080	--	--	16,568,080

During the period there have been no transfers in fair value hierarchy for the financial assets held at fair value.

Other financial instruments such as cash and cash equivalents, management fee payable and accrued expenses are short-term financial assets and financial liabilities whose carrying amounts are approximate to their fair values. Cash and cash equivalents are classified under level 1 while the remaining financial assets and liabilities are classified under level 3.

15. LAST VALUATION DAY

The last valuation day of the period was 30 June 2025 (31 December 2024).

16. NET ASSETS VALUE

CMA, through its circular dated 10 Rabi Al Thani 1439H (corresponding to 28 December 2017), has approved the Dual NAV approach for investment funds. In accordance with the circular, IFRS 9 will be applied for accounting and reporting purposes and dealing NAV will remain unaffected until further notice.

As at 30 June 2025, the net assets value per unit considering the impact of IFRS 9 was SAR 10.53 (31 December 2024: SAR 10.33) and the dealing net assets value per unit was SAR 10.56 (31 December 2024: SAR 10.35). Refer below reconciliation:

	<i>Note</i>	30 June 2025 (Unaudited)	
		Net assets attributable to the Unitholders	Net assets attributable to each unit
IFRS net assets		22,173,954	10.53
Effect of ECL in accordance with IFRS 9	12	65,143	0.03
Dealing net assets		<u>22,239,097</u>	<u>10.56</u>

	<i>Note</i>	31 December 2024 (Audited)	
		Net assets attributable to the Unitholders	Net assets attributable to each unit
IFRS net assets		25,376,504	10.33
Effect of ECL in accordance with IFRS 9	12	53,088	0.02
Dealing net assets		<u>25,429,592</u>	<u>10.35</u>

ALISTITHMAR CAPITAL DIVERSIFIED SAR FUND

An open-ended mutual fund

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)

For the six-month period ended 30 June 2025

(Amounts in Saudi Arabian Riyals)

17. EVENTS AFTER THE END OF THE REPORTING PERIOD

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

18. APPROVAL OF CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were approved by the Fund Board on 03 Safar 1447H (corresponding to 28 July 2025).