

SAB Invest Saudi Freestyle Equity Fund (Managed by SAB Invest)

UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REVIEW REPORT

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE UNITHOLDERS OF SAB INVEST SAUDI FREESTYLE EQUITY FUND (MANAGED BY SAB INVEST)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of SAB Invest Saudi Freestyle Equity Fund (the "Fund") managed by SAB Invest (the "Fund Manager") as at 30 June 2025, and the related interim condensed statement of comprehensive income for the six-month period ended 30 June 2025, and the related interim condensed statements of changes in equity attributable to the unitholders and cash flows for the six-month period then ended, and explanatory notes. The Fund Manager is responsible for the preparation and presentation of these interim condensed financial statements 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 these interim condensed financial statements 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 statement 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 interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

For Ernst & Young Professional Services



Waleed G. Tawfiq
Certified Public Accountant
License No. (437)



Riyadh: 16 Safar 1447H
(10 August 2025)

SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of financial position

As at 30 June 2025

	<i>Note</i>	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
ASSETS			
Cash and cash equivalents		39,827,587	6,135,073
Financial assets at fair value through profit or loss (FVTPL)	4	1,025,796,034	1,120,159,922
Receivable and advances		678,902	43,213,694
Receivables against securities sold		3,303,600	27,345,829
TOTAL ASSETS		1,069,606,123	1,196,854,518
LIABILITIES			
Management fees payable	5	1,781,061	2,119,766
Accrued expenses and other payables		447,182	3,171,191
Payable against purchased securities		744,267	25,415,821
TOTAL LIABILITIES		2,972,510	30,706,778
EQUITY			
Net assets attributable to unitholders of redeemable units		1,066,633,613	1,166,147,740
Redeemable units in issue		18,919,716	19,273,301
Net asset value attributable to each per unit		56.38	60.51

The accompanying notes 1 to 10 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of comprehensive income

For the six-month period ended 30 June 2025

	<i>Note</i>	30 June 2025 (Unaudited) SR	30 June 2024 (Unaudited) SR
INCOME			
Net movement in unrealised loss on financial assets at FVTPL	4	(51,524,491)	(36,865,161)
Net realised (loss) / gain on disposal of financial assets at FVTPL		(27,706,010)	24,663,627
Dividend income		10,542,114	10,776,853
TOTAL LOSS		(68,688,387)	(1,424,681)
EXPENSES			
Management fees	5	(10,898,555)	(10,514,042)
Other expenses		(765,801)	(740,449)
TOTAL EXPENSES		(11,664,356)	(11,254,491)
NET LOSS FOR THE PERIOD		(80,352,743)	(12,679,172)
Other comprehensive income for the period		-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		(80,352,743)	(12,679,172)

The accompanying notes 1 to 10 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of changes in equity attributable to the unitholders

For the six-month period ended 30 June 2025

	30 June 2025 (Unaudited) SR	30 June 2024 (Unaudited) SR
EQUITY AT THE BEGINNING OF THE PERIOD	1,166,147,740	557,701,486
Net loss for the period	(80,352,743)	(12,679,172)
Other comprehensive income for the period	-	-
Total comprehensive loss for the period	(80,352,743)	(12,679,172)
Issue of units during the period	79,099,341	797,798,714
Redemption of units during the period	(98,260,725)	(137,417,822)
Net changes from unit transactions	(19,161,384)	660,380,892
EQUITY AT THE END OF THE PERIOD	1,066,633,613	1,205,403,206
	<u>Units</u>	<u>Units</u>
REDEEMABLE UNIT TRANSACTIONS		
Transactions in redeemable units during the period are summarised as follows:		
UNITS AT THE BEGINNING OF THE PERIOD	19,273,301	9,312,676
Issue of units during the period	1,316,306	12,885,208
Redemption of units during the period	(1,669,891)	(2,273,889)
Net change in units	(353,585)	10,611,319
UNITS AT THE END OF THE PERIOD	18,919,716	19,923,995

The accompanying notes 1 to 10 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of cash flows

For the six-month period ended 30 June 2025

	30 June 2025 (Unaudited) SR	30 June 2024 (Unaudited) SR
Operating activities		
Net loss for the period	(80,352,743)	(12,679,172)
<i>Adjustments to reconcile net loss to net cash flows from operating activities:</i>		
Net movement in unrealised loss on financial assets at FVTPL	51,524,491	36,865,161
Dividend income	(10,542,114)	(10,776,853)
	(39,370,366)	13,409,136
<i>Working capital adjustments:</i>		
Financial assets at FVTPL	42,839,397	(739,555,695)
Receivables and advances	42,534,792	-
Receivables against sold securities	24,042,229	(5,256,578)
Management fee payable	(338,705)	1,187,034
Accrued expenses and other payables	(2,769,668)	117,178
Payables against purchased securities	(24,671,554)	3,477,114
Net cash flows from / (used in) operating activities	42,266,125	(726,621,811)
Dividend received	10,542,114	9,803,348
Net cash flows generated from / (used in) operating activities	52,808,239	(716,818,463)
Financing activities		
Proceeds from issuance of units	79,099,341	797,798,714
Payment on redemption of units	(98,215,066)	(137,417,822)
Net cash flows (used in) / from financing activities	(19,115,725)	660,380,892
Net increase / (decrease) in cash and cash equivalents	33,692,514	(56,437,571)
Cash and cash equivalents at the beginning of the period	6,135,073	90,345,043
Cash and cash equivalents at the end of the period	39,827,587	33,907,472

The accompanying notes 1 to 10 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

1. INCORPORATION AND ACTIVITIES

SAB Invest Saudi Freestyle Equity Fund (the “Fund”) is an open-ended investment fund created by an agreement between SAB Invest (the “Fund Manager”) and investors (the “Unitholders”) in the Fund. The address of the Fund Manager is as follows:

SAB Invest, Head Office
SAB Tower 7383
King Fahad Branch Rd (Al-Yasmeen District)
Riyadh 13325
Kingdom of Saudi Arabia

The objective of the Fund is to achieve long term capital appreciation, through investing in Saudi Shariah-compliant equities.

The Fund is managed by the Fund Manager who also acts as the administrator of the Fund. Al Bilad Capital is the custodian of the Fund. All income is reinvested in the Fund and is reflected in the unit price.

2. REGULATING AUTHORITY

The Fund is governed by the Investment Funds Regulations (the “Regulations”), issued by the Board of the Capital Market Authority (CMA) pursuant to Resolution No. 1-219-2006 dated 3 Dhul Hijjah 1427H (corresponding to 24 December 2006G), based on the Capital Market Law issued by Royal Decree No. M/30 dated 2 Jumada Al-Thani 1424H, and as amended by Resolution of the Board of the CMA No. 1-54-2025 dated 23 Dhul-Qi’dah 1446H (corresponding to 21 May 2025G), detailing requirements for investment funds within the Kingdom of Saudi Arabia.

3. BASIS OF PREPARATION AND CHANGES TO MATERIAL ACCOUNTING POLICIES

3.1. Statement of compliance

These unaudited interim condensed financial statements for the six-month period ended 30 June 2025 have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia.

3.2 Basis of preparation

The unaudited interim condensed 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 financial statements as at 31 December 2024. In addition, results for the six-month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025 .

The unaudited interim condensed financial statements have been prepared on a historical cost basis, using the accrual basis of accounting except for financial assets held at FVTPL that are measured at fair value. These unaudited interim condensed financial statements are presented in Saudi Arabian Riyals (“SR”), which is the Fund’s functional currency. All financial information presented has been rounded to the nearest SR.

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

3. BASIS OF PREPARATION AND CHANGES TO MATERIAL ACCOUNTING POLICIES (continued)

3.3 New standards and amendments to standards

3.3.1 New standards and amendments adopted by the Fund

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the Fund's annual financial statements for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2025. The Fund has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

The following new and amended IFRSs, which became effective for annual periods beginning on or after 1 January 2025.

Standard, interpretation and amendments	Description	Effective date
Amendment to IAS 21 – Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	Annual periods beginning on or after 1 January 2025

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

3.3.2 Significant standards issued but not yet effective

Standard, interpretation and amendments	Description	Effective date
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	Annual periods beginning on or after 1 January 2026
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely.
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations. It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences	Annual periods beginning on or after 1 January 2027

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

The composition of the investment's portfolio on the last valuation day of the period/year end is summarised below:

30 June 2025 (Unaudited)				
	% of Market value	Cost SR	Market value SR	Unrealised gain / (loss), net SR
<u>Investments in equities (by sector)</u>				
Banks	26.20%	274,318,611	268,764,136	(5,554,475)
Insurance	16.28%	148,780,649	166,986,291	18,205,642
Capital Goods	8.66%	66,164,809	88,839,332	22,674,523
Telecommunication Services	6.47%	69,414,869	66,339,399	(3,075,470)
Energy	6.14%	53,302,233	63,013,557	9,711,324
Transportation	6.13%	67,604,943	62,905,246	(4,699,697)
Food & Beverages	6.04%	73,730,619	61,948,769	(11,781,850)
Software & Services	4.14%	31,118,421	42,503,660	11,385,239
Real Estate Management & Development	3.81%	28,483,317	39,112,559	10,629,242
Health Care Equipment & Services	3.57%	44,381,619	36,588,921	(7,792,698)
Pharma, Biotech & Life Science	2.36%	16,139,003	24,189,632	8,050,629
Commercial & Professional Services	2.26%	26,194,509	23,195,558	(2,998,951)
Consumer Discretionary Distribution & Retail	2.04%	21,372,997	20,878,538	(494,459)
Consumer Services	2.02%	26,410,242	20,674,051	(5,736,191)
Materials	1.97%	19,185,258	20,247,545	1,062,287
Utilities	1.91%	23,520,347	19,608,840	(3,911,507)
Total	100.00%	990,122,446	1,025,796,034	35,673,588

The above equity investments are listed on the Saudi Stock Exchange ("Tadawul"). The Fund Manager seeks to limit risk for the Fund by monitoring exposures in each investment sector and individual securities.

31 December 2024 (Audited)				
	% of Market value	Cost SR	Market value SR	Unrealised gain / (loss), net SR
<u>Investments in equities (by industry)</u>				
Banks	18.64%	202,124,469	208,799,795	6,675,326
Insurance	17.14%	165,071,397	192,023,001	26,951,604
Food & Beverages	12.34%	141,769,287	138,249,926	(3,519,361)
Capital Goods	8.66%	64,451,352	97,019,023	32,567,671
Transportation	8.01%	88,897,434	89,702,750	805,316
Health Care Equipment & Services	7.65%	103,377,090	85,657,343	(17,719,747)
Software & Services	7.25%	53,446,842	81,274,580	27,827,738
Energy	6.76%	64,173,755	75,721,793	11,548,038
Consumer Services	3.88%	38,764,226	43,409,927	4,645,701
Telecommunication Services	2.80%	32,528,791	31,345,457	(1,183,334)
Pharma, Biotech & Life Science	2.05%	17,010,222	22,940,345	5,930,123
Media and Entertainment	1.59%	21,284,967	17,847,984	(3,436,983)
Utilities	1.53%	20,202,146	17,194,200	(3,007,946)
Materials	1.04%	12,494,795	11,616,977	(877,818)
Real Estate Management & Development	0.66%	7,365,070	7,356,821	(8,249)
Total	100.00%	1,032,961,843	1,120,159,922	87,198,079

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL) (Continued)

The movements of financial assets at fair value through profit and loss during the period, are as follow:

	30 June 2025 (Unaudited) SAR	31 December 2024 (Audited) SAR
Market value as at period / year end	1,025,796,034	1,120,159,922
Cost as at period / year end	(990,122,446)	(1,032,961,843)
Unrealized gain as at end of the period / year	35,673,588	87,198,079
Unrealized gain as at start of the period / year	87,198,079	151,761,166
Unrealized (loss) / gain for the period / year	(51,524,491)	(64,563,087)

5. TRANSACTIONS WITH RELATED PARTIES

Related parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

Related parties of the Fund comprise SAB Invest (being the Fund Manager and administrator of the Fund), the Fund Board, mutual funds managed by the Fund Manager and The Saudi Awwal Bank ("SABB") (being significant shareholder of the Fund Manager).

In the ordinary course of its activities, the Fund transacts business with Fund Manager and related parties. Related party transactions are governed by limits set by the regulations issued by CMA. All the related party transactions are undertaken at mutually agreed prices and approved by the Fund Manager. These transactions were carried out on the basis of approved Terms and Conditions of the Fund.

During the period / year, the Fund entered into the following transactions with related parties in the ordinary course of business:

<i>Related party</i>	<i>Nature of transactions</i>	<i>Amount of transactions</i>		<i>Balance</i>	
		<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
		<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
SAB Invest (Fund Manager) Board Members	Fund management fee (including VAT)	10,898,555	10,514,042	1,781,061	2,119,766
	Administration fee	448,764	432,931	160,213	99,264
	Board member fee	6,869	8,289	25,286	18,417
Saudi Awwal Bank (Parent of Fund Manager)	Cash and cash equivalents	-	-	350,379	192,933

The Fund pays the Fund Manager a management fee calculated at an annual rate of 1.70% per annum, and administrator fee up to 0.10% calculated on the net asset value at each valuation date.

The units in issue at 30 June 2025 include 148,294 units held by the employees of the Fund Manager (31 December 2024: 128,318 units).

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

5. TRANSACTIONS WITH RELATED PARTIES (Continued)

Investments by other Funds in SAB Invest Saudi Freestyle Equity Fund are set out below:

<i>Related party</i>	<i>Nature of transactions</i>	<i>Amount of transactions</i>		<i>Balance</i>	
		<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
		<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
SAB Invest Multi-Assets Growth Fund	Issuance / (redemption), net	(1,822,440)	81,111,423	123,496,752	136,010,934

6. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund has only investments at fair value through profit or loss which is measured at fair values and are classified within level 1 of the fair value hierarchy. All other financial assets and liabilities are classified as amortized cost and management believes that the fair value of all other financial assets and liabilities at the reporting date approximate their carrying values owing to their short-term tenure and the fact that these are readily liquid. There were no transfers between various levels of fair value hierarchy during the current period or prior year.

7. MATURITY ANALYSIS OF ASSETS AND LIABILITIES

The table below shows an analysis of assets and liabilities according to when they are expected to be recovered or settled respectively:

<i>As at 31 June 2025 (Un-Audited)</i>	<i>Within 12 months SR</i>	<i>After 12 months SR</i>	<i>No Fixed Maturity SR</i>	<i>Total SR</i>
ASSETS				
Cash and cash equivalents	-	-	39,827,587	39,827,587
Financial assets at (FVTPL)	-	-	1,025,796,034	1,025,796,034
Receivable and advances	678,902	-	-	678,902
Receivables against sold securities	3,303,600	-	-	3,303,600
TOTAL ASSETS	3,982,502	-	1,065,623,621	1,069,606,123
LIABILITIES				
Management fee payable	1,781,061	-	-	1,781,061
Accrued expenses and other payables	447,182	-	-	447,182
Payable against purchased securities	744,267	-	-	744,267
TOTAL LIABILITIES	2,972,510	-	-	2,972,510

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

7. MATURITY ANALYSIS OF ASSETS AND LIABILITIES (Continued)

<i>As at 31 December 2024 (Audited)</i>	<i>Within 12 months SR</i>	<i>After 12 months SR</i>	<i>No Fixed Maturity SR</i>	<i>Total SR</i>
ASSETS				
Cash and cash equivalents	-	-	6,135,073	6,135,073
Financial assets at (FVTPL)	-	-	1,120,159,922	1,120,159,922
Receivable and advances	43,213,694	-	-	43,213,694
Receivables against sold securities	27,345,829	-	-	27,345,829
TOTAL ASSETS	70,559,523	-	1,126,294,995	1,196,854,518
LIABILITIES				
Management fee payable	2,119,766	-	-	2,119,766
Accrued expenses and other payables	3,171,191	-	-	3,171,191
Payable against purchased securities	25,415,821	-	-	25,415,821
TOTAL LIABILITIES	30,706,778	-	-	30,706,778

8. LAST VALUATION DAY

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

9. EVENTS AFTER THE REPORTING DATE

As of the date of approval of these interim condensed financial statements, there have been no significant subsequent events requiring disclosure to or adjustment in these interim condensed financial statements.

10. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These unaudited interim condensed financial statements were approved by the Fund's management on 16 Safar 1447H (corresponding to 10 August 2025).