

SAB Invest Multi-Assets Defensive 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 MULTI-ASSETS DEFENSIVE FUND (MANAGED BY SAB INVEST)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of SAB Invest Multi-Assets Defensive 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 Multi-Assets Defensive Fund
Interim condensed statement of financial position
As at 30 June 2025

		30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
	<i>Notes</i>		
ASSETS			
Cash and cash equivalents		5,517,762	3,026,582
Financial assets at fair value through profit or loss (FVTPL)	4	217,691,159	197,268,167
Financial assets at fair value through other comprehensive income (FVOCI)	5	-	2,616,204
Dividend receivables		329,871	322,074
Receivable and advances		-	6,645,830
TOTAL ASSETS		223,538,792	209,878,857
LIABILITIES			
Management fee payable	6	107,090	103,023
Redemption payable		55,520	617,265
Accrued expenses		166,364	118,721
TOTAL LIABILITIES		328,974	839,009
EQUITY			
Net assets attributable to unitholders of redeemable units		223,209,818	209,039,848
Redeemable units in issue		9,455,485	9,277,383
Net asset value attributable to each per unit		23.61	22.53

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

SAB Invest Multi-Assets Defensive Fund

Interim condensed statement of comprehensive income

For the six-month period ended 30 June 2025

	Notes	30 June 2025 (Unaudited) SR	30 June 2024 (Unaudited) SR
INCOME			
Net movement in unrealised gain on financial assets at FVTPL		5,777,726	6,859,385
Net realised gain on disposal of financial assets at FVTPL		3,725,613	4,526,102
Net realised loss on disposal of financial assets at FVOCI		(65,890)	-
Dividend income		663,752	654,190
Special commission income from financial assets at FVOCI		7,031	-
Net exchange loss		(6,939)	(1,575)
Other income		11,315	-
TOTAL INCOME		10,112,608	12,038,102
EXPENSES			
Management fees	6	(559,758)	(488,415)
Other expenses		(184,552)	(209,504)
Impairment reversal for expected credit losses	5	47,767	-
TOTAL EXPENSES		(696,543)	(697,919)
NET INCOME FOR THE PERIOD		9,416,065	11,340,183
OTHER COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD			
<i>Other comprehensive income that may be reclassified to profit or loss in subsequent periods:</i>			
Net movement in unrealized gain on investments at FVOCI		45,012	-
Movement in allowance for expected credit losses on investments at FVOCI – debt instruments	5	(47,767)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		9,413,310	11,340,183

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

SAB Invest Multi-Assets Defensive Fund

Interim condensed statement of changes in net assets attributable to the unitholders

For the six-month period ended 30 June 2025

	30 June 2025 (Unaudited) SR	30 June 2024 (Unaudited) SR
NET ASSETS AT THE BEGINNING OF THE PERIOD	209,039,848	187,956,141
Net income for the period	9,416,065	11,340,183
Net movement in unrealised gain on investments at FVOCI – debt instrument	45,012	-
Movement in allowance for expected credit losses on investments at FVOCI – debt instrument	(47,767)	-
Total comprehensive income for the period	9,413,310	11,340,183
Issue of units during the period	30,600,158	8,659,972
Redemption of units during the period	(25,843,498)	(20,917,101)
Net changes from unit transactions	4,756,660	(12,257,129)
NET ASSETS AT THE END OF THE PERIOD	223,209,818	187,039,195
REDEEMABLE UNIT TRANSACTIONS	<u>Units</u> (Unaudited)	<u>Units</u> (Unaudited)
Transactions in redeemable units during the period are summarised as follows:		
UNITS AT THE BEGINNING OF THE PERIOD	9,277,383	9,133,641
Issue of units during the period	1,327,516	409,466
Redemption of units during the period	(1,149,414)	(986,825)
Net changes in units	178,102	(577,359)
UNITS AT THE END OF THE PERIOD	9,455,485	8,556,282

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

SAB Invest Multi-Assets Defensive 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 income for the period	9,416,065	11,340,183
<i>Adjustments to reconcile net income to net cash flows from operating activities:</i>		
Net movement in unrealised gain on financial assets at FVTPL	(5,777,726)	(6,859,385)
Impairment reversal for expected credit losses	(47,767)	-
Dividend income	(663,752)	(654,190)
<i>Working capital changes:</i>		
Financial assets at FVTPL	(14,645,266)	(6,275,933)
Financial assets measured at FVOCI	2,661,216	-
Receivables and advances	6,645,830	8,700,000
Management fee payable	4,067	57,168
Payable against purchased securities	-	800,000
Accrued expenses and other payables	47,643	29,803
Cash flows (used in)/ from operating activities	(2,359,690)	7,137,646
Dividends received	655,955	639,578
Net cash flows (used in) / generated from operating activities	(1,703,735)	7,777,224
FINANCING ACTIVITIES		
Proceeds from issuance of units	30,600,158	8,659,972
Payment on redemption of units	(26,405,243)	(21,182,652)
Net cash flows generated from / (used in) financing activities	4,194,915	(12,522,680)
INCREASE /(DECREASE) IN CASH AND CASH EQUIVALENTS	2,491,180	(4,745,456)
Cash and cash equivalents at the beginning of the period	3,026,582	5,060,205
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5,517,762	314,749

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

SAB Invest Multi-Assets Defensive Fund

Notes to the unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

1. INCORPORATION AND ACTIVITIES

SAB Invest Multi-Assets Defensive 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 seek long term capital appreciation, through investing in diversified Shariah-compliant investment funds.

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 and financial assets held at FVOCI 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.

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 2024, 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.

SAB Invest China and India Equity Freestyle Fund

NOTES TO THE 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 (continued)

3.3.1 New standards and amendments adopted by the Fund (continued)

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

The following new standards, amendments and revisions to existing standards, which were issued by IASB but not yet effective up to the date of issuance of the Fund's interim condensed financial statements. 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 any significant impact on the amounts reported.

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 Multi-Assets Balanced Fund

Notes to the 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 Funds</u>				
SAB Invest Saudi Riyal Murabaha Fund*	35.15%	70,867,047	76,515,641	5,648,594
SAB Invest Sukuk Fund*	19.77%	46,371,830	43,043,441	(3,328,389)
SAB Invest GCC Equity Fund*	12.99%	12,347,474	28,279,507	15,932,033
SAB Invest US Dollar Murabaha Fund*	10.24%	18,322,450	22,293,381	3,970,931
SAB Invest Enhanced Murabaha Fund*	8.19%	15,266,291	17,822,202	2,555,911
SAB Invest Global Equity Index Fund*	4.05%	5,285,258	8,825,069	3,539,811
HSBC MSCI Emerging Markets Islamic ESG UCITS ETF	3.99%	7,978,386	8,695,120	716,734
Invesco Physical Gold ETC	3.59%	5,917,911	7,812,885	1,894,974
HSBC MSCI Europe Islamic ESG U ETF ACC	1.47%	3,094,825	3,191,763	96,938
SAB Invest Alternative Financing Fund*	0.38%	812,502	820,776	8,274
HSBC Islamic Global Equity Ind ACC	0.18%	375,040	391,374	16,334
Total	100.00%	186,639,014	217,691,159	31,052,145

	31 December 2024 (Audited)			
	% of Market value	Cost SR	Market value SR	Unrealised gain (loss), net SR
<u>Investments in Funds</u>				
SAB Invest Saudi Riyal Murabaha Fund*	32.55%	59,502,050	63,938,079	4,436,029
SAB Invest Sukuk Fund*	21.10%	45,353,324	41,454,142	(3,899,182)
SAB Invest US Dollar Murabaha Fund*	11.16%	18,322,450	21,920,184	3,597,734
SAB Invest Enhanced Murabaha Fund*	8.62%	14,866,291	16,929,154	2,062,863
SAB Invest GCC Equity Fund*	13.80%	12,347,474	27,109,538	14,762,064
SAB Invest Global Equity Index Fund*	4.91%	5,938,108	9,647,838	3,709,730
SAB Invest Saudi Companies Equity Fund*	2.86%	5,558,915	5,612,569	53,654
iShares MSCI USA Islamic UCITS ETF	1.80%	3,491,438	3,536,267	44,829
HSBC MSCI Emerging Markets Islamic ESG UCITS ETF	1.66%	3,470,786	3,264,784	(206,002)
Invesco Physical Gold ETC	1.54%	2,330,412	3,044,636	714,224
SAB Invest Alternative Financing Fund*	0.41%	812,500	810,976	(1,524)
Total	100.00%	171,993,748	197,268,167	25,274,419

* These funds are also managed by SAB Invest (The Fund Manager). Hence, they are considered as related party balances.

Investments in funds are unrated. The Fund also does not have an internal grading mechanism. However, the Fund Manager seeks to limit its risk by monitoring each investment exposure and setting limits for individual investment.

SAB Invest Multi-Assets Defensive Fund

Notes to the 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	217,691,159	197,268,167
Cost as at period / year end	(186,639,014)	(171,993,748)
Unrealized gain as at end of the period / year	31,052,145	25,274,419
Unrealized gain as at start of the period / year	25,274,419	132,477,747
Unrealized gain / (loss) for the period / year	5,777,726	(7,220,994)

5. FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVOCI)

	30 June 2025 SR	31 December 2024 SR
Debt Securities – Sukuks	-	2,581,314
Accrued special income	-	34,890
	-	2,616,204

The average special commission rate on investments as at the end of June 2025 is NIL % p.a. (31 December 2024: 5.5% p.a.). The above debt securities have been redeemed during the period..

The movement in the allowance for expected credit losses for debt securities (sukuk) is summarized as follows:

	30 June 2024 SR	31 December 2024 SR
Balance at beginning of the period	47,767	-
Charge for the period	(47,767)	47,767
Balance at the end of the period	-	47,767

The methodology and assumptions applied by the Fund in estimating the ECL on sukuk placements is based on using the Moody's rating scales which are then adjusted for country specific data based on where the sukuk's underlying assets / projects are, forward looking estimates and macroeconomic variables such as expected GDP growth, to determine the ECL as at the end of the reporting period.

SAB Invest Multi-Assets Defensive Fund

Notes to the unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

6. TRANSACTIONS WITH RELATED PARTIES

A. *Transactions and balances with Fund Manager*

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 ("SAB") (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, the Fund entered into the following transactions with related parties in the ordinary course of business:

Related party	Nature of transactions	Amount of transactions		Balance	
		2025	2024	2025	2024
		SR	SR	SR	SR
SAB Invest (Fund Manager)	Fund management fee (including VAT)	559,758	488,415	107,090	103,023
	Admin fee	87,073	75,976	32,578	16,443
Fund Board	Board member fees	6,868	8,289	24,350	17,481
Saudi Awwal Bank (Parent of Fund Manager)	Cash and cash Equivalents	-	-	-	1,010,759

The Fund pays the Fund Manager a management fee calculated at an annual rate of 0.45% per annum calculated on the net asset value at each valuation date.

There are 39,121 in issue at 30 June 2025 (25,160 units 31 December 2024) held by the employees of the Fund Manager.

The Saudi Awwal Bank ("SAB") (parent of the Fund Manager) acts as the Fund's banker. The Fund has made investments aggregating to 602.7 million (31 December 2024: SR 186.6 million) in other funds managed by the Fund Manager.

7. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund has investments at fair value through profit or loss which is measured at fair values and are classified within level 2 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.

SAB Invest Multi-Assets Defensive Fund

Notes to the unaudited interim condensed financial statements

For the six-month period ended 30 June 2025

8. 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 30 June 2025 (Unaudited)</i>	<i>Within 12 months SAR</i>	<i>After 12 months SAR</i>	<i>No Fixed Maturity SAR</i>	<i>Total SAR</i>
ASSETS				
Cash and cash equivalents	-	-	5,517,762	5,517,762
Financial assets at FVTPL	-	-	217,691,159	217,691,159
Dividend receivable	329,871	-	-	329,871
TOTAL ASSETS	329,871	-	223,208,921	223,538,792
LIABILITIES				
Management fee payable	107,090	-	-	107,090
Redemption payable	55,520	-	-	55,520
Accrued expenses	166,364	-	-	166,364
TOTAL LIABILITIES	328,974	-	-	328,974
 <i>As at 31 December 2024 (Audited)</i>	 <i>Within 12 months SAR</i>	 <i>After 12 months SAR</i>	 <i>No Fixed Maturity SAR</i>	 <i>Total SAR</i>
ASSETS				
Cash and cash equivalents	-	-	3,026,582	3,026,582
Financial assets at FVTPL	-	-	197,268,167	197,268,167
Financial assets at FVOCI	-	2,616,204	-	2,616,204
Receivables and advances	6,645,830	-	-	6,645,830
Dividend receivable	322,074	-	-	322,074
TOTAL ASSETS	6,967,904	2,616,204	200,294,749	209,878,857
LIABILITIES				
Management fee payable	103,023	-	-	103,023
Redemption payable	617,265	-	-	617,265
Accrued Expenses	118,721	-	-	118,721
TOTAL LIABILITIES	839,009	-	-	839,009

9. LAST VALUATION DAY

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

10. 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.

11. 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).