

SAB Invest China and India Equity Freestyle 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



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INDEPENDENT AUDITOR’S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE UNITHOLDERS OF SAB INVEST CHINA AND INDIA EQUITY FREESTYLE FUND (MANAGED BY SAB INVEST)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of SAB Invest China and India Equity Freestyle 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 China and India Equity Freestyle Fund

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

	<i>Notes</i>	30 June 2025 (Unaudited) USD	31 December 2024 (Audited) USD
ASSETS			
Cash and cash equivalents		1,797,338	1,276,701
Financial assets at fair value through profit or loss (FVTPL)	4	15,583,543	14,280,833
Receivable and advances		193,407	198,436
Dividend receivable		116,018	-
TOTAL ASSETS		17,690,306	15,755,970
LIABILITIES			
Management fees payable	5	141,514	87,032
Accrued expenses and other payables		71,409	86,648
TOTAL LIABILITIES		212,923	173,680
EQUITY			
Net assets attributable to unitholders of redeemable units		17,477,383	15,582,290
Redeemable units in issue		579,432	582,201
Net asset value attributable to each per unit		30.16	26.76

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

SAB Invest China and India Equity Freestyle Fund

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

		30 June 2025 (Unaudited) USD	30 June 2024 (Unaudited) USD
	Notes		
INCOME			
Net movement in unrealised gain on financial assets at FVTPL	4	1,740,149	893,679
Net realised gain / (loss) on disposal of financial assets at FVTPL		302,591	(1,096,133)
Dividend income		192,908	165,817
TOTAL INCOME		2,235,648	(36,637)
EXPENSES			
Management fees	5	(222,772)	(208,767)
Other expenses		(46,467)	(53,955)
TOTAL EXPENSES		(269,239)	(262,722)
NET INCOME / (LOSS) FOR THE PERIOD		1,966,409	(299,359)
Other comprehensive income for the period		-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD		1,966,409	(299,359)

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

SAB Invest China and India Equity Freestyle 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) USD	30 June 2024 (Unaudited) USD
EQUITY AT THE BEGINNING OF THE PERIOD	15,582,290	16,332,515
Net income / (loss) for the period	1,966,409	(299,359)
Other comprehensive income for the period	-	-
Total comprehensive income / (loss) for the period	1,966,409	(299,359)
Issue of units during the period	217,449	-
Redemption of units during the period	(288,765)	(605,057)
Net changes from unit transactions	(71,316)	(605,057)
EQUITY AT THE END OF THE PERIOD	17,477,383	15,428,099
	<u>Units</u> (Unaudited)	<u>Units</u> (Unaudited)

REDEEMABLE UNIT TRANSACTIONS

Transactions in redeemable units during the period are summarised as follows:

UNITS AT THE BEGINNING OF THE PERIOD	582,201	624,148
Issue of units during the period	7,278	-
Redemption of units during the period	(10,047)	(23,664)
Net changes in units transactions	(2,769)	(23,664)
UNITS AT THE END OF THE PERIOD	579,432	600,484

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

SAB Invest China and India Equity Freestyle Fund

INTERIM CONDENSED STATEMENT OF CASHFLOWS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	30 June 2025 (Unaudited) USD	30 June 2024 (Unaudited) USD
OPERATING ACTIVITIES		
Net income / (loss) for the period	1,966,409	(299,359)
<i>Adjustments to reconcile net income / (loss) to net cash flows from operating activities:</i>		
Net movement in unrealised (gain) on financial assets at FVTPL	(1,740,149)	(893,679)
Dividend income	(192,908)	(165,817)
<i>Working capital adjustments:</i>		
Financial assets at FVTPL	437,439	1,744,090
Receivables and advances	5,029	(10,657)
Management fees payable	54,482	(8,995)
Accrued expenses and other payables	(15,239)	13,945
Cash flows generated from operations	515,063	379,528
Dividends received	76,890	64,088
Net cash flows from operating activities	591,953	443,616
FINANCING ACTIVITIES		
Proceeds from issuance of units	217,449	-
Payment on redemption of units	(288,765)	(477,999)
Net cash flows used in financing activities	(71,316)	(477,999)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	520,637	(34,383)
Cash and cash equivalents at the beginning of the period	1,276,701	1,772,756
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1,797,338	1,738,373

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

SAB Invest China and India Equity Freestyle Fund

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

1. INCORPORATION AND ACTIVITIES

SAB Invest China and India Equity Freestyle Fund (the “Fund”) is an investment fund established through 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 Shariah-compliant China and India equities.

The Fund is managed by the Fund Manager who also acts as the administrator of the Fund.

The Fund Manager has appointed HSBC Global Asset Management (Hong Kong) Limited as the sub-investment advisor of the Fund and Riyadh Capital as a custodian of the Fund in accordance with the Terms and Conditions 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 US Dollars (“USD”), which is the Fund’s functional currency. All financial information presented has been rounded to the nearest USD.

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)

3.3.1 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 China and India Equity Freestyle Fund

NOTES TO THE 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 USD	Market value USD	Unrealised gain, net USD
<i><u>Investments in equities (by countries)</u></i>				
Cayman Island	51.52	6,741,764	8,028,967	1,287,203
India	24.75	2,994,606	3,857,308	862,702
China	15.54	2,046,415	2,422,310	375,895
Hong Kong	4.56	639,118	709,961	70,843
Switzerland	1.86	248,028	289,953	41,925
United States	1.77	277,188	275,044	(2,144)
Total	100.00	12,947,119	15,583,543	2,636,424
31 December 2024 (Audited)				
	% of Market value	Cost USD	Market value USD	Unrealised gain, net USD
<i><u>Investments in equities (by countries / regions / territories)</u></i>				
Cayman Island	51.85	7,532,027	7,404,846	(127,181)
India	29.07	3,136,101	4,150,768	1,014,667
China	16.03	2,169,211	2,289,876	120,664
Hong Kong	3.05	547,218	435,343	(111,875)
Total	100.00	13,384,557	14,280,833	896,275

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

	30 June 2025 (Unaudited) USD	31 December 2024 (Audited) USD
Market value as at period / year end	15,583,543	14,280,833
Cost as at period / year end	(12,947,119)	(13,384,557)
Unrealized gain as at end of the period / year	2,636,424	896,275
Unrealized gain / (loss) as at start of the period / year	896,275	(960,462)
Unrealized (loss) / gain for the period / year	(1,740,149)	1,856,737

SAB Invest China and India Equity Freestyle Fund

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

5. 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) and the Fund Board.

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:

Related party	Nature of transactions	Amount of transactions		Balance	
		2025 USD	2024 USD	2025 USD	2024 USD
SAB Invest	Fund management fee (including VAT)	222,772	208,767	141,514	87,032
	Administration fee	8,575	-	4,470	2,831
Board Members	Board member fee	1,831	-	6,426	4,595
Saudi Awwal Bank (Parent of Fund Manager)	Cash and cash equivalents	-	-	65,080	-

The Fund pays the Fund Manager a management fee calculated at an annual rate of 2.30% per annum, administrator fee of 0.15% and custody fee of 0.075% calculated on the net asset value at each valuation date.

The units in issue on 30 June 2025 include 3,050 held by the employees of the Fund Manager (31 December 2024: NIL units).

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.

SAB Invest China and India Equity Freestyle Fund

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

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 30 June 2025 (Unaudited)</i>	<i>Within 12 months USD</i>	<i>After 12 months USD</i>	<i>No Fixed Maturity USD</i>	<i>Total USD</i>
ASSETS				
Cash and cash equivalents	-	-	1,797,338	1,797,338
Financial assets at fair value through profit or loss (FVTPL)	-	-	15,583,543	15,583,543
Receivable and advances	193,407	-	-	193,407
Dividend receivable	116,018	-	-	116,018
TOTAL ASSETS	309,425	-	17,380,881	17,690,306
LIABILITY				
Management fee payable	141,514	-	-	141,514
Accrued expenses and other payables	71,409	-	-	71,409
TOTAL LIABILITY	212,923	-	-	212,923

<i>31 December 2024 (Audited)</i>	<i>Within 12 months USD</i>	<i>After 12 months USD</i>	<i>No Fixed Maturity USD</i>	<i>Total USD</i>
ASSETS				
Cash and cash equivalents	-	-	1,276,701	1,276,701
Financial assets at fair value through profit or loss (FVTPL)	-	-	14,280,833	14,280,833
Receivables and advances	198,436	-	-	198,436
TOTAL ASSETS	198,436	-	15,557,534	15,755,970
LIABILITIES				
Management fee payable	87,032	-	-	87,032
Accrued expenses and other payables	86,648	-	-	86,648
TOTAL LIABILITIES	173,680	-	-	173,680

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).