

SAB Invest Saudi 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 EQUITY FUND (MANAGED BY SAB INVEST)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of SAB Invest Saudi 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 Equity Fund

Interim condensed statement of financial position

As at 30 June 2025

	Notes	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
ASSETS			
Cash and cash equivalents		5,004,488	49,426
Financial assets at fair value through profit or loss (FVTPL)	4	156,245,302	171,902,141
Receivable against securities sold		191,117	2,728,108
Receivables and advances		80,405	5,736,994
TOTAL ASSETS		161,521,312	180,416,669
LIABILITIES			
Management fee payable	5	275,579	323,088
Payable against purchased securities		90,259	1,111,632
Accrued expenses and other payables		242,238	245,074
TOTAL LIABILITIES		608,076	1,679,794
EQUITY			
Net assets attributable to unitholders of redeemable units		160,913,236	178,736,875
Redeemable units in issue		357,356	390,237
Net asset value attributable to each per unit		450.29	458.02

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

SAB Invest Saudi Equity 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 realised income on financial assets at FVTPL		4,238,778	34,927,776
Net unrealised loss on financial assets at FVTPL	4	(7,974,347)	(25,782,022)
Dividend income		2,355,522	2,187,111
TOTAL LOSS / INCOME		(1,380,047)	11,332,865
EXPENSES			
Management fees	5	(1,649,624)	(2,043,309)
Other expenses		(213,833)	(229,454)
TOTAL EXPENSES		(1,863,457)	(2,272,763)
NET (LOSS) / INCOME FOR THE PERIOD		(3,243,504)	9,060,102
Other comprehensive income for the period		-	-
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD		(3,243,504)	9,060,102

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

SAB Invest Saudi Equity Fund

Interim condensed statement of changes in equity attributable to the unit holders

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	178,736,875	196,807,183
Net (loss) / income for the period	(3,243,504)	9,060,102
Other comprehensive income for the period	-	-
Total comprehensive (loss) / income for the period	(3,243,504)	9,060,102
Issue of units during the period	40,208,631	8,852,488
Redemption of units during the period	(54,788,766)	(9,874,927)
Net change from unit transaction	(14,580,135)	(1,022,439)
EQUITY AT THE END OF THE PERIOD	160,913,236	204,844,846
	<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	390,237	448,806
Issue of units during the period	84,987	18,564
Redemption of units during the period	(117,868)	(20,857)
Net change in units	(32,881)	(2,293)
UNITS AT THE END OF THE PERIOD	357,356	446,513

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

SAB Invest Saudi 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) / income for the period	(3,243,504)	9,060,102
<i>Adjustments to reconcile net (loss) / income to net cash flows from operating activities:</i>		
Movement in unrealised loss on financial assets at FVTPL	7,974,347	25,782,022
Dividend income	(2,355,522)	(2,187,111)
<i>Working capital adjustments:</i>		
Financial assets at FVTPL	7,682,492	(38,097,821)
Receivable against securities sold	2,536,991	-
Receivables and advances	5,656,589	7,759,156
Management fee payable	(47,509)	24,067
Accrued expenses and other payables	(2,836)	17,050
Payable against purchased securities	(1,021,373)	80,610
Cash flows from operations	17,179,675	2,438,075
Dividends received	2,355,522	2,048,037
Net cash flows generated from operating activities	19,535,197	4,486,112
Financing activities		
Proceeds from issuance of units	40,208,631	8,852,488
Payment on redemption of units	(54,788,766)	(9,874,927)
Net cash flows used in financing activities	(14,580,135)	(1,022,439)
Net increase in cash and cash equivalents	4,955,062	3,463,673
Cash and cash equivalents at the beginning of the period	49,426	2,439,501
Cash and cash equivalents at the end of the period	5,004,488	5,903,174

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

SAB Invest Saudi 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 Equity Fund (the "Fund") is an investment fund established through an agreement between SAB Invest (the "Fund Manager") and the investors (the "Unitholders"). 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 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 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 Saudi 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 (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 Saudi 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) SR
<u>Investments in equities (by sector)</u>				
Banks	38.3%	58,537,675	59,778,592	1,240,917
Insurance	10.6%	14,208,551	16,493,038	2,284,487
Telecommunication Services	9.3%	14,581,889	14,560,764	(21,125)
Materials	6.5%	10,960,375	10,174,062	(786,313)
Capital Goods	4.9%	4,964,910	7,635,033	2,670,123
Real Estate Management & Development	4.5%	4,823,013	6,980,669	2,157,656
Food & Beverages	4.3%	7,978,839	6,659,904	(1,318,935)
Transportation	4.1%	6,344,913	6,639,961	295,048
Energy	4.0%	4,490,699	6,289,733	1,799,034
Software & Services	3.2%	1,849,055	5,012,508	3,163,453
Health Care Equipment & Services	2.8%	5,298,087	4,309,203	(988,884)
Commercial & Professional services	1.7%	2,984,493	2,683,648	(300,845)
Pharma, Biotech & Life Science	1.7%	1,380,014	2,666,760	1,286,746
Consumer Discretionary Distribution & Retail	1.5%	2,390,649	2,296,177	(94,472)
Consumer Services	1.3%	2,088,965	2,093,818	4,853
Utilities	1.3%	2,431,277	1,971,432	(459,845)
Total	100%	145,313,404	156,245,302	10,931,898

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) SR
<u>Investments in equities (by sector)</u>				
Banks	32.0%	53,016,982	54,958,969	1,941,987
Insurance	10.7%	14,988,277	18,315,442	3,327,165
Food & Beverages	9.1%	16,038,574	15,703,765	(334,809)
Capital Goods	7.1%	7,063,009	12,124,637	5,061,628
Health Care Equipment & Services	6.7%	13,662,619	11,515,321	(2,147,298)
Energy	6.2%	8,171,109	10,684,718	2,513,609
Materials	6.0%	11,034,098	10,305,783	(728,315)
Telecommunication Services	5.3%	9,506,609	9,173,554	(333,055)
Software & Services	5.1%	2,893,836	8,733,795	5,839,959
Transportation	3.5%	5,136,552	6,062,558	926,006
Consumer Services	3.1%	3,669,783	5,262,023	1,592,240
Pharma, Biotech & Life Science	2.0%	1,997,825	3,392,538	1,394,713
Media and Entertainment	1.8%	2,769,293	3,094,648	325,355
Utilities	1.2%	2,470,808	2,010,750	(460,058)
Real Estate Management & Development	0.3%	576,522	563,640	(12,882)
Total	100%	152,995,896	171,902,141	18,906,245

SAB Invest Saudi 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	156,245,302	171,902,141
Cost as at period / year end	(145,313,404)	(152,995,896)
Unrealized gain as at end of the period / year	10,931,898	18,906,245
Unrealized gain as at start of the period / year	18,906,245	55,449,878
Unrealized loss for the period / year	(7,974,347)	(36,543,633)

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) 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 SR	2024 SR	2025 SR	2024 SR
SAB Invest	Fund management fee	1,649,624	2,043,309	275,579	323,088
(Fund Manager)	Administration fee	67,926	84,137	26,935	17,397
Board Members	Board member fee	6,868	8,289	25,286	18,417

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 1,633 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 Saudi 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

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 SR</i>	<i>After 12 months SR</i>	<i>No Fixed Maturity SR</i>	<i>Total SR</i>
ASSETS				
Cash and cash equivalents	-	-	5,004,488	5,004,488
Financial assets at FVTPL	-	-	156,245,302	156,245,302
Receivable against securities sold	191,117	-	-	191,117
Receivable and advances	80,405	-	-	80,405
TOTAL ASSETS	271,522	-	161,249,790	161,521,312
LIABILITIES				
Management fee payable	275,579	-	-	275,579
Accrued expenses and other payables	242,238	-	-	242,238
Payable against purchased securities	90,259	-	-	90,259
TOTAL LIABILITIES	608,076	-	-	608,076
 <i>As at 31 Dec 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	-	-	49,426	49,426
Financial assets at FVTPL	-	-	171,902,141	171,902,141
Receivable against securities sold	2,728,108	-	-	2,728,108
Receivable and advances	5,736,994	-	-	5,736,994
TOTAL ASSETS	8,465,102	-	171,951,567	180,416,669
LIABILITIES				
Management fee payable	323,088	-	-	323,088
Accrued expenses and other payables	245,074	-	-	245,074
Payable against purchased securities	1,111,632	-	-	1,111,632
TOTAL LIABILITIES	1,679,794	-	-	1,679,794

8. LAST VALUATION DAY

The last valuation day of the period 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 UNAUDITED 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).