SAB Invest Saudi Conventional 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 2026

Ernst & Young Professional Services (Professional LLC)
Paid-up capital (⃁ 5,500,000 – Five million five hundred thousand Saudi Riyal)

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

Introduction

We have reviewed the accompanying interim condensed statement of financial position of SAB Invest Saudi Conventional Freestyle Equity Fund (the "Fund") managed by SAB Invest (the "Fund Manager") as at 30 June 2026, and the related interim condensed statement of comprehensive income for the six-month period ended 30 June 2026, and the related interim condensed statements of changes in net assets 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 statements 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

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شركة إرنست ويونغ للخدمات المهنية
(مهنية ذات مسؤولية محدودة)
Ernst & Young Professional Services
(Professional LLC)

Abdulaziz S. Alarifi
Certified Public Accountant
License No. (572)

Riyadh: 27 Safar 1448H
(10 August 2026)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	***30 June 2026 (Unaudited)*** ⃁	*31 December 2025 (Audited)* ⃁
ASSETS			
Cash and cash equivalents		**220,076**	427,670
Financial assets at fair value through profit or loss (FVTPL)	4	**51,982,666**	49,075,545
Receivables against securities sold		**168,481**	9,801
Dividend receivable		**55,431**	-
Receivable and advances		**10**	-
TOTAL ASSETS		**52,426,664**	49,513,016
LIABILITIES			
Accrued expenses and other liabilities		**201,676**	147,174
Management fees payable	5	**98,462**	94,717
Payable against purchased securities		**74,726**	51,603
TOTAL LIABILITIES		**374,864**	293,494
EQUITY			
Net assets attributable to the Unitholders		**52,051,800**	49,219,522
Redeemable units in issue		**3,423,771**	3,201,316
Net asset value attributable to each unit		**15.20**	15.37

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

For the six-month period ended 30 June 2026

	Notes	***30 June 2026 (Unaudited)*** **⃁**	*30 June 2025 (Unaudited)* ⃁
INCOME / (LOSS)			
Net unrealised loss on financial assets at FVTPL	4	**(627,208)**	(4,327,771)
Net realized (loss) / gain on disposal of financial assets at FVTPL		**(125,025)**	2,531,005
Dividend income		**955,444**	586,237
Other income		**118**	-
TOTAL INCOME / (LOSS)		**203,329**	(1,210,529)
EXPENSES			
Management fees	5	**(611,377)**	(538,781)
Other expenses		**(182,943)**	(175,852)
TOTAL EXPENSES		**(794,320)**	(714,633)
NET LOSS FOR THE PERIOD		**(590,991)**	(1,925,162)
Other comprehensive income for the period		**-**	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		**(590,991)**	(1,925,162)

The attached notes 1 to 10 form part of these unaudited interim condensed financial statements.

INTERIM CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS

For the six-month period ended 30 June 2026

	30 June 2026 (Unaudited) ⃁	*30 June 2025 (Unaudited)* ⃁
NET ASSETS AT THE BEGINNING OF THE PERIOD	**49,219,522**	45,595,276
Net (loss) for the period	**(590,991)**	(1,925,162)
Other comprehensive income for the period	**-**	-
Total comprehensive (loss) for the period	**(590,991)**	(1,925,162)
Issuance of units during the period	**6,562,051**	12,173,874
Redemption of units during the period	**(3,138,782)**	(6,031,575)
Net changes from unit transactions	**3,423,269**	6,142,299
NET ASSETS AT THE END OF THE PERIOD	**52,051,800**	49,812,413

REDEEMABLE UNIT TRANSACTIONS

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

	Units (Unaudited)	*Units (Unaudited)*
UNITS AT THE BEGINNING OF THE PERIOD	**3,201,316**	2,631,507
Issuance of units during the period	**421,022**	688,235
Redemption of units during the period	**(198,567)**	(341,868)
Net increase in units	**222,455**	346,367
UNITS AT END OF THE PERIOD	**3,423,771**	2,977,874

INTERIM CONDENSED STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2026

	Note	***30 June 2026 (Unaudited)*** **⃁**	*30 June 2025 (Unaudited)* ⃁
OPERATING ACTIVITIES			
Net (loss) for the period		**(590,991)**	(1,925,162)
Adjustments to reconcile net income to net cash flows from operating activities:			
Net movement in unrealised loss on financial assets at FVTPL	4	**627,208**	4,327,771
Dividend income		**(955,444)**	(586,237)
		(919,227)	1,816,372
Working capital adjustments:			
Financial assets carried at FVTPL		**(3,534,329)**	(8,209,718)
Receivables and advances		**(10)**	1,354,649
Receivables against sold securities		**(158,680)**	851,606
Management fee payable		**3,745**	(3,109)
Payable against purchased securities		**23,123**	(1,260,947)
Accrued expenses and other liabilities		**54,502**	23,795
Cash flows used in operations		**(4,530,876)**	(5,427,352)
Dividends received		**900,013**	560,421
Net cash flows used in operating activities		**(3,630,863)**	(4,866,931)
FINANCING ACTIVITIES			
Issuance of units		**6,562,051**	12,173,874
Redemption of units		**(3,138,782)**	(6,031,575)
Net cash generated from financing activities		**3,423,269**	6,142,299
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		**(207,594)**	1,275,368
Cash and cash equivalents at beginning of the period		**427,670**	817,666
CASH AND CASH EQUIVALENTS AS AT		**220,076**	2,093,034

1 CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES

SAB Invest Saudi Conventional Freestyle Equity Fund (previously known as Saudi Equity Fund) (the "Fund") is an open-ended fund domiciled in Kingdom of Saudi Arabia, created by an agreement between SAB Invest (the "Fund Manager"), a subsidiary of The Saudi Al-Awal Bank (the "Bank") and investors in the Fund (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, and income distribution, through investing in Sharia-compliant Saudi equities.

SAB Invest Operations were appointed as an Operator - Administrator of the fund in which an Asset Management Operation (AMO) has appointed a Sub-admin.

The Fund is managed by the Fund Manager who also acts as the administrator of the Fund. Riyad Capital is the custodian of the Fund. The Fund distributes income, subject to the approval of the Fund Board, on a semi-annual basis.

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 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 Statement of compliance

These unaudited interim condensed financial statements for the six-month period ended 30 June 2026 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 2025. In addition, results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The accounting policies adopted in the preparation of these unaudited interim condensed financial statements are consistent with those followed in the preparation of the Fund's annual financial statements for the year ended 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 ("⃁") which is the Fund's functional currency. All financial information presented has been rounded to the nearest ⃁.

3 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

3.3 New standards and amendments to standards

The accounting policies adopted are consistent with those of the previous financial period, except for the following new and amended standards and interpretations issued by the International Accounting Standards Board (IASB) effective from 1 January 2026 as noted below:

Topic	*Effective date*
Amendments to IFRS (9) and IFRS (7): Classification and Measurement of Financial Instruments.	1 January 2026

The adoption of the new and amended standards and interpretations do not have a material impact on the interim condensed financial statements of the Fund.

3.4 New and amended standards issued but not effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Fund's interim condensed financial statements are disclosed below. The Fund intends to adopt these new and amended standards and interpretations, if applicable, when they become effective.

IFRS 18: Presentation and Disclosure in Financial Statements - Replaces IAS (1) Presentation of Financial Statements. IFRS (19) - Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to IFRS (10) and IAS (28): Sale or Contribution of Assets between an investor and its associate and joint venture.	The effective date of this amendment between an Investor and its Associate or Joint Venture is postponed indefinitely.

The Fund did not early adopt any standards, interpretations or amendments that have been issued but are not yet effective.

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 2026 (Unaudited)			
Investments in equities (by sector)	***% of Market value***	***Cost*** ⃁	***Market Value*** ⃁	***Unrealised gain /(loss)*** ⃁
Banks	**32.64%**	**16,280,532**	**16,970,941**	**690,409**
Energy	**11.48%**	**5,633,565**	**5,968,873**	**335,308**
Insurance	**9.98%**	**4,513,624**	**5,186,755**	**673,131**
Materials	**7.05%**	**3,936,792**	**3,665,899**	**(270,893)**
Telecommunication Services	**6.82%**	**3,899,551**	**3,547,557**	**(351,994)**
Financials	**6.38%**	**3,734,021**	**3,316,182**	**(417,839)**
Consumer, non-cyclical	**5.37%**	**2,814,282**	**2,792,235**	**(22,047)**
Capital Goods	**4.21%**	**1,850,702**	**2,186,797**	**336,095**
Technology	**4.09%**	**2,147,192**	**2,125,578**	**(21,614)**
Health Care Equipment & Svc	**2.01%**	**1,403,098**	**1,047,068**	**(356,030)**
Retail Sector	**1.99%**	**994,669**	**1,033,155**	**38,486**
Transportation	**1.93%**	**1,781,727**	**1,003,184**	**(778,543)**
Real Estate	**1.57%**	**893,304**	**815,149**	**(78,155)**
Industrials	**1.45%**	**1,064,782**	**751,744**	**(313,038)**
Consumer, Cyclical	**1.06%**	**694,616**	**551,143**	**(143,473)**
Commercial & Professional Services	**0.99%**	**502,157**	**513,570**	**11,413**
Consumer Services	**0.98%**	**857,057**	**506,836**	**(350,221)**
Total	**100%**	**53,001,671**	**51,982,666**	**(1,019,005)**

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

	31 December 2025 (Audited)			
Investment in equities (by sector)	*% of Market value*	*Cost* ⃁	*Market Value* ⃁	*Unrealised gain/(loss)* ⃁
Banks	31.32%	15,026,916	15,368,694	341,778
Insurance	9.42%	4,406,736	4,624,230	217,494
Telecommunication Services	7.26%	3,701,916	3,561,434	(140,482)
Energy	7.20%	2,839,084	3,534,676	695,592
Materials	6.79%	3,514,783	3,329,988	(184,795)
Financials	6.37%	3,938,779	3,127,879	(810,900)
Consumer, non-cyclical	5.50%	2,664,248	2,697,866	33,618
Capital Goods	4.49%	1,636,652	2,204,285	567,633
Technology	3.83%	1,723,108	1,881,968	158,860
Transportation	2.79%	1,597,223	1,369,056	(228,167)
Consumer, Cyclical	2.77%	1,474,715	1,358,591	(116,124)
Consumer Services	2.61%	1,758,693	1,278,973	(479,720)
Health Care Equipment & Svc	2.19%	1,210,151	1,075,545	(134,606)
Retail Sector	2.05%	873,706	1,004,720	131,014
Industrials	2.00%	1,185,992	982,768	(203,224)
Real Estate	1.97%	1,156,460	967,771	(188,689)
Commercial & Professional Services	1.16%	589,938	569,448	(20,490)
Food & beverages	0.28%	168,242	137,653	(30,589)
Total	100.00%	49,467,342	49,075,545	(391,797)

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.

The movements in unrealised gain / (loss) on financial assets at fair value through profit or loss during the period, are as follow:

	30 June 2026 (Unaudited)	*31 December 2025 (Audited)*
Market value as at period / year end	**51,982,666**	49,075,545
Cost as at period / year end	**53,001,671**	49,467,342
Unrealized loss as at end of the period / year	**(1,019,005)**	(391,797)
Unrealized (loss) / gain as at start of the period / year	**(391,797)**	7,827,364
Unrealized loss for the period / year	**(627,208)**	(8,219,161)

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 and Saudi Awwal Bank (parent of the Fund Manager).

5 TRANSACTIONS WITH RELATED PARTIES (CONTINUED)

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:

		Amount of transaction		*Balance*	
		30 June 2026 (Unaudited)	*30 June 2025 (Unaudited)*	***30 June 2026 (Unaudited)***	*31 December 2025 (Audited)*
Related party	***Nature of transactions***	⃁	⃁	⃁	⃁
SAB Invest (Fund Manager)	Fund management fee	**531,634**	468,505	**98,462**	94,717
Fund Administrator	Admin fee	**19,417**	7,134	**6,564**	3,890
Board Members	Board member fees	**6,866**	6,868	**28,912**	22,047

The Fund pays the Fund Manager a management fee calculated at an annual rate of 1.95% per annum calculated on the net asset value at each valuation date.

There are 12,714.61 units in issue at 30 June 2026 (31 December 2025: 14,105.75 units) held by the employees of the Fund Manager.

There are no units in issue as at 30 June 2026 (31 December 2025: Nil units) that are held by the Fund Manager and by other funds managed by SAB Invest.

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:

At 30 June 2026 (Unaudited)	***Within 12 months***	***After 12 months***	***No fixed maturity***	***Total***
	⃁	⃁	⃁	⃁
ASSETS				
Cash and cash equivalents	**220,076**	**-**	**-**	**220,076**
Financial assets at FVTPL	**-**	**-**	**51,982,666**	**51,982,666**
Receivables against sold securities	**168,481**	**-**	**-**	**168,481**
Dividend receivable	**55,431**	**-**	**-**	**55,431**
Receivable and advances	**10**	**-**	**-**	**10**
TOTAL ASSETS	**443,998**	**-**	**51,982,666**	**52,426,664**
LIABILITIES				
Accrued expenses and other liabilities	**201,676**	**-**	**-**	**201,676**
Management fees payable	**98,462**	**-**	**-**	**98,462**
Payable against purchased securities	**74,726**	**-**	**-**	**74,726**
TOTAL LIABILITIES	**374,864**	**-**	**-**	**374,864**

7 MATURITY ANALYSIS OF ASSETS AND LIABILITIES (CONTINUED)

As at 31 December 2025 (Audited)	*Within 12 months* ⃁	*After 12 Months* ⃁	*No Fixed Maturity* ⃁	*Total* ⃁
ASSETS				
Cash and cash equivalents	427,670	-	-	427,670
Financial assets measured at FVTPL	-	-	49,075,545	49,075,545
Receivables against sold securities	9,801	-	-	9,801
TOTAL ASSETS	437,471	-	49,075,545	49,513,016
LIABILITIES				
Payable against purchased securities	51,603	-	-	51,603
Management fees payable	94,717	-	-	94,717
Accrued expenses and other liabilities	147,174	-	-	147,174
TOTAL LIABILITIES	293,494	-	-	293,494

8 SUBSEQUENT EVENTS

There have been no significant subsequent events since the period ended 30 June 2026 that require disclosure or adjustment in these interim condensed financial statements.

However, the geopolitical situation in the Middle East has deteriorated significantly since 28 February 2026. The situation has remained highly volatile and has impacted several countries in the Middle East including Kingdom of Saudi Arabia, causing disruption to some business and economic activities.

The Fund Manager is closely monitoring the situation and has activated its business continuity planning and other risk management practices to manage the potential business disruption on its operations and financial performance due to the geopolitical outbreak.

The Fund Manager has assessed the potential implications of the changes in geopolitical situations on its operations, financial position and performance. Based on information currently available, including the continuation of core business activities, it is not practicable to reliably estimate the full financial effect of the changes in geopolitical situations on the future periods. The Fund Manager has also considered the impact of these situations on the Fund's ability to continue as a going concern and has concluded that the going concern basis of preparation remains appropriate.

9 LAST VALUATION DAY

The last valuation day of the period / year was 30 June 2026 (2025: 31 December 2025).

10 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These unaudited interim condensed financial statements of the fund for the six-month period ended 30 June 2026 were approved by the Fund Manager's Board of Directors on 10 August 2026 (corresponding to 27 Safar 1448H).