

ALISTITHMAR CAPITAL QUARTERLY DIVIDEND FUND
An open-ended mutual fund
**(Managed by Alistithmar for Financial Securities
and Brokerage Company)**
Condensed Interim Financial Statements (Unaudited)
together with the
Independent Auditor's Review Report to the Unitholders
For the six-month period ended 30 June 2024



KPMG Professional Services

Roshn Front, Airport Road
P.O. Box 92876
Riyadh 11663
Kingdom of Saudi Arabia
Commercial Registration No 1010425494

Headquarters in Riyadh

كي بي إم جي للاستشارات المهنية

واجهة روشن، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤
المركز الرئيسي في الرياض

Independent auditor's report on review of condensed interim financial statements

To the Unitholders of Alistithmar Capital Quarterly Dividend Fund

Introduction

We have reviewed the accompanying 30 June 2024 condensed interim financial statements of **Alistithmar Capital Quarterly Dividend Fund** ("the Fund"), managed by Alistithmar for Financial Securities and Brokerage Company ("the Fund Manager"), which comprises:

- the condensed statement of financial position as at 30 June 2024;
- the condensed statement of comprehensive income for the six month period ended 30 June 2024;
- the condensed statement of changes in net assets (equity) attributable to the Unitholders for the six month period ended 30 June 2024;
- the condensed statement of cash flows for the six month period ended 30 June 2024; and
- the notes to the condensed interim financial statements.

The Fund Manager is responsible for the preparation and presentation of these condensed interim financial statements in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34"), that is endorsed in the Kingdom of Saudi Arabia and to comply with the applicable provisions of the Investment Fund Regulations issued by the Capital Market Authority and the Fund's Terms and Conditions. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.


Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' that is endorsed in the Kingdom of Saudi Arabia. A review of condensed interim financial information 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 30 June 2024 condensed interim financial statements of **Alistithmar Capital Quarterly Dividend Fund** are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services


Nasser Ahmed Al Shutairy
License No: 454



Al Riyadh, 25 Muharram 1446H
Corresponding to: 31 July 2024

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كي بي إم جي للاستشارات المهنية شركة مهنية مساهمة مغلقة، مسجلة في المملكة العربية السعودية، رأس مالها (٤٠,٠٠٠,٠٠٠) ريال سعودي مدفوع بالكامل، المسماة سابقاً "شركة كي بي إم جي الفوزان وشركاه محاسبين ومراجعون قانونيون". وهي عضو غير شريك في الشبكة العالمية لشركات كي بي إم جي المستقلة والتابعة لـ كي بي إم جي العالمية المحدودة، شركة انجليزية محدودة بضمان. جميع الحقوق محفوظة.

ALISTITHMAR CAPITAL QUARTERLY DIVIDEND FUND
An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As at 30 June 2024
(Amounts in Saudi Arabian Riyals)

| | <i>Notes</i> | 30 June 2024 (Unaudited) | 31 December 2023 (Audited) |
|--|--------------|---|----------------------------------|
| <u>ASSETS</u> | | | |
| Cash and cash equivalents | 9 | 9,542,424 | 17,080,208 |
| Other assets | 10 | 6,520,000 | -- |
| Investments | 11 | 59,044,034 | 23,483,724 |
| Total assets | | 75,106,458 | 40,563,932 |
| <u>LIABILITIES</u> | | | |
| Management fee payable | 13, 16 | 72,553 | 39,196 |
| Accrued expenses | | 55,681 | 105,108 |
| Total liabilities | | 128,234 | 144,304 |
| Net assets (Equity) attributable to the Unitholders | | 74,978,224 | 40,419,628 |
| Units in issue (numbers) | | 7,189,294 | 3,880,034 |
| Net assets (Equity) attributable to each unit: | | | |
| -IFRS NAV (SAR) | 19 | 10.43 | 10.42 |
| -Dealing NAV (SAR) | 19 | 10.44 | 10.43 |

The accompanying notes 1 to 21 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL QUARTERLY DIVIDEND FUND
An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

| | <i>Notes</i> | For the six month period ended 30 June 2024 | For the period from 05 April 2023 to 30 June 2023 |
|--|--------------|--|--|
| <u>INCOME</u> | | | |
| Dividend income | | 59,759 | -- |
| Special commission income | | 1,034,295 | 492,295 |
| Gain on investments, net | 12 | 1,815,480 | 418,874 |
| Total income | | 2,909,534 | 911,169 |
| <u>EXPENSES</u> | | | |
| Management fee | 12, 15 | (248,092) | (93,549) |
| Custody fee | | (11,934) | (5,984) |
| Expected credit losses charge | 14 | (23,322) | (41,658) |
| Other expenses | | (113,319) | (64,285) |
| Total expenses | | (396,667) | (205,476) |
| Net income for the period | | 2,512,867 | 705,693 |
| Other comprehensive income for the period | | -- | -- |
| Total comprehensive income for the period | | 2,512,867 | 705,693 |

The accompanying notes 1 to 21 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL QUARTERLY DIVIDEND FUND
An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF CHANGES IN NET ASSETS (EQUITY)
ATTRIBUTABLE TO THE UNITHOLDERS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

| | For the six month period ended 30 June 2024 | For the period from 05 April 2023 to 30 June 2023 |
|---|--|--|
| Net assets (Equity) attributable to the Unitholders at beginning of the period | 40,419,628 | -- |
| Total comprehensive income for the period | 2,512,867 | 705,693 |
| Contributions and redemptions by the Unitholders: | | |
| Contributions by the Unitholders | 37,461,705 | 43,632,941 |
| Redemptions by the Unitholders | (3,563,194) | (6,280,882) |
| Net contributions by the Unitholders | 33,898,511 | 37,352,059 |
| Distribution to the Unitholders | 15 (1,852,782) | -- |
| Net assets (Equity) attributable to the Unitholders at the end of the period | 74,978,224 | 38,057,752 |
| UNITS TRANSACTIONS <i>(numbers)</i> | | |
| | For the six month period ended 30 June 2024 | For the period from 05 April 2023 to 30 June 2023 |
| Units at beginning of the period | 3,880,034 | -- |
| Units issued during the period | 3,656,930 | 4,362,675 |
| Units redeemed during the period | (347,670) | (626,438) |
| Net increase in units | 3,309,260 | 3,736,237 |
| Units at end of the period | 7,189,294 | 3,736,237 |

The accompanying notes 1 to 21 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL QUARTERLY DIVIDEND FUND
An open-ended mutual fund
CONDENSED INTERIM STATEMENT OF CASH FLOWS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

| | <i>Notes</i> | For the six month period ended 30 June 2024 | For the period from 05 April 2023 to 30 June 2023 |
|---|--------------|--|--|
| Cash flows from operating activities | | | |
| Net profit for the period | | 2,512,867 | 705,693 |
| <i>Adjustment for:</i> | | | |
| Dividend income | | (59,759) | -- |
| Expected credit losses charge | 14 | 23,322 | 41,658 |
| | | <u>2,476,430</u> | <u>747,351</u> |
| Changes in operating assets and liabilities: | | | |
| Increase in investments | | (35,583,632) | (22,553,928) |
| Increase in other assets | | (6,520,000) | -- |
| Increase in management fee payable | | 33,357 | 107,582 |
| (Decrease) / increase in accrued expenses | | (49,427) | 30,692 |
| Cash used in operations | | <u>(39,643,272)</u> | <u>(21,668,303)</u> |
| Dividend received | | 59,759 | -- |
| Net cash used in operating activities | | <u>(39,583,513)</u> | <u>(21,668,303)</u> |
| Cash flows from financing activities | | | |
| Contributions by the Unitholders | | 37,461,705 | 43,632,941 |
| Redemptions by the Unitholders | | (3,563,194) | (6,280,882) |
| Distribution to the Unitholders | 15 | (1,852,782) | -- |
| Net cash generated from financing activities | | <u>32,045,729</u> | <u>37,352,059</u> |
| Net (decrease) / increase in cash and cash equivalents | | (7,537,784) | 15,683,756 |
| Cash and cash equivalents at beginning of the period | 9 | 17,080,208 | -- |
| Cash and cash equivalents at end of the period | 9 | <u><u>9,542,424</u></u> | <u><u>15,683,756</u></u> |

The accompanying notes 1 to 21 form an integral part of these condensed interim financial statements.

ALISTITHMAR CAPITAL QUARTERLY DIVIDEND FUND
An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

1. GENERAL

Alistithmar Capital Quarterly Dividend Fund (the “Fund”) is an open-ended investment fund created by an agreement between Alistithmar for Financial Securities and Brokerage Company (“Alistithmar Capital” or the “Fund Manager”), a wholly owned subsidiary of The Saudi Investment Bank (the “Bank”), and the investors (the “Unitholders”). The Fund commenced its operations on 05 April 2023.

The Fund aims to generate periodic income for unitholders by investing in a diversified portfolio of income-generating asset classes. The Fund is designed for investors seeking to achieve periodic income by investing in a diversified portfolio of income-generating assets that comply with the Fund's Shariah standards.

Alistithmar Capital is the Fund Manager and Riyadh Capital is the custodian of the Fund.

In dealing with the Unitholders, the Fund Manager considers the Fund as an independent accounting unit. Accordingly, the Fund Manager prepares separate financial statements of the Fund.

2. REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the “Regulations”) published by Capital Market Authority (“CMA”) on 3 Dhul Hijja 1427 H (corresponding to 24 December 2006) thereafter amended (the “Amended Regulations”) on 16 Sha’ban 1437 H (corresponding to 23 May 2016). The Regulation was further amended (the “Amended Regulations”) on 12 Rajab 1442 H (corresponding to 24 February 2021), detailing requirements for all funds within the Kingdom of Saudi Arabia. The Amended Regulations have effective dates starting from 19 Ramadan 1442 H (corresponding to 1 May 2021).

3. BASIS OF ACCOUNTING

These condensed interim financial statements are prepared in accordance with International Accounting Standard 34 ‘Interim Financial Reporting’ (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia and to comply with the applicable provisions of the Investment Fund Regulations issued by the Capital Market Authority (“CMA”) and the Fund’s terms and conditions. The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements.

The comparatives in these financial statements are presented from 05 April 2023 (date of commencement of the Fund) to 30 June 2023 which is less than 6 months and accordingly the comparatives are not comparable.

4. BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared on a historical cost basis, except for measurement of investments at fair value, using the accrual basis of accounting and the going concern concept.

The Fund does not have a clearly identifiable operating cycle and therefore does not present current and non-current assets and liabilities separately in the statement of financial position. Instead, assets and liabilities are presented in order of their liquidity.

5. FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial statements are presented in Saudi Arabian Riyals (“SAR”), which is the Fund’s functional currency. All amounts have been rounded to the nearest SAR, unless otherwise indicated.

ALISTITHMAR CAPITAL QUARTERLY DIVIEND FUND
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

6. USE OF JUDGMENTS AND ESTIMATES

In preparing these condensed interim financial statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

Significant areas where management has used estimates, assumptions or exercised judgement are as follows:

Measurement of the expected credit loss allowance

The measurement of the expected credit loss allowance for financial assets measured at amortised cost is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behavior.

A number of significant judgments are also required in applying the accounting requirements for measuring expected credit loss (ECL), such as:

- Choosing appropriate models and assumptions for the measurement of ECL;
- Establishing the number and relative weightings of forward-looking scenarios for each type of product/market and the associated ECL; and
- Establishing group of similar financial assets for the purposes of measuring ECL.

7. MATERIAL ACCOUNTING POLICIES

The accounting policies used in the preparation of these condensed interim financial statements are consistent with those used in the preparation of the annual audited financial statements for the year ended 31 December 2023.

8. NEW STANDARDS

(a) New IFRS standards, IFRIC interpretations and amendments thereof, adopted by the Fund

The following new standards, amendments and revisions to existing standards, which were issued by the International Accounting Standards Board (“IASB”) have been effective from 1 January 2024 and accordingly adopted by the Fund, as applicable:

| <u>Standards / Amendments</u> | <u>Description</u> |
|--------------------------------------|--|
| Amendments to IFRS 16 | Lease Liability in a Sale and Leaseback |
| Amendments to IAS 7 and IFRS 7 | Supplier finance arrangements |
| Amendments to IAS 1 | Classification of liabilities as current or non-current and non-current liabilities with covenants |

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

ALISTITHMAR CAPITAL QUARTERLY DIVIEND FUND
An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

8. NEW STANDARDS

(b) *New IFRS standards, IFRIC interpretations and amendments thereof issued but not yet effective*

The following new standards, amendments and revisions to existing standards, which were issued by IASB but not yet effective are listed below. 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 significant impact on the amounts reported.

| <u>Standards / Amendments</u> | <u>Description</u> | <u>Effective from periods beginning on or after the following date</u> |
|----------------------------------|--|--|
| Amendments to IAS 21 | Lack of exchangeability | 1 January 2025 |
| Amendments to IFRS 10 and IAS 28 | Sale or contribution of assets between investor and its associate or joint venture | Effective date deferred indefinitely |
| IFRS 18 | Presentation and Disclosure in Financial Statements | 1 January 2027 |
| IFRS 19 | Reducing subsidiaries` disclosures | 1 January 2027 |

9. CASH AND CASH EQUIVALENTS

| | <u>Notes</u> | 30 June 2024 | 31 December 2023 |
|-------------------------|--------------|-------------------------|--------------------------|
| Cash in trading account | | 3,781,095 | 237,427 |
| Cash with custodian | | 5,761,329 | 1,691,204 |
| Money market placements | 9.1 | -- | 15,151,577 |
| | | <u>9,542,424</u> | <u>17,080,208</u> |

9.1 These placements are with local commercial banks having investment grade credit ratings. These placements have original maturity periods of three months or less from the date of placements and carry special commission rate of Nil (31 December 2023: 5.5% to 6% per annum).

| | 30 June 2024 | 31 December 2023 |
|--|-------------------------|--------------------------|
| Money market placements | -- | 15,025,825 |
| Accrued special commission income | -- | 131,436 |
| Less: Allowance for expected credit losses | -- | (5,684) |
| | <u>--</u> | <u>15,151,577</u> |

10. OTHER ASSETS

This represents IPO subscription in Alistithmar AREIC Diversified REIT Fund.

11. INVESTMENTS

| | <u>Notes</u> | 30 June 2024 | 31 December 2023 |
|-------------------------------|--------------|--------------------------|--------------------------|
| Investments at FVTPL | 11.1 | 20,795,661 | 1,867,830 |
| Investments at amortized cost | 11.2 | 38,248,373 | 21,615,894 |
| | | <u>59,044,034</u> | <u>23,483,724</u> |

ALISTITHMAR CAPITAL QUARTERLY DIVIEND FUND
An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

11. INVESTMENTS (CONTINUED)

11.1 Investments at FVTPL comprise of the Fund's investment in listed equity securities and mutual fund managed by the Fund Manager. The table below summarizes the Fund's exposure in various industry sectors in the Kingdom of Saudi Arabia:

| <u>Industry Sector</u> | <u>30 June 2024</u> | | <u>31 December 2023</u> | |
|------------------------|--------------------------|-------------------|--------------------------|-------------------|
| | <u>Carrying amount *</u> | <u>Fair value</u> | <u>Carrying amount *</u> | <u>Fair value</u> |
| Financial Services | 2,521,430 | 2,457,600 | 549,666 | 607,230 |
| Energy | 2,260,590 | 1,995,771 | 1,300,710 | 1,260,600 |
| Healthcare | 1,525,418 | 1,612,963 | -- | -- |
| | <u>6,307,438</u> | <u>6,066,334</u> | <u>1,850,376</u> | <u>1,867,830</u> |

| <u>Name of Fund</u> | <u>30 June 2024</u> | | <u>31 December 2023</u> | |
|---------------------------------------|--------------------------|-------------------|--------------------------|-------------------|
| | <u>Carrying Amount *</u> | <u>Fair Value</u> | <u>Carrying Amount *</u> | <u>Fair Value</u> |
| Alistithmar Capital SAR Murabaha Fund | <u>14,570,839</u> | <u>14,729,327</u> | <u>--</u> | <u>--</u> |

* This represents carrying amount before fair value remeasurement as at the reporting date.

11.2 Investments held at amortized cost represent Sukuk, detail as follows:

| | <u>Notes</u> | <u>30 June 2024</u> | <u>31 December 2023</u> |
|--|--------------|---------------------|-------------------------|
| Sukuk | 11.3 | 37,715,078 | 21,378,203 |
| Accrued special commission income | | 592,091 | 267,481 |
| Less: Allowance for expected credit losses | 14 | (58,796) | (29,790) |
| | | <u>38,248,373</u> | <u>21,615,894</u> |

11.3 These Sukuk were issued inside the Kingdom of Saudi Arabia, have maturity periods of more than 1 year and carry special commission rates ranging from 1.74% to 7.75% per annum (31 December 2023: 0.95% to 7.75% per annum).

12. GAIN ON INVESTMENTS, NET

| | <u>For the six month period ended 30 June 2024</u> | <u>For the period from 05 April 2023 to 30 June 2023</u> |
|----------------------|--|--|
| Realised gain, net | 1,898,096 | 421,674 |
| Unrealised loss, net | (82,616) | (2,800) |
| | <u>1,815,480</u> | <u>418,874</u> |

13. MANAGEMENT FEE

As per the terms and conditions of the Fund, the Fund pays management fee to the Fund Manager equal to 1% per annum of the net assets value at each valuation date. Additionally, administration expenses paid by the Fund Manager on behalf of the Fund are reimbursed by the Fund and related expenses, if any, payable to the Fund Manager are classified in accrued expenses.

ALISTITHMAR CAPITAL QUARTERLY DIVIEND FUND
An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

14. EXPECTED CREDIT LOSS CHARGE DURING THE PERIOD

| | For the six month period ended 30 June 2024 | For the period from 05 April 2023 to 30 June 2023 |
|-------------------------|--|--|
| Money market placements | (5,684) | 4,563 |
| Investments | 29,006 | 37,095 |
| | 23,322 | 41,658 |

15. DIVIDEND DISTRIBUTIONS

During the period, the Fund Manager, as per the terms and conditions of the Fund, made distributions of SAR 1.85 million (30 June 2023: Nil) to the Unitholders.

16. TRANSACTIONS WITH RELATED PARTIES

The related parties of the Fund include the Fund Manager and the Fund Board. The Fund transacts business with its related parties in the ordinary course of its business.

In addition to transactions disclosed elsewhere in these condensed interim financial statements, related party transactions and balances resulting from these transactions are as follows:

Transactions with related parties:

| <u>Related party</u> | <u>Nature of relationship</u> | <u>Nature of transaction</u> | For the six month period ended 30 June 2024 | For the period from 05 April 2023 to 30 June 2023 |
|----------------------|-------------------------------|------------------------------|--|--|
| Alistithmar Capital | The Fund | Management fee | 248,092 | 93,549 |
| | Manager | Securities transaction costs | 15,321 | 5,334 |
| The Fund Board | The Fund Board | The Fund Board Fee | 4,973 | 3,210 |

Balances with related parties:

| <u>Related party</u> | <u>Nature of relationship</u> | <u>Nature of balance</u> | 30 June 2024 | 31 December <u>2023</u> |
|---------------------------------------|------------------------------------|--------------------------|-------------------------|----------------------------|
| Alistithmar Capital | The Fund | Management fee payable | 72,553 | 39,196 |
| Alistithmar Capital SAR Murabaha Fund | A Fund managed by the Fund Manager | Investments | 14,729,327 | -- |

Units (in numbers) of the Fund held with related parties:

| <u>Related party</u> | <u>Nature of relationship</u> | 30 June 2024 | 31 December <u>2023</u> |
|--------------------------|-------------------------------|-------------------------|----------------------------|
| Key Management Personnel | Key Management Personnel | -- | 29,837 |

ALISTITHMAR CAPITAL QUARTERLY DIVIEND FUND
An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

17. FAIR VALUES OF FINANCIAL INSTRUMENTS

The Fund measures certain financial instruments at fair value at each statement of financial position date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability; or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Fund. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Fund uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. Changes in assumptions about these factors could affect the fair value of financial instruments.

Valuation models

The fair values of financial instruments that are traded in active markets are based on prices obtained directly from an exchange on which the instruments are traded or obtained from a broker that provides an unadjusted quoted price from an active market for identical instruments.

For financial instruments that trade infrequently and have little price transparency, fair value is less objective and requires varying degrees of judgment depending on liquidity, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument

The Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments but for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The Fund values equity securities that are traded on a stock exchange at their last reported prices. To the extent that equity securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy, hence the Fund's assets recorded at fair value have been categorized based on fair value hierarchy Level 1.

ALISTITHMAR CAPITAL QUARTERLY DIVIEND FUND
An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

17. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

Fair value hierarchy – Financial instruments measured at fair value

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognised in the statement of financial position. All below fair value measurements are recurring.

| | 30 June 2024 (Unaudited) | | | | |
|-------------------------------|---------------------------------|-----------------------------------|--------------------------|----------------|--------------------------|
| | Carrying amount | Fair value | | | Total |
| | | Level 1 | Level 2 | Level 3 | |
| Investments at FVTPL | 20,795,661 | 6,066,334 | 14,729,327 | -- | 20,795,661 |
| Investments at amortized cost | <u>38,248,373</u> | <u>20,168,765</u> | <u>17,711,277</u> | -- | <u>37,880,042</u> |
| | <u>59,044,034</u> | <u>26,235,099</u> | <u>32,440,604</u> | -- | <u>58,675,703</u> |
| | | 31 December 2023 (Audited) | | | |
| | Carrying Amount | Fair value | | | Total |
| | | Level 1 | Level 2 | Level 3 | |
| Investments at FVTPL | 1,867,830 | 1,867,830 | -- | -- | 1,867,830 |
| Investments at amortized cost | <u>21,615,894</u> | <u>17,775,395</u> | <u>3,211,950</u> | -- | <u>20,987,345</u> |
| | <u>23,483,724</u> | <u>19,643,225</u> | <u>3,211,950</u> | -- | <u>22,855,175</u> |

Other financial instruments such as cash and cash equivalents, management fee payable and accrued expenses are short-term financial assets and financial liabilities whose carrying amounts are approximate to their fair values. Cash and cash equivalents are classified under level 1 while the remaining financial assets and liabilities are classified under level 3.

18. LAST VALUATION DAY

The last valuation day of the period was 30 June 2024 (2023: 31 December 2023).

19. NET ASSETS VALUE

CMA, through its circular dated 10 Rabi Al Thani 1439H (corresponding to 28 December 2017), has approved the Dual NAV approach for investment funds. In accordance with the circular, IFRS 9 will be applied for accounting and reporting purposes and dealing NAV will remain unaffected until further notice.

As at 30 June 2024, the net assets value per unit considering the impact of IFRS 9 was SAR 10.43 (31 December 2023: SAR 10.42) and the dealing net assets value per unit was SAR 10.44 (31 December 2023: SAR 10.43). Refer below reconciliation:

| | 30 June 2024 | |
|---|---|---|
| | Net assets attributable to the Unitholders | Net assets attributable to each unit |
| IFRS net assets | 74,978,224 | 10.43 |
| Effect of ECL in accordance with IFRS 9 | <u>58,796</u> | <u>0.01</u> |
| Dealing net assets | <u>75,037,020</u> | <u>10.44</u> |

ALISTITHMAR CAPITAL QUARTERLY DIVIEND FUND
 An open-ended mutual fund
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
 For the six month period ended 30 June 2024
(Amounts in Saudi Arabian Riyals)

19. NET ASSETS VALUE (CONTINUED)

| | 31 December 2023 | |
|---|--|---|
| | Net assets attributable to the <u>Unitholders</u> | Net assets attributable to each unit <u>to each unit</u> |
| IFRS net assets | 40,419,628 | 10.42 |
| Effect of ECL in accordance with IFRS 9 | 35,474 | 0.01 |
| Dealing net assets | 40,455,102 | 10.43 |

20. EVENTS AFTER THE END OF THE REPORTING PERIOD

There are no events subsequent to the statement of financial position date which require adjustments of or disclosure in the condensed interim financial statements or notes thereto.

21. APPROVAL OF CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were approved by the Fund Manager on 22 Muharram 1445H (corresponding to 28 July 2024).