

**ALINMA SAUDI GOVERNMENT SUKUK ETF FUND –
SHORT MATURITY**

(Managed by Alinma Investment Company)

**INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2023**

AND INDEPENDENT AUDITOR'S REVIEW REPORT

**Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)**

INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2023

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS
To the Unitholders of Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Alinma Saudi Government Sukuk ETF Fund – Short Maturity (“the Fund”) being managed by Alinma Investment Company (the “Fund Manager”) as at 30 June 2023, and the related interim condensed statements of comprehensive income, cash flows and changes in equity for the six-month period then ended, and a summary of significant accounting policies and other 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”)” that is 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*” that is endorsed in the Kingdom of Saudi Arabia. A review of the 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 interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

Other Matters

The financial statements of the Fund for the year ended 31 December 2022, were audited by another auditor who expressed an unmodified opinion on those financial statements on 7 Ramadan 1444H (corresponding to 29 March 2023). Further, the interim condensed financial statements of the Fund for the six-month period ended 30 June 2022, were reviewed by another auditor who expressed an unmodified review conclusion on those interim condensed financial statements on 10 Muharram 1444H (corresponding to 8 August 2022).

Report on Other Legal and Regulatory Requirements

We draw attention to note 2 of the interim condensed financial statements, which describe that the Fund was not in compliance with the Article 3(d) of the terms and conditions of the Fund for the six-month period ended 30 June 2023.

for Alluhaid & Alyahya Chartered Accountants



Saleh Al Yahya
Certified Public Accountant
License number 473

Riyadh: 27 Muharram 1445H
(14 August 2023)



Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

As at 30 June 2023

	<i>Notes</i>	30 June 2023 (Unaudited) SR	31 December 2022 (Audited) SR
ASSETS			
Cash and cash equivalents		25,422,349	104,421,570
Financial assets at fair value through profit or loss (“FVTPL”)	6	121,729,793	72,846,534
Financial assets at amortized cost	7	265,564,448	1,088,088,961
TOTAL ASSETS		412,716,590	1,265,357,065
LIABILITIES AND EQUITY			
LIABILITIES			
Accrued management fees	8	248,214	302,174
Redemption fees payable	8	728,903	-
Payable to unitholders		-	10,000,000
TOTAL LIABILITIES		977,117	10,302,174
EQUITY			
Net assets attributable to unitholders of redeemable units		411,739,473	1,255,054,891
TOTAL LIABILITIES AND EQUITY		412,716,590	1,265,357,065
Redeemable units in issue (numbers)		4,043,013	12,500,000
Net asset value per unit attributable to unitholders (SR) – IFRS		101.84	100.40
Net asset value per unit attributable to unitholders (SR) – Dealing		100.40	99.07

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

Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

	Notes	Unaudited	
		For the six-month period ended	
		30 June 2023 SR	30 June 2022 SR
INCOME			
Special commission income		10,612,914	13,550,817
Gain from financial assets at FVTPL		5,383,259	134,204
Loss from derecognition of financial assets at amortised cost	8	(12,566,832)	-
TOTAL INCOME		3,429,341	13,685,021
OPERATING EXPENSES			
Management fees	8	(1,691,221)	(1,779,290)
(Charge for) reversal of expected credit loss allowance		(30,881)	128,787
Other expenses		(24,839)	(437,445)
TOTAL OPERATING EXPENSES		(1,746,941)	(2,087,948)
NET INCOME FOR THE PERIOD		1,682,400	11,597,073
Other comprehensive income for the period		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		1,682,400	11,597,073

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

Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS

	<i>Unaudited</i>	
	<i>For the six-month period ended</i>	
	<i>30 June</i>	<i>30 June</i>
	<i>2023</i>	<i>2022</i>
	<i>SR</i>	<i>SR</i>
OPERATING ACTIVITIES		
Net income for the period	1,682,400	11,597,073
<i>Adjustments for:</i>		
Gain from financial assets at FVTPL	(5,383,259)	(134,204)
Special commission loss (income)	10,612,914	(13,550,817)
Charge for (reversal of) expected credit loss allowance	30,881	(128,787)
	<u>6,942,936</u>	<u>(2,216,735)</u>
<i>Changes in operating assets and liabilities:</i>		
Decrease in accrued management fee	(53,960)	(16,783)
Increase in financial assets at FVTPL	(43,500,000)	(24,000,000)
Decrease in financial assets at amortized cost	251,657,590	-
Decrease in payable to unitholders	(10,000,000)	-
Increase in redemption fees payable	728,903	-
	<u>205,775,469</u>	<u>(26,233,518)</u>
Special commission income received	21,328,128	18,903,998
	<u>227,103,597</u>	<u>(7,329,520)</u>
FINANCING ACTIVITIES		
Distributions to Unitholders	-	(10,000,000)
Payments against redemption of units	(306,102,818)	-
	<u>(306,102,818)</u>	<u>(10,000,000)</u>
Net cash flows used in financing activities	(306,102,818)	(10,000,000)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(78,999,221)	(17,329,520)
Cash and cash equivalents at beginning of the period	104,421,570	24,635,155
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	25,422,349	7,305,635
NON-CASH TRANSACTIONS		
Redemption settled against disposal of financial assets at amortised cost	538,895,000	-

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

Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS

	<i>Unaudited</i>	
	<i>For the six-month period ended</i>	
	<i>30 June</i>	<i>30 June</i>
	<i>2023</i>	<i>2022</i>
	<i>SR</i>	<i>SR</i>
EQUITY AT THE BEGINNING OF THE PERIOD	1,255,054,891	1,251,316,068
Comprehensive income:		
Net income for the period	1,682,400	11,597,073
Other comprehensive income for the period	-	-
Total comprehensive income for the period	1,682,400	11,597,073
	1,256,737,291	1,262,913,141
CHANGE FROM UNIT TRANSACTIONS		
Distributions	-	(10,000,000)
Payments against redemption of units	(844,997,818)	-
Net change from unit transactions	(844,997,818)	(10,000,000)
EQUITY AT THE END OF THE PERIOD	411,739,473	1,252,913,141
REDEEMABLE UNIT TRANSACTIONS		

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

	<i>Unaudited</i>	
	<i>For the six-month period ended</i>	
	<i>30 June</i>	<i>30 June</i>
	<i>2023</i>	<i>2022</i>
	<i>Units</i>	<i>Units</i>
UNITS AT THE BEGINNING OF THE PERIOD	12,500,000	12,500,000
Units redeemed during the period	(8,456,987)	-
Net decrease in units	(8,456,987)	-
UNITS AT THE END OF THE PERIOD	4,043,013	12,500,000

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

Alinma Saudi Government Sukuk ETF Fund – Short Maturity (Managed by Alinma Investment Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2023

1 INCORPORATION AND ACTIVITIES

Alinma Saudi Government Sukuk ETF Fund – Short Maturity (the "Fund") is an exchange-traded fund created under an agreement between Alinma Investment Company (the "Fund Manager"), a subsidiary of Alinma Bank (the "Bank") and investors in the Fund (the "Unitholders"), in accordance with Shariah rules issued by the Shariah board of the Fund Manager.

The Fund invests through the passive management of a basket of Shariah-approved local government sukuk issued by the government authorities in the Kingdom of Saudi Arabia ("KSA") and listed in the main market to generate a performance that mirrors the performance of the index and distribute periodic returns among others. Capital Market Authority ("CMA") granted approval for the establishment of the Fund on dated 6 Jumada-I 1441 H (corresponding to 1 January 2020). The Fund commenced its operations on 28 Jumada Al-thani 1441 H (corresponding to 22 February 2020).

The Fund is managed by Alinma Investment Company (the "Fund Manager"), a closed joint stock company with commercial registration number 1010269764, licensed by the Capital Market Authority of the Kingdom of Saudi Arabia ("CMA") under license number 09134-37.

The Fund Manager is responsible for the overall management of the Fund's activities. The Fund Manager can also enter into arrangements with other institutions for the provision of investment, custody, or other administrative services on behalf of the Fund.

The Fund has appointed Credit Suisse Saudi Arabia (the "Custodian") to act as its custodian.

2 REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the "Regulations") issued by the CMA detailing requirements for all Investment Funds within the Kingdom of Saudi Arabia.

The Fund's investment in the Sukuk represent approximately 64% (31 December 2022: 86%) of the total assets as at the reporting date. Article 3(d) of the terms and conditions of the Fund requires that the Fund must hold not less than 90% of the Fund's investment in Sukuk issued by the Government of the Kingdom of Saudi Arabia. Consequently, the Fund was not in compliance with the aforementioned clause of the terms and conditions for the period ended 30 June 2023 and year ended 31 December 2022.

The Fund Manager has reported the non-compliance to the CMA and is taking necessary steps to bring the Fund's investment allocation in compliance based on the availability of Sukuk meeting the Fund's investment criteria.

3 PRIMARY MARKET OPERATION (CREATION AND REDEMPTION OF UNITS)

The primary market operations are only carried out by the Fund Manager who is the authorized Market Maker. The creation and redemption activities are done on the basis of blocks of exchange traded fund (ETF) units (*for the Fund, one block equals 10,000 ETF units*), referred to as "creation unit and redemption unit" respectively. The process of creation and redemption of ETF units is on an in-kind basis whereby the Fund Manager and the Market Maker interexchange ETF units with the Fund and the basket of assets, through the custodian, for the purpose of creation and redemption of ETF units. The created units are then freely floated on Tadawul for public trading.

4 BASIS OF PREPARATION

4.1 Statement of compliance

These interim condensed financial statements for the six-month period ended 30 June 2023 of the Fund have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by Saudi Organisation for Chartered and Professional Accountants ("SOCPA").

The Fund Manager has prepared the interim condensed financial statements on the basis that the Fund will continue to operate as a going concern. The Fund Manager considers that there are no material uncertainties that may cast doubt significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Fund has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

Alinma Saudi Government Sukuk ETF Fund – Short Maturity (Managed by Alinma Investment Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

30 June 2023

4 BASIS OF PREPARATION (continued)

4.1 Statement of compliance (continued)

The interim condensed financial statements do not include all 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 2022.

4.2 Basis of measurement

These interim condensed financial statements have been prepared under historical cost convention, except for the financial assets at FVTPL which are measured at fair value.

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.

4.3 Financial and presentation currency

These interim condensed financial statements are presented in Saudi Riyal (SR), which is also the functional currency of the Fund. All financial information has been rounded off to the nearest SR, unless otherwise stated.

4.4 Use of judgements, estimates and assumptions

In preparing these interim condensed financial statements, the Fund Manager has made the judgement, estimates, and assumptions that affect the application of the Fund's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the Fund Manager in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual audited financial statements.

5 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the 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 2022 except for the adoption of new standards effective as of 1 January 2023. The Fund has not early adopted any standard, interpretation or amendment that has been issued but not effective yet.

Following amendments apply for the first time in 2023, but do not have an impact on the interim condensed financial statements of the Fund.

IFRS 17 Insurance Contracts

In May 2017, the IASB issued IFRS 17 *Insurance Contracts*, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation, and disclosure. IFRS 17 replaces IFRS 4 *Insurance Contracts* that was issued in 2005. IFRS 17 applies to all types of insurance contracts (i.e., life, non-life, direct insurance, and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features; a few scope exceptions will apply. The overall objective of IFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in IFRS 4, which are largely based on grandfathering previous local accounting policies, IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. IFRS 17 is based on a general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach);
- A simplified approach (the premium allocation approach) mainly for short-duration contracts.

Definition of Accounting Estimates - Amendments to IAS 8

The amendments to IAS 8 clarify the distinction between changes in accounting estimates, and changes in accounting policies and the correction of errors. They also clarify how entities use measurement techniques and inputs to develop accounting estimates.

Alinma Saudi Government Sukuk ETF Fund – Short Maturity
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
30 June 2023

5 SIGNIFICANT ACCOUNTING POLICIES (continued)

Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2

The amendments to IAS 1 and IFRS Practice Statement 2 *Making Materiality Judgements* provide guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their ‘significant’ accounting policies with a requirement to disclose their ‘material’ accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments had no impact on the interim condensed financial statements of the Fund but are expected to affect the accounting policy disclosures in the Fund’s annual financial statements.

Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12

The amendments to IAS 12 *Income Tax* narrow the scope of the initial recognition exception, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences such as leases and decommissioning liabilities.

6 FINANCIAL ASSETS AT FVTPL

Financial assets at FVTPL comprised of investment in a public fund that is registered in the Kingdom of Saudi Arabia.

	30 June 2023 (Unaudited)		31 December 2022 (Audited)	
	Cost (SR)	Market value (SR)	Cost (SR)	Market value (SR)
Alinma Saudi Riyal Liquidity Fund	119,409,209	121,729,793	72,167,033	72,846,534

7 FINANCIAL ASSETS AT AMORTISED COST

	30 June 2023 (Unaudited) SR	31 December 2022 (Audited) SR
Nominal value of Sukuk	263,089,000	1,074,859,000
Premium	5,964,860	26,939,807
Less: Amortisation of premium	(5,924,318)	(24,357,587)
	263,129,542	1,077,441,220
Accrued special commission income (note 7.5)	2,528,054	10,701,589
	265,657,596	1,088,142,809
Less: Expected credit losses allowance (note 7.6)	(93,148)	(53,848)
	265,564,448	1,088,088,961

Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
30 June 2023

7 FINANCIAL ASSETS AT AMORTISED COST (continued)

7.1 Below is the movement during the period/year:

	<i>30 June 2023 (Unaudited) SR</i>	<i>31 December 2022 (Audited) SR</i>
Balance at the beginning of the period/year	1,077,441,220	1,224,834,995
Nominal value of sukuk purchased during the period/year	-	181,000,000
Disposal of sukuku during the period/year (note 7.3)	(538,895,000)	-
Sukuku matured during the period/year	(272,874,999)	(311,359,000)
Discount on sukuk purchased during the period/year	-	(7,320,434)
	<u>265,671,221</u>	<u>1,087,155,561</u>
Add: Accretion of discount during the period/year	761,232	482,934
Less: Amortisation of premium during the period/year	(3,302,911)	(10,197,275)
	<u>263,129,542</u>	<u>1,077,441,220</u>

7.2 The Fund has invested in Saudi Government Sukuk for a cost of SR 269 million with a nominal value of SR 263 million (31 December 2022: SR 1,101.8 million with a nominal value of SR 1,074.9 million), which have a fixed annual special commission income rate of 2.2% to 3.7% (31 December 2022: 2.2% to 3.7%) and with a maturity of 1 year to 5 years (31 December 2022: 1 year to 5 years). These Sukuku are held with the Credit Suisse Saudi Arabia as the custodian of the Fund.

7.3 During the period ended 30 June 2023, the Fund has disposed sukuku amounting to SR 538,895,000 against the redemption of units and incurred loss on derecognition amounting to SR 12,566,832.

7.4 Below is the breakup of income from investments at amortised cost:

	<i>30 June 2023 (Unaudited) SR</i>	<i>31 December 2022 (Audited) SR</i>
Special commission income	13,154,593	36,195,979
Add: Accretion of discount	761,232	482,934
Less: Amortisation of premium	(3,302,911)	(10,197,275)
	<u>10,612,914</u>	<u>26,481,638</u>

Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
30 June 2023

7 FINANCIAL ASSETS AT AMORTISED COST (continued)

7.5 Below is the movement for accrued special commission income:

	30 June 2023 (Unaudited) SR	31 December 2022 (Audited) SR
Accrued special commission income at the beginning of the period/year	10,701,589	12,340,061
Special commission income earned during the period/year	13,154,593	36,195,979
Less: Special commission income received during the period/year	(21,328,128)	(37,834,451)
Accrued special commission income as at period/year end	<u>2,528,054</u>	<u>10,701,589</u>

7.6 Allowance for expected credit loss

The movement in allowance of ECL on financial assets at amortised cost during the period/year is as follows:

	30 June 2023 SR	31 December 2022 SR
At the beginning of the period/year	53,848	183,725
Charge for (reversal of) allowance for ECL	39,300	(129,877)
At the end of the period/year	<u>93,148</u>	<u>53,848</u>

8 RELATED PARTY TRANSACTIONS AND BALANCES

In ordinary course of activities, the Fund transacts business with related parties. The related party transactions are in accordance with the terms and conditions of the Funds. All related party transactions are approved by the Fund's Board of Directors.

Related parties of the Fund include the Fund's Board of Directors, Fund Manager, the Bank, entities related to the Bank and the Fund Manager and any party that has the ability to control other party or exercise significant influence over the party in making financial or operational decisions.

a) Management fees

The Fund Manager is responsible for the overall management of the Fund's activities. The Fund Manager charges management fee at the rate of 0.25% per annum from the Fund's net assets after deducting dealing expenses, financing expenses and value added taxes (VAT).

b) Board of Directors remuneration

The Board of Directors are allowed maximum remuneration of SR 50,000 for all board members in one year. No board remuneration was charged during the period.

Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
30 June 2023

8 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

8.1 Related party transactions

The following are the details of the significant transactions with related parties during the period

Name of related party	Nature of relationship	Nature of transaction	Unaudited	
			For the six-month period ended 30 June 2023 SR	30 June 2022 SR
Alinma Investment Company	Fund Manager	Management fees	(1,691,221)	(1,779,290)
Alinma Bank	Parent Company of the Fund Manager	Disposal of sukuk against redemption of units (note 7.1)	497,067,000	-
		Loss from derecognition of financial assets at amortised cost	(11,588,054)	-

8.2 Related party balances

Period/year end balances receivable (payable) arising from transactions with related parties are as follows:

Name of related party	Nature of relationship	Balance	30 June 2023 (Unaudited) SR	31 December 2022 (Audited) SR
			Alinma Investment Company	Fund Manager
Alinma Bank	Parent Company of the Fund Manager	Net assets (Equity) Attributable to Unit Holders (3,697,835.00 Units (2022: 11,550,887 Units)	376,587,516.40	1,159,709,055
		Redemption fees payable	(728,903)	-

9 FAIR VALUE MEASUREMENT

Financial assets consist of cash and cash equivalents, financial assets at FVTPL and financial assets at amortized cost. Financial liabilities consists of accrued management fees and redemption payable.

The following table shows the fair values of financial assets at FVTPL and financial assets at amortised cost, including their levels in the fair value hierarchy:

As at 30 June 2023 (Unaudited)	Level 1 SR	Level 2 SR	Level 3 SR	Total SR
Financial assets at FVTPL (note 6)	-	121,729,793	-	121,729,793
Financial assets at amortised cost	256,233,923	-	-	256,233,923
	<u>256,233,923</u>	<u>121,729,793</u>	<u>-</u>	<u>377,963,716</u>

**Alinma Saudi Government Sukuk ETF Fund – Short Maturity
(Managed by Alinma Investment Company)**

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
30 June 2023

9 FAIR VALUE MEASUREMENT (continued)

<i>As at 31 December 2022 (Audited)</i>	<i>Level 1 SR</i>	<i>Level 2 SR</i>	<i>Level 3 SR</i>	<i>Total SR</i>
Financial assets at FVTPL (note 6)	-	72,846,534	-	72,846,534
Financial assets at amortised cost	1,051,100,365	-	-	1,051,100,365
	<u>1,051,100,365</u>	<u>72,846,534</u>	<u>-</u>	<u>1,123,946,899</u>

The value of financial assets at FVTPL amounting to SR 121,729,793 (31 December 2022: SR 72,846,534) are based on the net assets value of the mutual fund and therefore classified within Level 2 of the fair value hierarchy.

The value of financial assets at amortised cost amounting to SR 256,233,923 (31 December 2022: SR 1,51,100,365) are based on quoted prices in active markets for identical assets and therefore classified within Level 1 of the fair value hierarchy.

Management believes that at the reporting date the fair value of all other financial assets and liabilities that are classified as amortized cost approximate their carrying values owing to their short-term tenure and the fact that these are readily realizable. These are all classified within level 2 of the fair value hierarchy. There were no transfers between various levels of fair value hierarchy during the current period or prior year.

10 LAST VALUATION DATE

The last valuation date of the period was 30 June 2023 (31 December 2022: 31 December 2022).

11 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements were approved by the Fund Manager on 27 Muharram 1445H (corresponding to 14 August 2023).