

**SAB Invest Saudi 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 2024



Ernst & Young Professional Services (Professional LLC)
Paid-up capital (SR 5,500,000 -Five million five hundred thousand Saudi Riyal)
Head Office
Al Faisaliah Office Tower, 14th Floor
King Fahad Road
P.O. Box 2732
Riyadh 11461
Kingdom of Saudi Arabia

C.R. No. 1010383821

Tel: +966 11 215 9898

+966 11 273 4740

Fax: +966 11 273 4730

ey.ksa@sa.ey.com

ey.com/mena

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

Introduction:

We have reviewed the accompanying interim condensed statement of financial position of SAB Invest Saudi Freestyle Equity Fund (the "Fund") managed by SAB Invest (the "Fund Manager") as at 30 June 2024, and the related interim condensed statement of comprehensive income for the six-month period ended 30 June 2024, and the related interim condensed statement 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

Fahad M. Al-Toaimi
Certified Public Accountant
License No. 354

Riyadh: 7 Safar 1446H
(11 August 2024)



SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of financial position

As at 30 June 2024

	<i>Note</i>	30 June 2024 (Unaudited) SR	31 December 2023 (Audited) SR
ASSETS			
Cash and cash equivalents		33,907,472	90,345,043
Financial assets at fair value through profit or loss (FVTPL)	4	1,172,273,519	469,582,985
Receivables against sold securities		5,256,578	-
Dividend receivable		973,505	-
Receivable and advances		399	399
TOTAL ASSETS		1,212,411,473	559,928,427
LIABILITIES			
Management fees payable	5	1,964,892	777,858
Payable against purchased securities		4,746,667	1,269,553
Accrued expenses and other payables		296,708	179,530
TOTAL LIABILITIES		7,008,267	2,226,941
EQUITY			
Net assets attributable to unitholders of redeemable units		1,205,403,206	557,701,486
TOTAL LIABILITIES AND EQUITY		1,212,411,473	559,928,427
Redeemable units in issue		19,923,995	9,312,676
Net asset value attributable to each per unit		60.50	59.89

The accompanying notes 1 to 9 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of comprehensive income (unaudited)

For the six-month period ended 30 June 2024

	<i>Note</i>	<i>30 June 2024 SR</i>	<i>30 June 2023 SR</i>
INCOME			
Net unrealised (loss) / gain on financial assets at FVTPL		(36,865,161)	49,377,391
Net realised gain on disposal of financial assets at FVTPL		24,663,627	20,562,914
Dividend income		10,776,853	5,141,946
Other income		-	6,880
TOTAL (LOSS) / INCOME	□	(1,424,681)	75,089,131
EXPENSES			
Management fees	5	10,514,042	3,331,988
Other expenses		740,449	216,069
TOTAL EXPENSES		11,254,491	3,548,057
NET (LOSS) / INCOME FOR THE PERIOD		(12,679,172)	71,541,074
Other comprehensive income for the period		-	-
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD		(12,679,172)	71,541,074

The accompanying notes 1 to 9 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of changes in equity attributable to the unitholders (unaudited)

For the six-month period ended 30 June 2024

	2024 SR	2023 SR
EQUITY AT THE BEGINNING OF THE PERIOD	557,701,486	351,142,257
Net (loss) / income for the period	(12,679,172)	71,541,074
Other comprehensive income for the period	-	-
Total comprehensive income for the period	(12,679,172)	71,541,074
Issue of units during the period	797,798,714	5,653,350
Redemption of units during the period	(137,417,822)	(71,121,715)
Net changes from unit transactions	660,380,892	(65,468,365)
EQUITY AT THE END OF THE PERIOD	1,205,403,206	357,214,966
	<i>Units</i>	<i>Units</i>
REDEEMABLE UNIT TRANSACTIONS		
Transactions in redeemable units during the period are summarised as follows:		
UNITS AT THE BEGINNING OF THE PERIOD	9,312,676	8,826,834
Issue of units during the period	12,885,208	131,433
Redemption of units during the period	(2,273,889)	(1,684,793)
Net increase / (decrease) in units	10,611,319	(1,553,360)
UNITS AT THE END OF THE PERIOD	19,923,995	7,273,474

The accompanying notes 1 to 9 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Interim condensed statement of cash flows (unaudited)

For the six-month period ended 30 June 2024

	2024 SR	2023 SR
Operating activities		
Net (loss) / income for the period	(12,679,172)	71,541,074
<i>Adjustments to reconcile net income / (loss) to net cash flows from operating activities:</i>		
Net movement in unrealised (loss) / gain on financial assets at FVTPL	36,865,161	(49,377,391)
Dividend income	(10,776,853)	(5,141,946)
	13,409,136	17,021,737
<i>Working capital adjustments:</i>		
Financial assets at FVTPL	(739,555,695)	17,504,288
Receivables against sold securities	(5,256,578)	8,907,371
Receivable and advances	-	(47,218)
Management fees payable	1,187,034	(210,615)
Accrued expenses and other payables	117,178	(52,002)
Payable against purchased securities	3,477,114	-
Cash flows used in operations	(726,621,811)	43,123,561
Dividends received	9,803,348	5,141,946
Net cash flows (used in) / generated from operating activities	(716,818,463)	48,265,507
Financing activities		
Proceeds from issuance of units	797,798,714	5,653,350
Payment on redemption of units	(137,417,822)	(71,121,715)
Net cash flows generated from / (used in) financing activities	660,380,892	(65,468,365)
Net decrease in cash and cash equivalents	(56,437,571)	(17,202,858)
Cash and cash equivalents at the beginning of the period	90,345,043	22,388,982
Cash and cash equivalents at the end of the period	33,907,472	5,186,124

The accompanying notes 1 to 9 form an integral part of these unaudited interim condensed financial statements.

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements

30 June 2024

1. INCORPORATION AND ACTIVITIES

SAB Invest Saudi Freestyle Equity Fund (the “Fund”) is an open-ended investment fund created by an agreement between SAB Invest (the “Fund Manager”) and investors (the “Unitholders”) in the Fund. The address of the Fund Manager is as follows:

SAB Invest, Head Office
SAB Tower 7383
King Fahad Branch Rd (Al-Yasmeen District)
Riyadh 13325
Kingdom of Saudi Arabia

The objective of the Fund is to achieve long term capital appreciation, through investing in Saudi industrial sector Shariah-compliant 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 Fund Regulations (the “Regulations”) issued by the Capital Market Authority (“CMA”) on 3 Dhul Hijja 1427H (corresponding to 24 December 2006) and effective from 6 Safar 1438H (corresponding to 6 November 2016) by the New Investment Fund Regulations (“Amended Regulations”) published by the CMA on 16 Sha’aban 1437H (corresponding to 23 May 2016) detailing requirements for all funds within the Kingdom of Saudi Arabia. The Regulations were further Amended by Resolution of the Board of the Capital Market Authority Number 2-22-2022 Dated 12 Rajab 1442H (corresponding to 24 February 2022G). The amended regulations are effective from 19 Ramadan 1442H (corresponding to 1 May 2022G).

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 2024 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 2023. In addition, result for the six-month period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

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 (“SR”), which is the Fund’s functional currency. All financial information presented has been rounded to the nearest SR.

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements (continued)

30 June 2024

3. BASIS OF PREPARATION AND CHANGES TO MATERIAL ACCOUNTING POLICIES (continued)

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 2023, except for the adoption of new standards effective as of 1 January 2024. The Fund has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

The following new and amended IFRSs, which became effective for annual periods beginning on or after 1 January 2024.

Standard, interpretation and amendments	Description	Effective date
Amendment to IFRS 16 – Leases on sale and leaseback	These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.	Annual periods beginning on or after 1 January 2024
Amendments to IAS 7 and IFRS 7 on Supplier finance arrangements	These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a company's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concerns that some companies' supplier finance arrangements are not sufficiently visible, hindering investors' analysis.	Annual periods beginning on or after 1 January 2024
Amendment to IAS 1 – Non-current liabilities with covenants	These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions.	Annual periods beginning on or after 1 January 2024
IFRS S1, 'General requirements for disclosure of sustainability-related financial information'	This standard includes the core framework for the disclosure of material information about sustainability-related risks and opportunities across an entity's value chain.	1 January 2024 subject to endorsement from SOC
IFRS S2, 'Climate-related disclosures'	This is the first thematic standard issued that sets out requirements for entities to disclose information about climate-related risks and opportunities.	1 January 2024 subject to endorsement from SOCPA

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements (continued)

30 June 2024

3. BASIS OF PREPARATION AND CHANGES TO MATERIAL ACCOUNTING POLICIES (continued)

3.3 New standards and amendments to standards (continued)

3.3.2 Significant standards issued but not yet effective

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
Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	IASB amended to the requirements related to: setting financial liabilities using an electronic payment system; assessing contractual cash flow characteristics of financial assets including those with environmental, social and governance (ESG)-linked features.	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
IFRS 19 - Reducing subsidiaries' disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	Annual periods beginning on or after 1 January 2027

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements (continued)

30 June 2024

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:

	<i>30 June 2024 (Unaudited)</i>			
	<i>% of Market value</i>	<i>Cost SR</i>	<i>Market value SR</i>	<i>Unrealised gain (loss), net SR</i>
<i>Investments in equities (by sector)</i>				
Banks	14.91	183,366,921	174,827,925	(8,538,996)
Health Care Equipment & Services	13.17	155,608,892	154,405,864	(1,203,028)
Capital Goods	11.92	100,769,937	139,757,512	38,987,575
Insurance	10.33	99,210,548	121,134,621	21,924,073
Software & Services	9.27	98,321,380	108,625,058	10,303,678
Consumer Services	8.43	86,217,085	98,799,561	12,582,476
Food & Beverages	7.37	78,789,542	86,386,023	7,596,481
Energy	6.24	59,908,609	73,153,114	13,244,505
Transportation	4.56	47,063,127	53,514,023	6,450,896
Telecommunication Services	3.91	49,319,411	45,890,936	(3,428,475)
Pharma, Biotech & Life Science	3.81	34,701,755	44,708,610	10,006,855
Media and Entertainment	2.95	27,906,317	34,638,850	6,732,533
Material	1.36	14,976,598	15,940,288	963,690
Utilities	0.98	11,296,612	11,529,567	232,955
Consumer Discretionary Distribution & Retail	0.76	9,920,780	8,961,567	(959,213)
Total	100.00%	1,057,377,513	1,172,273,519	114,896,005

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.

	<i>31 December 2023</i>			
	<i>% of Market value</i>	<i>Cost SR</i>	<i>Market value SR</i>	<i>Unrealised gain (loss) SR</i>
<i>Investments in equities (by industry)</i>				
Energy	19.10	54,476,751	89,678,425	35,201,674
Insurance	11.76	45,367,116	55,249,594	9,882,478
Consumer Services	11.43	38,198,587	53,668,443	15,469,856
Capital Goods	8.20	19,076,904	38,533,961	19,457,057
Food & Beverages	7.98	27,247,795	37,466,688	10,218,893
Software & Services	7.92	19,249,173	37,174,595	17,925,422
Media and Entertainment	6.43	15,134,561	30,191,516	15,056,955
Health Care Equipment & Services	6.24	21,272,027	29,316,884	8,044,857
Banks	5.26	17,544,900	24,692,244	7,147,344
Pharma, Biotech & Life Science	5.17	19,301,825	24,288,570	4,986,745
Transportation	3.99	13,351,696	18,720,472	5,368,776
Consumer Discretionary Distribution & Retail	3.68	13,353,381	17,270,441	3,917,060
Telecommunication Services	2.84	14,247,103	13,331,152	(915,951)
Total	100.00	317,821,819	469,582,985	151,761,166

SAB Invest Saudi Freestyle Equity Fund

Notes to unaudited interim condensed financial statements (continued)

30 June 2024

5. TRANSACTIONS WITH RELATED PARTIES

A. Transactions and balances with Fund Manager

In the ordinary course of its activities, the Fund transacts business with related parties. The following are the details of major related party transactions during the period:

Related party	Nature of transactions	Amount of transactions		Balance	
		2024	2023	2024	2023
		SR	SR	SR	SR
SAB Invest (Fund Manager)	Fund management fee (including VAT)	10,514,042	3,331,988	1,964,892	777,858
Fund Administrator	Administration fee	432,931	98,000	100,182	39,210
Board Members	Board member fee	8,289	9,918	26,892	18,603
Saudi Awwal Bank (Parent of Fund Manager)	Cash and cash equivalents			-	-

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 2024 include 61,112.10 units held by the employees of the Fund Manager (31 December 2023: 2,114.64 units) and units held by other funds managed by the Fund manager aggregating to 2,574,906 units (31 December 2023: 1,223,593 units).

The Saudi Awwal Bank ("SAB") parent of the Fund Manager acts as the Fund's banker. The independent directors are entitled to remuneration for their services at rates determined by the Fund's terms and conditions in respect of attending meetings of the board of directors or meetings of the Fund. Independent director's fees are currently up to SR 20,000.

B. Transactions and balances with Funds managed by the Fund Manager

Investments by other Funds in SAB Invest Saudi Freestyle Equity Fund are set out below:

Related party	Nature of transactions	Amount of transactions		Balance	
		2024	2023	2024	2023
		SR	SR	SR	SR
SAB Invest Multi-Assets Growth Fund	Issuance / redemption, net	81,111,423	(2,795,285)	155,782,094	73,276,468

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 Freestyle Equity Fund

Notes to unaudited interim condensed financial statements (continued)

30 June 2024

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 2024 (Unaudited)</i>	<i>Within 12 months SR</i>	<i>Within 12 months SR</i>	<i>No Fixed Maturity SR</i>	<i>Total SR</i>
ASSETS				
Cash and cash equivalents	33,907,472	-	-	33,907,472
Financial assets at FVTPL	-	-	1,172,273,519	1,172,273,519
Receivables against sold securities	5,256,578	-	-	5,256,578
Dividend receivable	973,505	-	-	973,505
Receivable and advances	399	-	-	399
TOTAL ASSETS	40,137,954	-	1,172,273,519	1,212,411,473
LIABILITY				
Management fee payable	1,964,892	-	-	1,964,892
Payable against purchased securities	4,746,667	-	-	4,746,667
Accrued expenses and other payables	296,708	-	-	296,708
TOTAL LIABILITY	7,008,267	-	-	7,008,267
<i>As at 31 Dec 2023 (Unaudited)</i>	<i>Within 12 months SR</i>	<i>Within 12 months SR</i>	<i>No Fixed Maturity SR</i>	<i>Total SR</i>
ASSETS				
Cash and cash equivalents	90,345,043	-	-	90,345,043
Financial assets at FVTPL	-	-	469,582,985	469,582,985
Receivable and advances	399	-	-	399
TOTAL ASSETS	90,345,442	-	469,582,985	559,928,427
LIABILITY				
Management fee payable	777,858	-	-	777,858
Payable against purchased securities	1,269,553	-	-	1,269,553
Accrued expenses and other payables	179,530	-	-	179,530
TOTAL LIABILITY	2,226,941	-	-	2,226,941

8. LAST VALUATION DAY

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

9. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These unaudited interim condensed financial statements were approved by the Fund's management on 7 Safar 1446H (corresponding to 11 August 2024).