

**SAB Invest MSCI Tadawul 30 Saudi ETF**  
**(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 MSCI TADAWUL 30 SAUDI ETF (MANAGED BY SAB INVEST)

### Introduction:

We have reviewed the accompanying interim condensed statement of financial position of SAB Invest MSCI Tadawul 30 Saudi ETF (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 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 MSCI Tadawul 30 Saudi ETF

### Interim condensed statement of financial position (unaudited)

As at 30 June 2024

	<i>Notes</i>	<b>30 June 2024 (Unaudited) SR</b>	<i>31 December 2023 (Audited) SR</i>
<b>ASSETS</b>			
Cash and cash equivalents		<b>145,963</b>	68,953
Financial assets at fair value through profit or loss (FVTPL)	4	<b>8,371,199</b>	9,755,915
Dividend receivable		<b>6,679</b>	-
Receivable and advances		<b>1,261</b>	3,273
<b>TOTAL ASSETS</b>		<b>8,525,102</b>	9,828,141
<b>LIABILITY</b>			
Management fee payable	5	<b>6,103</b>	8,514
<b>TOTAL LIABILITY</b>		<b>6,103</b>	8,514
<b>EQUITY</b>			
Net assets attributable to unitholders of redeemable units		<b>8,518,999</b>	9,819,627
<b>TOTAL LIABILITY AND EQUITY</b>		<b>8,525,102</b>	9,828,141
Redeemable units in issue		<b>190,000</b>	210,000
Net asset value attributable to each per unit		<b>44.84</b>	46.76

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

## SAB Invest MSCI Tadawul 30 Saudi ETF

### Interim condensed statement of comprehensive income (unaudited)

For the six-month period ended 30 June 2024

	<i>Note</i>	<b>30 June 2024 SR</b>	<b>30 June 2023 SR</b>
<b>INCOME</b>			
Net movement in unrealised (loss) / gain on financial assets at FVTPL		<b>(926,014)</b>	395,684
Net realised gain on disposal of financial assets at FVTPL		<b>472,098</b>	72,533
Dividend income		<b>156,704</b>	250,923
<b>TOTAL (LOSS) / INCOME</b>		<b>(297,212)</b>	719,140
<b>EXPENSES</b>			
Management fees	5	<b>36,374</b>	61,718
Other operating expenses		<b>1,671</b>	35
<b>TOTAL EXPENSES</b>		<b>38,045</b>	61,753
<b>NET (LOSS) / INCOME FOR THE PERIOD</b>		<b>(335,257)</b>	657,387
Other comprehensive income for the period		-	-
<b>TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD</b>		<b>(335,257)</b>	657,387

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

## SAB Invest MSCI Tadawul 30 Saudi ETF

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
<b>EQUITY AT THE BEGINNING OF THE PERIOD</b>	<b>9,819,627</b>	14,146,790
Net (loss) / income for the period	<b>(335,257)</b>	657,387
Other comprehensive income for the period	-	-
Total comprehensive (loss) / income for the period	<b>(335,257)</b>	657,387
Issue of units during the period	<b>884,256</b>	445,425
Redemption of units during the period	<b>(1,849,627)</b>	-
Net changes from unit transactions	<b>(965,371)</b>	445,425
<b>EQUITY AT THE END OF THE PERIOD</b>	<b>8,518,999</b>	15,249,602

Units

Units

### REDEEMABLE UNIT TRANSACTIONS

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

<b>UNITS AT THE BEGINNING OF THE PERIOD</b>	<b>210,000</b>	330,000
Issue of units during the period	<b>20,000</b>	10,000
Units redeemed during the year	<b>(40,000)</b>	-
Net changes in units	<b>(20,000)</b>	10,000
<b>UNITS AT THE END OF THE PERIOD</b>	<b>190,000</b>	340,000

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

## SAB Invest MSCI Tadawul 30 Saudi ETF

### Interim condensed statement of cash flows (unaudited)

For the six-month period ended 30 June 2024

	2024 SR	2023 SR
<b>Operating activities</b>		
Net (loss) / income for the period	(335,257)	657,387
<i>Adjustments to reconcile net income / (loss) to net cash flows from operating activities:</i>		
Movement in unrealised loss / (gain) on financial assets at FVTPL	926,014	(395,684)
Dividend income	(156,704)	(250,923)
	<u>434,053</u>	<u>10,780</u>
<i>Working capital adjustments:</i>		
Financial assets at FVTPL	458,702	(667,560)
Receivables and advances	2,012	-
Management fee payable	(2,411)	624
	<u>892,356</u>	<u>(656,156)</u>
Cash flows used in operations	892,356	(656,156)
Dividends received	150,025	250,923
	<u>1,042,381</u>	<u>(405,233)</u>
Net cash flows from / (used in) operating activities	<u>1,042,381</u>	<u>(405,233)</u>
<b>FINANCING ACTIVITIES</b>		
Proceeds from issuance of units	884,256	445,425
Payments for redemption of units	(1,849,627)	-
	<u>(965,371)</u>	<u>445,425</u>
Net cash flows (used in) / from financing activities	<u>(965,371)</u>	<u>445,425</u>
<b>Net increase in bank balance</b>	<b>77,010</b>	<b>40,192</b>
Bank balance at the beginning of the period	<u>68,953</u>	<u>55,360</u>
<b>Bank balance at the end of the period</b>	<u><u>145,963</u></u>	<u><u>95,552</u></u>

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

# SAB Invest MSCI Tadawul 30 Saudi ETF

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## Notes to the unaudited interim condensed financial statements

30 June 2024

### 1. INCORPORATION AND ACTIVITIES

SAB Invest MSCI Tadawul 30 Saudi ETF (the “Fund”) is an exchange traded 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 equities with MSCI Tadawul 30 Index.

SAB Invest Operations were appointed as Operator – Administrator of the fund in which AMO has appointed a Sub-Admin. The Fund is managed by the Fund Manager. 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 CMA on 3 Dhul Hijja 1427H (corresponding to 24 December 2006) and effective from 6 Safar 1438H (corresponding 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 2-22-2021 Dated 12 Rajab 1442H (corresponding to 24 February 2021G). The amended regulations are effective from 19 Ramadan 1442H (corresponding to 1 May 2022).

### 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 MSCI Tadawul 30 Saudi ETF

## Notes to the unaudited interim condensed financial statements

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 MSCI Tadawul 30 Saudi ETF

### Notes to the unaudited interim condensed financial statements

30 June 2024

#### 3 BASIS OF PREPARATION AND CHANGES TO 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 MSCI Tadawul 30 Saudi ETF

Notes to the 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:

	30 June 2024 (Unaudited)			
	% of Market value	Cost SR	Market value SR	Unrealised gain / (loss), net SR
<i><u>Investments in equities (by sector)</u></i>				
Banks	42.61	2,866,643	3,566,678	700,035
Materials	18.15	1,438,141	1,519,369	81,228
Energy	9.84	866,608	823,329	(43,279)
Telecommunication Services	9.51	733,558	796,126	62,568
Utilities	6.07	386,533	507,785	121,252
Health Care Equipment & Services	3.66	188,303	306,598	118,295
Insurance	3.02	166,583	252,907	86,324
Food & Beverages	2.60	157,584	218,082	60,498
Software & Services	2.02	153,027	169,092	16,065
Financial Services	1.17	66,839	97,994	31,155
Consumer Discretionary Distribution & Retail	0.74	51,603	61,737	10,134
Real Estate Management & Development	0.61	65,202	51,502	(13,700)
<b>Total</b>	<b>100.00</b>	<b>7,140,624</b>	<b>8,371,199</b>	<b>1,230,575</b>

The above equity investments are listed on the Saudi Stock Exchange ("Tadawul"). The Fund Manager seeks to limit risk for the Fund by monitoring exposures in each investment sector and individual securities.

	31 December 2023 (Audited)			
	% of Market value	Cost SR	Market value SR	Unrealised gain / (loss), net SR
<i><u>Investments in equities (by sector)</u></i>				
Banks	44.72	3,170,639	4,362,531	1,191,892
Materials	20.34	1,631,470	1,984,830	353,360
Telecommunication Services	9.68	830,002	944,201	114,199
Energy	8.53	750,796	832,557	81,761
Utilities	3.91	299,198	380,959	81,761
Health Care Equipment & Services	3.48	194,289	339,341	145,052
Insurance	2.65	180,160	258,742	78,582
Food & Beverages	2.32	170,184	226,482	56,298
Software & Services	1.88	170,400	183,375	12,975
Consumer Discretionary Distribution & Retail	0.90	57,140	87,295	30,155
Financial Services	0.86	69,431	84,247	14,816
Real Estate Management & Development	0.73	75,617	71,355	(4,262)
<b>Total</b>	<b>100.00</b>	<b>7,599,326</b>	<b>9,755,915</b>	<b>2,156,589</b>

## SAB Invest MSCI Tadawul 30 Saudi ETF

### Notes to the unaudited interim condensed financial statements (continued)

30 June 2024

#### 5. TRANSACTIONS WITH RELATED PARTIES

##### *Transactions and balances with Fund Manager*

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, the Fund Board and administrator of the Fund), mutual funds managed by the Fund Manager and The Saudi Awwal Bank (“SABB”) (being significant shareholder of the Fund Manager).

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:

<i>Related party</i>	<i>Nature of transactions</i>	<i>Amount of transactions</i>		<i>Balance</i>	
		<i>2024</i>	<i>2023</i>	<i>2024</i>	<i>2023</i>
		<i>SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
SAB Invest (Fund Manager)	Fund management fee (including VAT)	<b>36,374</b>	61,718	<b>6,103</b>	8,514
	Cash and Cash equivalents	-	-	<b>145,963</b>	68,953

The Fund pays the Fund Manager a management fee calculated at an annual rate of 0.75% per annum calculated on the net asset value at each valuation date.

The units in issue at 30 June 2024 include 33,531 units held by the Fund Manager (31 December 2023: 60,331 units). The Fund invested 8,336 units in SAB shares with a market value of SR 317,602 as at 30 June 2023.

Fund Board member compensation and other fees such as custodian fee and administration fee during the period has been borne and paid by the Fund Manager.

#### 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 at amortised 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 year or prior year.

## SAB Invest MSCI Tadawul 30 Saudi ETF

### Notes to the 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>
<b>ASSETS</b>				
Cash and cash equivalents	145,963	-	-	145,963
Financial assets at FVTPL	-	-	8,371,199	8,371,199
Dividend receivable	6,679	-	-	6,679
Receivable and advances	1,261	-	-	1,261
<b>TOTAL ASSETS</b>	<b>153,903</b>	<b>-</b>	<b>8,371,199</b>	<b>8,525,102</b>
<b>LIABILITY</b>				
Management fee payable	6,103	-	-	6,103
<b>TOTAL LIABILITY</b>	<b>6,103</b>	<b>-</b>	<b>-</b>	<b>6,103</b>
<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>
<b>ASSETS</b>				
Cash and cash equivalents	68,953	-	-	68,953
Financial assets at FVTPL	-	-	9,755,915	9,755,915
Receivable and advances	3,273	-	-	3,273
<b>TOTAL ASSETS</b>	<b>72,226</b>	<b>-</b>	<b>9,755,915</b>	<b>9,828,141</b>
<b>LIABILITY</b>				
Management fee payable	8,514	-	-	8,514
<b>TOTAL LIABILITY</b>	<b>8,514</b>	<b>-</b>	<b>-</b>	<b>8,514</b>

#### 8. LAST VALUATION DAY

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

#### 9. EVENTS AFTER THE REPORTING DATE

As of the date of approval of these interim condensed financial statements, there have been no significant subsequent events requiring disclosure to or adjustment in these interim condensed financial statements.

#### 10. APPROVAL OF THE 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).