

AL RAJHI COMMODITIES MUDARABA FUND
SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021
together with the
Independent Auditor's Report to the Unitholders

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

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

To the Unitholders of Al Rajhi Commodities Mudaraba Fund – Saudi Riyal

Introduction

We have reviewed the accompanying 30 June 2021 condensed interim financial statements of **Al Rajhi Commodities Mudaraba Fund – Saudi Riyal** (the "Fund"), managed by Al Rajhi Capital Company (the "Fund Manager"), which comprises:

- the condensed interim statement of financial position as at 30 June 2021;
- the condensed interim statement of comprehensive income for the six-month period ended 30 June 2021;
- the condensed interim statement of changes in net assets (equity) attributable to the Unitholders for the six-month period ended 30 June 2021;
- the condensed interim statement of cash flows for the six-month period ended 30 June 2021; 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 IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia and to comply with the applicable provisions of the Investment Funds Regulations issued by Capital Market Authority, the Fund's Terms and Conditions and the Information Memorandum. 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 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 2021 condensed interim financial statements of **Al Rajhi Commodities Mudaraba Fund - Saudi Riyal** are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.



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

To the Unitholders of Al Rajhi Commodities Mudaraba Fund – Saudi Riyal (continued)

Other matter

The condensed interim financial statements of **Al Rajhi Commodities Mudaraba Fund - Saudi Riyal** ("the Fund") for the six-month period ended 30 June 2020 were reviewed by another auditor who expressed an unmodified conclusion on those condensed interim financial statements on 23 August 2020 and the financial statements of the Fund for the year ended 31 December 2020 were audited by another auditor who expressed an unmodified opinion on those financial statements on 4 April 2021.

KPMG Professional Services

Khalil Ibrahim Al Sedais
License No. 371



Date: 9 Muharram 1443H
Corresponding to: 17 August 2021

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Condensed Interim Statement of Financial Position (Unaudited)
As at 30 June 2021

	<i>Notes</i>	30 June 2021 (Unaudited) SR	31 December 2020 (Audited) SR
<u>ASSETS</u>			
Cash and cash equivalents	7	887,946,914	1,012,147,250
Investments at fair value through profit or loss (“FVTPL”)	8	1,414,075,845	1,106,498,884
Investments at amortised cost	9	22,762,972,041	15,528,527,243
Total Assets		25,064,994,800	17,647,173,377
<u>LIABILITIES</u>			
Management fee payable	10	3,982,443	3,367,704
Fund Board fee payable	10	19,855	32,480
Accrued expenses	11	371,599	92,866
Total Liabilities		4,373,897	3,493,050
Net assets (equity) attributable to the Unitholders		25,060,620,903	17,643,680,327
Units in issue (numbers)		154,473,006	109,248,369
Net assets (equity) attributable to each unit (SR) - Dealing	16	162.23	161.50
Net assets (equity) attributable to each unit (SR) – IFRS	16	162.23	161.50

The accompanying notes 1 to 20 form an integral part of these condensed interim financial statements.

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Condensed Interim Statement of Comprehensive Income (Unaudited)
For the six-month period ended 30 June 2021

		<u>For the six-month period ended 30 June</u>	
		<u>2021</u>	<u>2020</u>
		SR	SR
<i>Notes</i>			
INCOME			
		112,714,985	148,900,732
		7,315,146	2,994,643
		342,388	-
		<hr/>	<hr/>
	Total income	120,372,519	151,895,375
		<hr/>	<hr/>
EXPENSES			
	10	(20,594,604)	(21,772,930)
	12	(304)	-
	13	(515,174)	(220,006)
		<hr/>	<hr/>
	Total expenses	(21,110,082)	(21,992,936)
		<hr/>	<hr/>
	Net income for the period	99,262,437	129,902,439
		<hr/>	<hr/>
	Other comprehensive income for the period	-	-
		<hr/>	<hr/>
	Total comprehensive income for the period	99,262,437	129,902,439
		<hr/> <hr/>	<hr/> <hr/>

The accompanying notes 1 to 20 form an integral part of these condensed interim financial statements.

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Condensed Interim Statement of Changes in Net Assets (Equity)
Attributable to the Unitholders (Unaudited)
For the six-month period ended 30 June 2021

	For the six-month period ended 30 June	
	<u>2021</u>	<u>2020</u>
	<u>SR</u>	<u>SR</u>
Net assets (equity) attributable to the Unitholders at beginning of the period	17,643,680,327	10,619,525,730
Net income for the period	99,262,437	129,902,439
Other comprehensive income for the period	-	-
Total comprehensive income for the period	99,262,437	129,902,439
Contributions and redemptions by the Unitholders		
Proceeds from issuance of units during the period	15,684,722,599	11,215,111,355
Payments on redemption of units during the period	(8,367,044,460)	(7,328,363,553)
Net contributions by the Unitholders	7,317,678,139	3,886,747,802
Net assets (equity) attributable to the Unitholders at end of the period	25,060,620,903	14,636,175,971

	For the six-month period ended 30 June	
	<u>2021</u>	<u>2020</u>
	<u>Units</u>	<u>Units</u>
Unit transactions (numbers)		
Units in issuance at beginning of the period	109,248,369	66,841,393
Issuance of units during the period	96,891,119	70,227,690
Redemption of units during the period	(51,666,482)	(45,874,162)
Net increase in units	45,224,637	24,353,528
Units in issuance at end of the period	154,473,006	91,194,921

The accompanying notes 1 to 20 form an integral part of these condensed interim financial statements.

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Condensed Interim Statement of Cash Flows (Unaudited)
For the six-month period ended 30 June 2021

	<u>For the six-month period ended 30 June</u>	
	<u>2021</u> SR	<u>2020</u> SR
Cash flows from operating activities		
Net income for the period	99,262,437	129,902,439
<i>Adjustments for:</i>		
Net (gain) on investments	(7,315,146)	(2,994,643)
Net changes in operating assets and liabilities		
(Increase) in investments at FVTPL	(300,261,815)	(400,000,000)
Purchase of investments measured at amortised cost	(72,435,970,860)	(11,416,819,524)
Proceeds from redemption/disposal of investments measured at amortised cost	65,201,526,062	6,841,000,000
Increase in management fee payable	614,739	4,079,420
(Decrease) in Fund board fee payable	(12,625)	(9,264)
Increase in accrued expenses	278,733	136,030
Net cash flows (used in) operating activities	<u>(7,441,878,475)</u>	<u>(4,844,705,542)</u>
Cash flows from financing activities		
Proceeds from issuance of units	15,684,722,599	11,215,111,355
Payments on redemption of units	(8,367,044,460)	(7,328,363,553)
Net cash flows generated from financing activities	<u>7,317,678,139</u>	<u>3,886,747,802</u>
Net (decrease) in cash and cash equivalents	(124,200,336)	(957,957,740)
Cash and cash equivalents at the beginning of the period	1,012,147,250	1,427,174,723
Cash and cash equivalents at the end of the period	<u><u>887,946,914</u></u>	<u><u>469,216,983</u></u>

The accompanying notes 1 to 20 form an integral part of these condensed interim financial statements.

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Notes to the Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

1. LEGAL STATUS AND PRINCIPAL ACTIVITIES

- (a) Al Rajhi Commodities Mudaraba Fund – Saudi Riyal, the (“Fund”) is an open-ended investment fund created by an agreement between Al Rajhi Capital Company (the “Fund Manager”), a wholly owned subsidiary of Al Rajhi Banking and Investment Corporation (the “Bank”) and investors (the “Unitholders”) in the Fund. The address of the Fund Manager is as follows:

Al Rajhi Capital, Head Office
8467 King Fahad Road, Al Muruj District
P.O. Box 2743
Riyadh 11263
Kingdom of Saudi Arabia

The Fund is designed for investors seeking current income consistent with the preservation of capital and liquidity. The assets of the Fund are invested in Murabaha funds and in Murabaha transactions executed in accordance with Sharia principles. Murabaha comprises purchases of goods and commodities from approved suppliers against immediate payment and selling them to reputed organisations on deferred payment terms, thereby generating a profit. All the trading profits are reinvested in the Fund. The Fund was established on 28 June 1999.

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 pays a management fee at a maximum rate of 16% per annum (2020: 16%) calculated on the Fund's special commission. The fee is intended to compensate the Fund Manager for administration of the Fund.

The Fund has appointed Al Bilad Investment Company (the “Custodian”) to act as its custodian. The fees of the Custodian are paid by the Fund.

- (b) 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) thereafter amended (the “Amended Regulations”) on 16 Sha’ban 1437H (corresponding to 23 May 2016) detailing requirements for all funds within the Kingdom of Saudi Arabia. The Amended Regulations came into effect from 6 Safar 1438H (corresponding to 6 November 2016).

Furthermore, the Capital Market Authority, on 1 March 2021, has issued certain amendments to the Investment Funds Regulations and Glossary of Defined Terms Used in the Regulations and Rules of the Capital Market Authority. These amendments have effective dates starting from 1 May 2021. The Fund Manager is currently in the process of evaluating the impact, if any, of these amendments on the Fund's financial statements.

2. 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 CMA, the Fund's terms and conditions and the Information Memorandum. These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the Fund's annual audited financial statements for the year ended 31 December 2020.

3. BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared on a historical cost basis, using the accrual basis of accounting except for investments held at FVTPL that were 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 condensed interim statement of financial position. Instead, assets and liabilities are presented in order of their liquidity.

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Notes to the Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

4. FUNCTIONAL AND PRESENTATION CURRENCY

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

5. USE OF JUDGMENTS AND ESTIMATES

In preparing these condensed interim financial statements, management has made judgments, estimates and assumptions 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 recognized prospectively.

Allowance for Expected Credit Losses (ECL)

The Fund recognizes loss allowances for expected credit loss (ECL) on its Murabaha placements and Sukuk instruments. The Fund measures loss allowances at an amount equal to lifetime ECL, except for the following, for which they are measured at 12-month ECL:

- Investments that are determined to have low credit risk at the reporting date; and
- Investments on which credit risk has not increased significantly since their initial recognition

6. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied 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 2020.

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 2021 and accordingly adopted by the Fund, as applicable:

<u>Standards / Amendments</u>	<u>Description</u>
Amendments to IFRS 9, 7, 4, 16 and IAS 39	Interest Rate Benchmark Reform

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

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 up to the date of issuance of the Fund’s condensed interim financial statements. The Fund intends to adopt these standards when they become effective.

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
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Notes to the Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

6. SIGNIFICANT ACCOUNTING POLICIES (continued)

<u>Standards / Amendments</u>	<u>Description</u>	<u>Effective from periods beginning on or after the following date</u>
Amendments to IAS 37	Onerous Contracts: cost of Fulfilling a Contract	1 January 2022
Amendments to IFRS 1, IFRS 9	Annual Improvements to IFRS Standards 2018-2020	1 January 2022
Amendments to IAS 16	Property, Plant and Equipment: Proceeds before Intended Use	1 January 2022
Amendments to IFRS 3	Reference to the Conceptual framework	1 January 2022
Amendments to IAS 1	Classification of Liabilities as Current or Non-current	1 January 2023
IFRS 17	Insurance Contracts	1 January 2023
Amendments to IAS 8	Definition of Accounting Estimate	1 January 2023
Amendments to IAS 1 and IFRS Practice Statement 2	Disclosure of Accounting Policies	1 January 2023
Amendments to IFRS 10 and IAS 28	Sale for Contribution of Assets between an Investor and its Associate or Joint Venture	Available for optional adoption

7. CASH AND CASH EQUIVALENTS

	<i>30 June 2021 (Unaudited) SR</i>	<i>31 December 2020 (Audited) SR</i>
Cash at bank	342,004,941	11,542,414
Placements with banks (having original maturity of less than 90 days)	545,000,000	1,000,000,000
Accrued special commission income on placements	941,973	604,836
Total	887,946,914	1,012,147,250

Cash at bank comprise of bank balances with Al Rajhi Banking and Investment Corporation (the “Bank”), being the parent entity of the Fund Manager. In addition, these balances also comprise of cash placed with Al Bilad Investment Company (the Custodian) for buying and selling of investment securities.

The special commission rate on placements with banks ranges from 0.50% to 1.67% p.a. (31 December 2020: 0.50% to 1.62% p.a.).

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
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Notes to the Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

8. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

Investments at FVTPL comprise units in the following funds as at the reporting date:

	30 June 2021 (Unaudited)			
	Cost SR	Fair value SR	% of Fair value	Unrealised gain SR
Alinma Liquidity Fund	<u>1,400,265,392</u>	<u>1,414,075,845</u>	<u>100.00</u>	<u>13,810,453</u>
	31 December 2020 (Audited)			
	Cost SR	Fair value SR	% of Fair value	Unrealised gain SR
Alinma Liquidity Fund	<u>1,100,003,577</u>	<u>1,106,498,884</u>	<u>100.00</u>	<u>6,495,307</u>

Investments in mutual funds are unrated. The Fund also does not have an internal grading mechanism. However, the Fund Manager seeks to limit its risk by monitoring each investment exposure and setting limits for individual investment.

9. INVESTMENTS AT AMORTISED COST

	<i>Notes</i>	30 June 2021 (Unaudited) SR	31 December 2020 (Audited) SR
Murabaha placements	9.1	22,358,000,000	15,318,000,000
Sukuk	9.2	312,284,778	134,000,000
Accrued special commission income		<u>92,687,263</u>	<u>76,527,243</u>
		<u>22,762,972,041</u>	<u>15,528,527,243</u>

9.1 Remaining maturity of Murabaha placements are composed of the following:

	30 June 2021 (Unaudited) SR	31 December 2020 (Audited) SR
Up to 1 month	3,064,000,000	2,930,000,000
1-3 months	9,314,000,000	6,078,000,000
3-6 months	5,500,000,000	2,560,000,000
6-9 months	2,530,000,000	1,950,000,000
9-12 months	<u>1,950,000,000</u>	<u>1,800,000,000</u>
	<u>22,358,000,000</u>	<u>15,318,000,000</u>

The special commission rate on Murabaha placements ranges from 0.60% to 2.35% p.a. (31 December 2020: 0.60% to 3.10% p.a.).

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
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Notes to the Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

9. INVESTMENTS AT AMORTISED COST (continued)

9.2 Investment in Sukuk is summarised below:

	<i>30 June 2021 (Unaudited) SR</i>	<i>31 December 2020 (Audited) SR</i>
Saudi Government SAR Sukuk 2018-10-5	106,201,552	-
Saudi Government SAR Sukuk 2017-09-7	67,036,412	-
Bahri-Sukuk	45,000,000	45,000,000
Almarai Sukuk	36,000,000	36,000,000
Saudi Government SAR Sukuk 2018-10-7	31,960,294	-
Saudi Government SAR Sukuk 2018-07-7	26,086,520	-
Bank Aljazira Sukuk	-	53,000,000
	<u>312,284,778</u>	<u>134,000,000</u>

The special commission rate on Sukuk ranges from 1.67% to 3.88% p.a. (31 December 2020: 1.78% to 2.78% p.a.).

10. RELATED PARTY TRANSACTIONS AND BALANCES

The related parties of the Fund include the Bank, the Fund Manager, the Fund Board, other funds managed by the Fund Manager and key management personnel of the Fund Manager. In the ordinary course of its activities, the Fund transacts business with the Fund Manager.

In addition to transactions disclosed elsewhere in these condensed interim financial statements, the Fund entered into the following transactions with related parties during the period. These transactions were carried out on the basis of approved terms and conditions of the Fund.

Related Party	Nature of relationship	Nature of transaction	For the six-month period ended 30 June	
			<u>2021</u>	<u>2020</u>
Al Rajhi Capital Company	The Fund Manager	Management fee	20,594,604	21,772,930
The Fund Board	The Fund Board	Fund Board fee to members of the Board	19,855	9,236

Balances arising from the above transactions with related parties are as follows:

Related Party	Nature of relationship	Nature of balance	30 June	31 December
			<u>2021</u>	<u>2020</u>
Al Rajhi Capital Company	The Fund Manager	Management fee payable	3,982,443	3,367,704
The Fund Board	The Fund Board	Fund Board fee payable to members of the Board	19,855	32,480

The units in issue at 30 June 2021 include 20,728 units held by the employees of the Fund Manager (31 December 2020: 50,639 units).

The units in issue at 30 June 2021 include 1,326,697 units held by the Fund Manager (31 December 2020: 3,926,056 units).

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 directors' fees is currently SR 5,000 per meeting up to a maximum of 2 meetings per annum per director which is paid equally by all funds supervised by the board.

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
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Notes to the Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

11. ACCRUED EXPENSES

	30 June 2021 (Unaudited) SR	31 December 2020 (Audited) SR
Accrued custodian fee	336,147	56,418
Accrued professional fees	22,716	25,300
Other accrued expenses	12,736	11,148
	371,599	92,866

12. PURIFICATION CHARGES

The purification charges amounting to SR 304 (30 June 2020: Nil), represent charges incurred in respect of purification of the income generated from the investee companies in order to achieve a Sharia compliant return. These charges are calculated based on the Fund’s Sharia Board approved formula and paid to charities recommended by the Fund’s Sharia Board through the Fund Manager.

13. OTHER EXPENSES

	For the six-month period ended 30 June	
	2021 (Unaudited) SR	2020 (Unaudited) SR
Custody fee	460,433	177,071
Professional fees	22,716	22,004
Others	32,025	20,931
	515,174	220,006

14. FAIR VALUE MEASUREMENT

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 carries its investments in funds at FVTPL. Listed funds and Sukuk are classified within level 1 of the fair value hierarchy. Investments at amortised cost are amortised using the effective profit rate method. Investments in unlisted Sukuk are classified as Level 2. Murabaha placements are classified in Level 3. 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 fair value, because of their short-term nature and the high credit quality of counterparties. There were no transfers between various levels of fair value hierarchy during the current period or prior year.

The following table shows the carrying amount and fair values of investments, including their levels in the fair value hierarchy

AL RAJHI COMMODITIES MUDARABA FUND – SAUDI RIYAL
An open-ended mutual fund
(Managed by Al Rajhi Capital Company)
Notes to the Condensed Interim Financial Statements (Unaudited)
For the six-month period ended 30 June 2021

15. MATURITY ANALYSIS OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES (continued)

	<i>No fixed maturity</i> SR	<i>Within 12 months</i> SR	<i>After 12 months</i> SR	<i>Total</i> SR
<i>As at 31 December 2020 (Audited)</i>				
ASSETS				
Cash and cash equivalents	11,542,414	1,000,604,836	-	1,012,147,250
Investments at FVTPL	1,106,498,884	-	-	1,106,498,884
Investments at amortised cost	-	15,394,527,243	134,000,000	15,528,527,243
TOTAL ASSETS	<u>1,118,041,298</u>	<u>16,395,132,079</u>	<u>134,000,000</u>	<u>17,647,173,377</u>
LIABILITIES				
Management fee payable	-	3,367,704	-	3,367,704
Fund Board fee payable	-	32,480	-	32,480
Accrued expenses	-	92,866	-	92,866
TOTAL LIABILITIES	<u>-</u>	<u>3,493,050</u>	<u>-</u>	<u>3,493,050</u>

16. LAST VALUATION DAY

The Capital Market Authority (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.

The last valuation day of the year was 30 June 2021 (2020: 31 December 2020) and in lieu of the above circular from CMA, the dealing net assets (equity) value on this day was SR 162.23 (2020: SR 161.50) per unit. The IFRS net assets (equity) value per unit on 30 June 2021 was SR 162.23 (2020: SR 161.50) per unit. Net assets (equity) per unit as per IFRS and dealing net assets (equity) value per unit remained the same due to immaterial ECL provisions recognised under IFRS 9.

17. IMPACT OF COVID-19

The Coronavirus (“COVID-19”) pandemic continues to disrupt global markets as many geographies are experiencing multiple waves of infections despite having previously controlled the outbreak through aggressive precautionary measures. The Government of the Kingdom of Saudi Arabia, however, managed to successfully control the outbreak to date.

The Fund Manager continues to evaluate the current situation through reviewing its investment strategy and other risk management practices to manage the impact COVID 19 outbreak has had on its normal operations and financial performance.

18. COMPARATIVE FIGURES

Certain of the prior year amounts have been reclassified to conform to the presentation in the current period.

19. EVENTS AFTER THE END OF THE REPORTING PERIOD

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

20. APPROVAL OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were approved by the Fund Board on 8 Muharram 1443H (corresponding to 16 August 2021).