

**ORPHAN CARE ENDOWMENT FUND
(MANAGED BY ALINMA CAPITAL COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

AND INDEPENDENT AUDITOR'S REVIEW REPORT

Alinma Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2025

INDEX	PAGE
Independent auditor's review report	1
Interim condensed statement of financial position	2
Interim condensed statement of profit or loss and other comprehensive income	3
Interim condensed statement of cash flows	4
Interim condensed statement of changes in equity	5
Notes to the interim condensed financial statements	6 – 10

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS**To the Unitholders of Orphan Care Endowment Fund****(Managed by Alinma Capital Company)****Introduction**

We have reviewed the accompanying interim condensed statement of financial position of Orphan Care Endowment Fund ("the Fund") being managed by Alinma Capital Company (the "Fund Manager") as at 30 June 2025, and the related interim condensed statements of profit or loss and other comprehensive income, cash flows and changes in equity for the six-month period then ended, including 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.

for Alluhaid & Alyahya Chartered Accountants



Saleh A. Alyahya
Certified Public Accountant
License number 473

Riyadh: 4 Safar 1447H
(29 July 2025)



Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

		30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
	Notes		
ASSETS			
Bank balance		143,845	118,733
Financial assets at fair value through profit or loss ("FVTPL")	5	25,937,617	19,056,903
Financial assets at amortized cost	6	8,336,975	12,342,057
Advance for acquisition of financial assets at FVTPL		-	1,375,380
Receivable against disposal of financial assets at FVTPL		-	77,812
Dividend receivables		-	7,098
TOTAL ASSETS		34,418,437	32,977,983
LIABILITIES AND EQUITY			
LIABILITIES			
Accrued expenses and other current liabilities		558,123	285,777
TOTAL LIABILITIES		558,123	285,777
EQUITY			
Net assets attributable to unitholders of units		33,860,314	32,692,206
TOTAL LIABILITIES AND EQUITY		34,418,437	32,977,983
Redeemable units in issue (numbers)		2,608,422	2,526,716
Net asset value attributable to unitholders (SR)		12.98	12.94

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

Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME

		<i>Unaudited</i>	
		<i>For the six-month period ended</i>	
		<i>30 June 2025</i>	<i>30 June 2024</i>
	<i>Notes</i>	<i>SR</i>	<i>SR</i>
INCOME			
Loss from financial assets at FVTPL	5	(131,926)	(153,620)
Special commission income		355,458	424,587
Dividend income		161,634	112,306
TOTAL INCOME		385,166	383,273
EXPENSES			
Management fees	7	(190,242)	(133,013)
Charge for expected credit loss	6	(1,044)	(3,464)
Other expenses		(118,705)	(38,244)
TOTAL EXPENSES		(309,991)	(174,721)
NET INCOME FOR THE PERIOD		75,175	208,552
Other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		75,175	208,552

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

Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS

	<i>Unaudited</i>	
	<i>For the six-month period ended</i>	
	<i>30 June 2025</i>	<i>30 June 2024</i>
	<i>SR</i>	<i>SR</i>
OPERATING ACTIVITIES		
Net income for the period	75,175	208,552
<i>Adjustments for:</i>		
Loss on financial assets at FVTPL	131,926	153,620
Special commission income	(355,458)	(424,587)
Dividend income	(161,634)	(112,306)
Charge for expected credit loss	1,044	3,464
	(308,947)	(171,257)
<i>Changes in operating assets and liabilities:</i>		
(Increase) decrease in financial assets at FVTPL	(7,012,640)	161,240
Decrease (increase) in financial assets at amortised cost	3,675,463	(668,720)
Increase in accrued expenses and other current liabilities	272,346	55,664
Decrease in advances for acquisition of financial assets at FVTPL	1,375,380	-
Decrease in receivable against disposal of financial assets at FVTPL	77,812	-
	(1,920,586)	(623,073)
Dividend received	168,732	112,306
Special commission received	684,033	407,258
Net cash flows used in operating activities	(1,067,821)	(103,509)
FINANCING ACTIVITY		
Proceeds from issuance of units	1,092,933	412,925
Net cash flows from financing activity	1,092,933	412,925
NET INCREASE IN BANK BALANCE	25,112	309,416
Bank balance at beginning of the period	118,733	743,039
BANK BALANCE AT END OF THE PERIOD	143,845	1,052,455

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

Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

	<i>Unaudited</i>	
	<i>For the six-month period ended</i>	
	<i>30 June 2025</i>	<i>30 June 2024</i>
	<i>SR</i>	<i>SR</i>
EQUITY AT THE BEGINNING OF THE PERIOD	32,692,206	30,446,568
Comprehensive income:		
Net income for the period	75,175	208,552
Other comprehensive income for the period	-	-
Total comprehensive income for the period	75,175	208,552
	32,767,381	30,655,120
CHANGE FROM UNIT TRANSACTIONS		
Proceeds from issuance of units	1,092,933	412,925
Net change from unit transactions	1,092,933	412,925
EQUITY AT THE END OF THE PERIOD	33,860,314	31,068,045
REDEEMABLE UNIT TRANSACTIONS		

Transactions in units for the period are summarized as follows:

	<i>Unaudited</i>	
	<i>For the six-month period ended</i>	
	<i>30 June 2025</i>	<i>30 June 2024</i>
	<i>Units</i>	<i>Units</i>
UNITS AT THE BEGINNING OF THE PERIOD	2,526,716	2,295,175
Units issued during the period	81,706	33,720
UNITS AT THE END OF THE PERIOD	2,608,422	2,328,895

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

Orphan Care Endowment Fund (Managed by Alinma Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2025

1 INCORPORATION AND ACTIVITIES

Orphan Care Endowment Fund, (the “Fund”), is an open-ended Shariah compliant public fund created under an agreement between Alinma Capital Company (the “Fund Manager”), a subsidiary of Alinma Bank (the “Bank”), and “Ekhaa Charity” operating under Charitable Foundation for Orphan’s Care (the “Beneficiary”), in accordance with Capital Market Authority (“CMA”) regulations.

The Fund aims to enhance the developmental role of private endowments in supporting care for orphans, by developing the endowed assets and investing them in a way that achieves the principal of social solidarity. The Fund Manager will invest in the financial assets and distribute a percentage of the proceeds (endowment yields) on a periodic basis to the endowment distribution channel specified by the Fund (Charity Orphans Care Foundation). The beneficiary is committed to elevating the level of service and care provided to orphans.

The CMA granted approval for the establishment of the Fund in its letter number 19/528/5/3 dated 17 Jumada Alawwal 1440H (corresponding to 23 January 2019). The Fund commenced its operations on 11 Dhul-Qa’dah 1440H (corresponding to 14 July 2019). The Fund has also obtained approval from General Authority of Awqaf through its letter number 40900305 dated 1 Jumada Alawwal 1440H (corresponding to 7 January 2019) for raising public subscription for endowments.

The Fund is managed by Alinma Capital 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.

Inmaa Riaya Limited Company, a limited liability company with commercial registration number 1010568504, has been established and approved by CMA as a special purpose vehicle (“SPV”) for the beneficial interests of the Fund.

The Fund has appointed NOMW Capital Company for Financial Consultant (the “Custodian”) to act as its custodian. The fees of the custodian are paid by the Fund. The Custodian owns 99% of the shares in the SPV and 1% is held by the Fund Manager.

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.

3 BASIS OF PREPARATION

3.1 *Statement of compliance*

These interim condensed financial statements for the six-month period ended 30 June 2025 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 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.

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 2024.

3.2 *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 interim condensed statement of financial position is stated broadly in order of liquidity. All assets and liabilities are current in nature except for financial assets measured at amortised cost, maturities of which are disclosed in note 6 in the interim condensed financial statements.

Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

30 June 2025

3 BASIS OF PREPARATION (continued)

3.3 Functional 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

3.4 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.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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 2024 except for the adoption of new amendments to standards effective as of 1 January 2025. Certain amendments apply for the first time in 2025, but do not have an impact on the interim condensed financial statements of the Fund.

a) NEW CURRENTLY EFFECTIVE REQUIREMENTS

<u>New accounting standards or amendments:</u>	<u>Effective date</u>
Lack of Exchangeability – Amendments to IAS 21	1 January 2025

The Fund has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

Management anticipates that these new standards, interpretations and amendments will be adopted in the interim condensed financial statements for the period of initial application. Adoption of these new standards, interpretations and amendments may have no material impact on the interim condensed financial statements in the period of initial application

b) FORTHCOMING IFRS REQUIREMENTS

<u>New accounting standards or amendments:</u>	<u>Effective date</u>
Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7	1 January 2026
Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7	
Annual Improvements to IFRS Accounting Standards – Volume 11	
IFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)	Available for optional adoption/ effective date deferred indefinitely

Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

30 June 2025

5 FINANCIAL ASSETS AT FVTPL

Financial assets classified at FVTPL comprised of investments in listed equities, REITs, public and private mutual funds, as detailed below and are registered in the Kingdom of Saudi Arabia.

	30 June 2025 (Unaudited)		31 December 2024 (Audited)	
	Cost (SR)	Market value (SR)	Cost (SR)	Market value (SR)
Discretionary equity portfolio (i)	12,053,503	11,907,689	10,315,077	11,139,444
Public fund	9,146,409	9,270,981	3,601,843	3,626,385
Private funds	2,763,285	2,765,910	1,814,197	2,170,200
Real Estate Investment Trusts (REITs)	2,120,874	1,993,037	2,672,626	2,120,874
	<u>26,084,071</u>	<u>25,937,617</u>	<u>18,403,743</u>	<u>19,056,903</u>

- (i) This represents amount invested in a discretionary portfolio which is comprised of equities listed on Tadawul.

The loss from financial assets at FVTPL during the period amounted to SR 131,926 (30 June 2024: SR 153,620).

6 FINANCIAL ASSETS AT AMORTISED COST

	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Murabaha deposit (i)	1,300,000	6,628,725
Sukuks (ii)	6,939,147	5,285,885
Accrued special commission income	111,017	439,592
	<u>8,350,164</u>	<u>12,354,202</u>
Less: Allowance for expected credit loss ("ECL")	<u>(13,189)</u>	<u>(12,145)</u>
	<u>8,336,975</u>	<u>12,342,057</u>

- (i) This represents Murabaha deposits placed with investment companies operating in Kingdom of Saudi Arabia and other GCC countries with original maturity within 1 year and carry an average special commission income rate of 5.60% per annum (31 December 2024: 6.56% per annum).
- (ii) This represents Sukuks issued by a counterparties operating in Kingdom of Saudi Arabia, with original maturities between 2 to 25 years, and carry an average special commission income rate of 7.29% per annum (31 December 2024: 6.69% per annum).

The remaining maturity of these sukuk are as follows:

	(Unaudited)		(Audited)	
	30 June 2025	% of value	31 December 2024	% of value
Later than 1 year and no later than 5 years	6,025,147	87.83%	4,371,885	83.15%
More than 5 years	914,000	13.17%	914,000	16.85%
	<u>6,939,147</u>	<u>100%</u>	<u>5,285,885</u>	<u>100%</u>

Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
30 June 2025

7 RELATED PARTY TRANSACTIONS AND BALANCES

In ordinary course of activities, the Fund transacts business with related parties. The related party transactions are governed by limit set by the terms and conditions. All related party transactions are disclosed to the Fund Board of Director.

Related parties of the Fund include the 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 annual rate of 0.75% that are calculated and accrued based on the net assets value of the Fund at each valuation day.

b) Brokerage expense

The Fund Manager charges 0.0015% brokerage fees on the purchase and sales transactions of financial assets at FVTPL.

c) Board of Directors remuneration

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. Independent director's fees are currently SR 20,000 per annum per member.

7.1 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 transactions	Unaudited For the six-month period ended	
			30 June 2025 SR	30 June 2024 SR
Alinma Capital Company	Fund Manager	Management fees	(190,242)	(133,013)
		Brokerage fees	-	(492)
		Special commission income on Murabaha deposits	-	238,050
Fund Board	Board Members	Fund Board fees	(36,192)	-

7.2 Related party balances

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

Name of related party	Nature of balances	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Alinma Capital Company	Management fees payable	(302,015)	(136,588)
Fund Board	Fund board fees	(26,192)	-

Orphan Care Endowment Fund
(Managed by Alinma Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)
30 June 2025

8 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

<i>As at 30 June 2025 (Unaudited)</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 5)	<u>13,900,726</u>	<u>12,036,891</u>		<u>25,937,617</u>
<i>As at 31 December 2024 (Audited)</i>				
Financial assets at FVTPL (note 5)	<u>13,260,318</u>	<u>5,796,585</u>	<u>-</u>	<u>19,056,903</u>

The value of financial assets at FVTPL amounting to SR 13,900,726 (31 December 2024: SR 13,260,318) are based on quoted market prices of equities listed on Tadawul and are therefore classified within Level 1 of the fair value hierarchy.

The value of financial assets at FVTPL amounting to SR 12,036,891 (31 December 2024: SR 5,796,585) are based on the net assets value of the mutual fund and therefore classified within Level 2 of the fair value hierarchy.

Management believes that at the reporting date the fair values of all other financial assets and liabilities that are classified as amortized cost approximate their carrying values. 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.

9 SUBSEQUENT EVENT

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

10 LAST VALUATION DATE

The last valuation date of the period was 30 June 2025 (31 December 2024: 31 December 2024).

11 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements were approved by the Fund Manager on 3 Safar 1447H (corresponding to 28 July 2025).