

**ALINMA WAREEF 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 Wareef 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



Alluhaid & Alyahya Chartered Accountants

A Limited Liability Company

Paid up capital SR 100,000 - CR:1010468314

Kingdom of Saudi Arabia Riyadh King Fahd Road

Muhammadiyah District, Grand Tower 12 th Floor

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

To the Unitholders of Alinma Wareef Endowment Fund

(Managed by Alinma Capital Company)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Alinma Wareef 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)



Alinma Wareef 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		425,976	836,822
Financial assets at fair value through profit or loss ("FVTPL")	5	62,977,978	51,613,379
Financial assets at amortized cost	6	25,140,677	29,623,452
Advance for acquisition of financial assets at FVTPL		-	3,709,774
Dividend receivables		-	19,598
TOTAL ASSETS		88,544,631	85,803,025
LIABILITIES AND EQUITY			
LIABILITIES			
Payable against purchase of financial assets at FVTPL		-	91,068
Accrued expenses and other current liabilities		1,484,165	836,371
TOTAL LIABILITIES		1,484,165	927,439
EQUITY			
Net assets attributable to unitholders of units		87,060,466	84,875,586
TOTAL LIABILITIES AND EQUITY		88,544,631	85,803,025
Redeemable units in issue (numbers)		6,583,261	6,439,211
Net asset value attributable to unitholders (SR)		13.22	13.18

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

Alinma Wareef Endowment Fund
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME

	<i>Note</i>	<i>Unaudited</i>	
		<i>For the six-month period ended</i> 30 June 2025	<i>30 June 2024</i>
		SR	SR
INCOME			
Special commission income		884,791	1,037,153
Dividend income		534,735	419,209
Loss from financial assets at FVTPL	5	(495,240)	(535,299)
TOTAL INCOME		924,286	921,063
EXPENSES			
Management fees	7	(490,630)	(361,359)
Charge for expected credit loss		(2,684)	(1,651)
Other expenses		(182,587)	(83,593)
TOTAL EXPENSES		(675,901)	(446,603)
NET INCOME FOR THE PERIOD		248,385	474,460
Other comprehensive income for the period		-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		248,385	474,460

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

Alinma Wareef 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>
	SR	SR
OPERATING ACTIVITIES		
Net income for the period	248,385	474,460
<i>Adjustments for:</i>		
Special commission income	(884,791)	(1,037,153)
Dividend income	(534,735)	(419,209)
Loss from financial assets at FVTPL	495,240	535,299
Charge for expected credit loss	2,684	1,651
	(673,217)	(444,952)
<i>Changes in operating assets and liabilities:</i>		
(Increase) decrease in financial assets at FVTPL	(11,859,839)	975,532
Decrease (increase) in financial assets at amortised cost	4,333,550	(1,606,351)
Increase in accrued expenses and other current liabilities	647,794	111,804
Decrease in advances for acquisition of financial assets at FVTPL	3,709,774	-
Decrease in payable against purchase of financial assets at FVTPL	(91,068)	-
	(3,933,006)	(963,967)
Dividends received	554,333	419,209
Special commission received	1,031,332	789,537
Net cash flows (used in) from operating activities	(2,347,341)	244,779
FINANCING ACTIVITY		
Proceeds from issuance of units	1,936,495	552,557
Net cash flows from financing activity	1,936,495	552,557
NET (DECREASE) INCREASE IN BANK BALANCE	(410,846)	797,336
Bank balance at beginning of the period	836,822	2,159,207
BANK BALANCE AT END OF THE PERIOD	425,976	2,956,543

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

Alinma Wareef 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	84,875,586	83,439,526
Comprehensive income:		
Net income for the period	248,385	474,460
Other comprehensive income for the period	-	-
Total comprehensive income for the period	248,385	474,460
	85,123,971	83,913,986
CHANGE FROM UNIT TRANSACTIONS		
Proceeds from issuance of units	1,936,495	552,557
Net change from unit transactions	1,936,495	552,557
EQUITY AT THE END OF THE PERIOD	87,060,466	84,466,543
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	6,439,211	6,347,598
Units issued during the period	144,050	41,438
UNITS AT THE END OF THE PERIOD	6,583,261	6,389,036

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

Alinma Wareef Endowment Fund

(Managed by Alinma Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2025

1 INCORPORATION AND ACTIVITIES

Alinma Wareef 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 "Wareef Charity" operating under King Faisal Specialist Hospital and Research Center" (the "Beneficiary"), in accordance with Capital Market Authority ("CMA") regulations.

The Fund aims to enhance the developmental role of private endowments in supporting health care services by developing the endowed assets of the Fund and investing them in a way that achieves the principle 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 channels specified by the Fund (i.e., Health care and medical services). The beneficiary is committed to disbursement of endowment yields in health care and medical services.

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

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

Wareef Fund Real-Estate Company, a limited liability company with commercial registration number 1010501766, 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 Organization 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.

Alinma Wareef 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 existing 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

Alinma Wareef 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 discretionary equity portfolio, REITs, private and public funds as detailed below which are registered in the Kingdom of Saudi Arabia.

	30 June 2025 (Unaudited) Cost (SR)	Market value (SR)	31 December 2024 (Audited) Cost (SR)	Market value (SR)
Discretionary equity portfolio (i)	33,599,307	33,200,615	28,545,026	30,993,473
Public fund	12,433,969	12,564,126	4,765,625	4,782,031
Real Estate Investment Trusts (REITs)	7,025,452	6,716,040	8,664,080	7,025,452
Private funds	10,450,276	10,497,197	7,480,520	8,812,423
	63,509,004	62,977,978	49,455,251	51,613,379

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

The loss from financial assets at FVTPL during the period amounted to SR 495,240 (30 June 2024: SR 535,299).

As of 30 June 2025, there was no advance for acquisition of financial assets at FVTPL (31 December 2024: SR 3,709,774).

As of 30 June 2025, there was no payable against purchase of financial assets at FVTPL (31 December 2024: SR 91,068).

6 FINANCIAL ASSETS AT AMORTISED COST

	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Sukuks (i)	18,000,000	14,000,000
Murabaha deposit (ii)	6,500,000	14,833,550
Accrued special commission income	666,971	813,512
	25,166,971	29,647,062
Less: Allowance for expected credit loss	(26,294)	(23,610)
	25,140,677	29,623,452

- (i) This represents Sukuks issued by a counterparties operating in Kingdom of Saudi Arabia, with original maturities between 1 to 26 years, and carry an average special commission income rate of 6.69% per annum (31 December 2024: 5.21% per annum).

- (ii) This represents Murabaha deposits placed with investment company operating in Kingdom of Saudi Arabia with original maturity of 1 year and carry an average special commission income rate of 5.60% per annum (31 December 2024: 6.00% per annum).

The remaining maturity of these sukuk are as follows:

	(Unaudited) 30 June 2025	% of value	(Audited) 31 December 2024	% of value
Within 1 year	10,250,000	57%	-	-
Later than 1 year	7,750,000	43%	14,000,000	100%
	18,000,000	100%	14,000,000	100%

Alinma Wareef 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 is 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.

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	(490,630)	(361,359)
		Brokerage fee	-	(627)
Alinma Bank	Parent Company of Fund Manager	Special Commission income on sukuk	4,388	39,556
Fund Board	Board Members	Fund board fees	(26,192)	-

7.2 Related party balances

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

Name of related party	Nature of balances	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Alinma Bank	Sukuks	2,000,000	2,000,000
Alinma Capital Company	Management fees payable	(795,960)	(369,325)
Fund Board	Fund board fees	(26,192)	-

(i) As at 30 June 2025, Alinma Bank held 100,000 units (31 December 2024: 100,000 units) of the Fund.

Alinma Wareef 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 interim condensed 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>39,916,655</u>	<u>23,061,323</u>	<u>-</u>	<u>62,977,978</u>
<i>As at 31 December 2024 (Audited)</i>				
Financial assets at FVTPL (note 5)	<u>38,018,925</u>	<u>13,594,454</u>	<u>-</u>	<u>51,613,379</u>

The value of financial assets at FVTPL amounting to SR 39,916,655 (31 December 2024: SR 38,018,925) 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 23,061,323 (31 December 2024: SR 13,594,454) 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 owing to their short-term tenure and the fact that these are readily realizable. These are all classified within level 2 of the fair value hierarchy. There were no transfers between various levels of fair value hierarchy during the current period or prior year.

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).