

**ALINMA EMERGING MARKETS 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 Emerging Markets Fund  
(Managed by Alinma Capital Company)

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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 Alinma Emerging Markets Fund**  
**(Managed by Alinma Capital Company)**

**Introduction**

We have reviewed the accompanying interim condensed statement of financial position of Alinma Emerging Markets 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: 11 Safar 1447 H  
(5 August 2025 G)



Alinma Emerging Markets Fund  
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

		30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
	<i>Note</i>		
<b>ASSETS</b>			
Bank balance		3,147,330	2,406,596
Financial assets at fair value through profit or loss ("FVTPL")	5	52,592,728	51,713,287
Dividend receivable		251,707	73,905
<b>TOTAL ASSETS</b>		<b>55,991,765</b>	<b>54,193,788</b>
<b>LIABILITIES</b>			
Redemption payable		108,674	-
Accrued expenses and other current liabilities		814,068	541,818
<b>TOTAL LIABILITIES</b>		<b>922,742</b>	<b>541,818</b>
<b>EQUITY</b>			
Net assets attributable to unitholders of redeemable units		55,069,023	53,651,970
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>55,991,765</b>	<b>54,193,788</b>
Redeemable units in issue (numbers)		4,401,290	4,662,608
Net asset value attributable to unitholders (SR)		12.51	11.51

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

Alinma Emerging Markets Fund  
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME

		<i>Unaudited</i>	
	<i>Notes</i>	<i>For the six-month period ended 30 June 2025 SR</i>	<i>For the period from 14 September 2023 to 30 June 2024 SR</i>
<b>INCOME</b>			
Income from financial assets at FVTPL	5	4,510,780	5,470,263
Dividend income		689,124	373,774
Special commission income		-	287,260
<b>TOTAL INCOME</b>		<b>5,199,904</b>	<b>6,131,297</b>
<b>EXPENSES</b>			
Management fees	6	(530,075)	(623,628)
Brokerage commission	6	(1,389)	(29,272)
Professional fees		(124,692)	(371,275)
Other expenses		(271,372)	(318,711)
<b>TOTAL EXPENSES</b>		<b>(927,528)</b>	<b>(1,342,886)</b>
<b>NET INCOME FOR THE PERIOD</b>		<b>4,272,376</b>	<b>4,788,411</b>
Other comprehensive income		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>4,272,376</b>	<b>4,788,411</b>

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



Alinma Emerging Markets Fund  
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INTERIM CONDENSED STATEMENT OF CASH FLOWS

	<i>For the six-month period ended 30 June 2025</i> SR (Unaudited)	<i>For the period from 14 September 2023 to 30 June 2024</i> SR (Unaudited)
<b>OPERATING ACTIVITIES</b>		
Net income for the period	4,272,376	4,788,411
<i>Adjustments for:</i>		
Income from financial assets at FVTPL	(4,510,780)	(5,470,263)
Special commission income	-	(287,260)
Dividend income	(689,124)	(373,774)
	<u>(927,528)</u>	<u>(1,342,886)</u>
Changes in operating assets and liabilities:		
Decreases (increase) in financial assets at FVTPL	3,631,339	(39,556,016)
Increase in accrued expenses and other current liabilities	272,250	366,909
Increase in redemption payable	108,674	-
	<u>3,084,735</u>	<u>(40,531,993)</u>
Special commission income received	-	287,260
Dividend received	511,322	196,008
	<u>3,596,057</u>	<u>(40,048,725)</u>
Net cash flows from (used in) operating activities		
<b>FINANCING ACTIVITIES</b>		
Proceeds from issuance of units	1,323,779	45,521,539
Payments against redemption of units	(4,179,102)	(2,912,755)
	<u>(2,855,323)</u>	<u>42,608,784</u>
Net cash flows (used in) from financing activities		
<b>NET INCREASE IN BANK BALANCE</b>	<b>740,734</b>	<b>2,560,059</b>
Bank balance at beginning of the period	2,406,596	-
<b>BANK BALANCE AT END OF THE PERIOD</b>	<b>3,147,330</b>	<b>2,560,059</b>

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

Alinma Emerging Markets Fund  
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INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

	<i>Unaudited</i>	
	<i>For the six-month period ended 30 June 2025</i>	<i>For the period from 14 September 2023 to 30 June 2024</i>
	SR	SR
<b>EQUITY AT THE BEGINNING OF THE PERIOD</b>	<b>53,651,970</b>	<b>-</b>
<b>Comprehensive income:</b>		
Net income for the period	4,272,376	4,788,411
Other comprehensive income for the period	-	-
Total comprehensive income for the period	4,272,376	4,788,411
<b>CHANGE FROM UNIT TRANSACTIONS</b>		
Proceeds from issuance of units during the period	1,323,779	45,521,539
Payments against redemption of units during the period	(4,179,102)	(2,912,755)
Net change from unit transactions during the period	(2,855,323)	42,608,784
<b>EQUITY AT THE END OF THE PERIOD</b>	<b>55,069,023</b>	<b>47,397,195</b>

**REDEEMABLE UNIT TRANSACTIONS**

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

	<i>Unaudited</i>	
	<i>For the six-month period ended 30 June 2025</i>	<i>For the period from 14 September 2023 to 30 June 2024</i>
	Units	Units
<b>UNITS AT THE BEGINNING OF THE PERIOD</b>	<b>4,662,608</b>	<b>-</b>
Units issued during the period	110,664	4,543,913
Units redeemed during the period	(371,982)	(283,250)
Net (decrease) increase in units	(261,318)	4,260,663
<b>UNITS AT THE END OF THE PERIOD</b>	<b>4,401,290</b>	<b>4,260,663</b>

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



# Alinma Emerging Markets Fund (Managed by Alinma Capital Company)

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2025

### 1 INCORPORATION AND ACTIVITIES

Alinma Emerging Markets Fund, (the “Fund”), is an open-ended Shariah compliant fund created under an agreement between Alinma Capital Company (the “Fund Manager”), a subsidiary of Alinma Bank (the “Bank”) and investors (the “Unitholders”) in the Fund, in accordance with Capital Market Authority (“CMA”) regulations.

The objective of the Fund is to achieve long term capital growth through investing in emerging market equities approved by the Fund’s Shariah Supervisory Committee.

The CMA granted approval for the establishment of the Fund on 14 Dhul-Hijjah 1445H (corresponding to 2 July 2023). The Fund commenced its operations on 29 Safar 1445H (corresponding to 14 September 2023). Accordingly, the first financial period of the Fund covers the period from 14 September 2023 to 31 December 2024, and hence, the comparative information of the interim condensed statements of profit or loss and other comprehensive income, cashflows and changes in equity covers the period from 14 September 2023 to 30 June 2024.

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.

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 has appointed Northern Trust Company of Saudi Arabia (the “Custodian”) to act as its custodian. The fees of the custodian are paid by the Fund.

### 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.



Alinma Emerging Markets 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**

<b>New accounting standards or amendments:</b>	<b>Effective date</b>
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 when endorsed by SOCPA.

**b) FORTHCOMING IFRS REQUIREMENTS**

<b>New accounting standards or amendments:</b>	<b>Effective date</b>
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 Emerging Markets Fund  
(Managed by Alinma Capital Company)

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

**5 FINANCIAL ASSETS AT FVTPL**

Financial assets at FVTPL comprised of investment in equity instruments of listed entities and investment in a public fund as follows:

	30 June 2025 (Unaudited)		31 December 2024 (Audited)	
	Cost (SR)	Market value (SR)	Cost (SR)	Market value (SR)
Listed equities(i)	38,608,082	41,561,095	32,631,941	38,701,706
Public Fund	10,745,569	11,031,633	12,522,519	13,011,581
	<u>49,353,651</u>	<u>52,592,728</u>	<u>45,154,460</u>	<u>51,713,287</u>

- (i) The geographical dispersion of the listed equities is SR 37.4 million outside of the Kingdom of Saudi Arabia (30 June 2024: SR 34.7 million) and SR 4.2 million inside the Kingdom of Saudi Arabia (30 June 2024: SR 4.01 million).

Currency	Country	As at 30 June 2025 (Unaudited)		As at 31 December 2024 (Audited)	
		Fair value	% of market value	Fair value	% of market value
TWD	Taiwan	19,199,863	46.20	21,127,729	54.59
CNY	China	10,056,773	24.20	293,761	0.76
SAR	Kingdom of Saudi Arabia	4,203,232	10.11	4,011,451	10.37
BRL	Brazil	1,833,782	4.41	1,635,550	4.23
AED	United Arab Emirates	1,569,175	3.78	1,266,791	3.27
ZAR	South Africa	1,176,627	2.83	794,595	2.05
THB	Thailand	916,666	2.21	1,074,951	2.78
MXN	Mexico	684,554	1.65	501,099	1.29
MYR	Malaysia	656,218	1.58	650,953	1.68
QAR	Qatar	516,111	1.24	370,636	0.96
IDR	Indonesia	277,470	0.67	278,059	0.72
HKD	Hong Kong	-	-	6,164,629	15.93
	Others	470,624	1.13	531,502	1.37
		<u>41,561,095</u>	<u>100</u>	<u>38,701,706</u>	<u>100</u>

The income from financial assets at FVTPL during the period amounted to SR 4,510,780 (30 June 2024: SR 5,470,263).



Alinma Emerging Markets Fund  
(Managed by Alinma Capital Company)

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

**6 TRANSACTIONS AND BALANCES WITH REPLATED PARTY**

In the 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 rate of 1.75% of the Fund's assets.

**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 Board of Directors are allowed maximum remuneration of SR 24,000 for all board members in one year. During the period, Board remuneration was charged amounting to SR 5,918 (30 June 2024: SR 18,123).

**6.1 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	For the six-month period ended 30 June 2025	For the period from 14 September 2023 to 30 June 2024
			SR (Unaudited)	SR (Unaudited)
Alinma Capital Company	Fund Manager	Management fees	(530,075)	(623,628)
		Brokerage fees	(1,389)	(29,272)
Board of Director	Members of Board of Director	Fund Board fees	(5,918)	(18,123)

**6.2 Related party balances**

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

Name of related party	Nature of balances	30 June 2025	31 December 2024
		(Unaudited) SR	(Audited) SR
Alinma Capital Company	Management fees payable	(85,557)	(89,333)
Board of Director	Accrued Board fees	(12,073)	-
Alinma Saudi Riyal Liquidity Fund	Financial assets at FVTPL	11,031,633	13,011,581

Alinma Emerging Markets Fund  
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NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)  
30 June 2025

**7 FAIR VALUE MEASUREMENT**

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	<b>41,561,095</b>	<b>11,031,633</b>	-	<b>52,592,728</b>
<i>As at 30 June 2024 (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	<b>38,701,706</b>	<b>13,011,581</b>	-	<b>51,713,287</b>

The value of financial assets at FVTPL amounting to SR 41,561,095 (30 June 2024: SR 38,701,706) are based on quoted market prices of equities listed on emerging global market stocks and are therefore classified within Level 1 of the fair value hierarchy.

The value of financial assets at FVTPL amounting to SR 11,031,633 (30 June 2024: SR 13,011,581) 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 the fair value of all other financial assets and liabilities are at the reporting date approximate their carrying values owing to their short-term tenure and the fact that these are readily liquid. These are all classified within level 2 of the fair value hierarchy. There were no transfers between the various levels of fair value hierarchy during the current period.

**8 LAST VALUATION DATE**

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

**9 SUBSEQUENT EVENTS**

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 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS**

The interim condensed financial statements were approved by the Fund Manager on 10 Muharram 1447H (corresponding to 4 August 2025).