

**ALINMA SAUDI RIYAL LIQUIDITY 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 Saudi Riyal Liquidity Fund  
(Managed by Alinma Capital Company)

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INTERIM CONDENSED FINANCIAL STATEMENTS

For the six-month period ended 30 June 2025

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

We have reviewed the accompanying interim condensed statement of financial position of Alinma Saudi Riyal Liquidity 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.

**Report on Other Legal and Regulatory Requirements**

We draw attention to note 2 of the accompanying interim condensed financial statements which describe that the Fund has not complied with Article 24 of the Investment Funds Regulations, which requires that the Fund Manager must appoint an independent custodian to take custody of the Fund's assets. However the cash and cash equivalent balance as at 30 June 2025 amounting to SR 76 million (31 December 2024: SAR 22 million) was not held with the custodian of the Fund.

for Alluhaid &amp; Alyahya Chartered Accountants



Saleh A. Alyahya  
Certified Public Accountant  
License number 473

Riyadh: 28 Muharram 1447H  
(23 July 2025)



Alinma Saudi Riyal Liquidity Fund  
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

		30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
	Notes		
<b>ASSETS</b>			
Cash and cash equivalents	5	326,236,213	441,951,915
Financial assets at fair value through profit or loss ("FVTPL")	6	180,711,023	188,867,743
Financial assets at amortized cost	7	2,231,459,085	1,005,033,170
Accrued special commission income		1,340,736	213,861
<b>TOTAL ASSETS</b>		<b>2,739,747,057</b>	<b>1,636,066,689</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Redemption payable		10,763,708	-
Accrued expenses and other current liabilities		1,991,570	1,259,392
<b>TOTAL LIABILITIES</b>		<b>12,755,278</b>	<b>1,259,392</b>
<b>EQUITY</b>			
Net assets attributable to unitholders of redeemable units		2,726,991,779	1,634,807,297
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>2,739,747,057</b>	<b>1,636,066,689</b>
Redeemable units in issue (numbers)		201,814,921	124,248,228
Net asset value per unit attributable to unitholders (SR)		13.51	13.16

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.



Alinma Saudi Riyal Liquidity 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>
<b>INCOME</b>			
Special commission income		<b>58,123,360</b>	29,668,793
Income from financial assets at FVTPL	6	<b>5,129,450</b>	2,307,406
<b>TOTAL INCOME</b>		<b>63,252,809</b>	31,976,199
<b>OPERATING EXPENSES</b>			
Management fees	8	<b>(5,632,317)</b>	(1,931,350)
(Charge for) / reversal of expected credit loss	5, 7	<b>(149,971)</b>	224,253
Other expenses		<b>(188,373)</b>	(128,786)
<b>TOTAL OPERATING EXPENSES</b>		<b>(5,970,661)</b>	(1,835,883)
<b>NET INCOME FOR THE PERIOD</b>		<b>57,282,148</b>	30,140,316
Other comprehensive income for the period		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>57,282,148</b>	30,140,316

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.

Alinma Saudi Riyal Liquidity Fund  
(Managed by Alinma Capital Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS

	<i>Unaudited</i>	
	<i>For the six-month period ended</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>
<b>Operating activities</b>		
Net income for the period	57,282,148	30,140,316
<i>Adjustments for:</i>		
Special commission income	(58,123,360)	(29,668,793)
Income from financial assets at FVTPL	(5,129,450)	(2,307,406)
(Charges for) reversal of expected credit loss on financial assets at amortized cost	165,182	(29,831)
	<u>(5,805,480)</u>	<u>(1,865,714)</u>
<i>Changes in operating assets and liabilities:</i>		
Decrease / (increase) in financial assets at FVTPL	13,286,170	(229,996,238)
Decrease in financial assets at amortized cost	(1,226,591,097)	(280,769,230)
Increase / (decrease) in accrued expenses and other current liabilities	732,178	(268,348)
Increase in redemptions payable	10,763,708	4,754,224
	<u>(1,207,614,521)</u>	<u>(508,145,306)</u>
Special commission income received	56,996,485	29,294,334
Net cash flows used in operating activities	<u>(1,150,618,036)</u>	<u>(478,850,972)</u>
<b>Financing activities</b>		
Proceeds from issuance of units	2,545,152,836	1,346,123,023
Payments against redemption of units	(1,510,250,502)	(807,262,113)
Net cash flows from financing activities	<u>1,034,902,334</u>	<u>538,860,910</u>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<u>(115,715,702)</u>	<u>60,009,938</u>
Cash and cash equivalents at beginning of the period	441,951,915	230,332,146
<b>Cash and cash equivalents at end of the period</b>	<u><u>326,236,213</u></u>	<u><u>290,342,084</u></u>

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.

Alinma Saudi Riyal Liquidity 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>
<b>EQUITY AT THE BEGINNING OF THE PERIOD</b>	<b>1,634,807,297</b>	<b>870,752,381</b>
<b>Comprehensive income:</b>		
Net income for the period	<b>57,282,148</b>	30,140,316
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<b>57,282,148</b>	30,140,316
	<b>1,692,089,445</b>	900,892,697
<b>CHANGE FROM UNIT TRANSACTIONS</b>		
Proceeds from issuance of units	<b>2,545,152,836</b>	1,346,123,023
Payments against redemption of units	<b>(1,510,250,502)</b>	(807,262,113)
Net change from unit transactions	<b>1,034,902,334</b>	538,860,910
<b>EQUITY AT THE END OF THE PERIOD</b>	<b>2,726,991,779</b>	1,439,753,607
<b>REDEEMABLE UNIT TRANSACTIONS</b>		

Transactions in redeemable units for the period are summarised 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>
<b>UNITS AT THE BEGINNING OF THE PERIOD</b>	<b>124,248,228</b>	69,900,961
Units issued during the period	<b>190,671,602</b>	106,381,235
Units redeemed during the period	<b>(113,104,909)</b>	(63,872,342)
Net increase in units	<b>77,566,693</b>	42,508,893
<b>UNITS AT THE END OF THE PERIOD</b>	<b>201,814,921</b>	112,409,854

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.



# Alinma Saudi Riyal Liquidity Fund (Managed by Alinma Capital Company)

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2025

### 1 INCORPORATION AND ACTIVITIES

Alinma Saudi Riyal Liquidity 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 investors (the "Unitholders") in the Fund, in accordance with Capital Market Authority ("CMA") regulations

The Fund is designed for investors seeking capital preservation and high liquidity through exposure to Shariah compliant products. All income is reinvested in the Fund and is reflected in the unit price.

The CMA granted approval for the establishment of the Fund in its letter number 2010/7487/5 dated 21 Ramadan 1431H (corresponding to 31 August 2010). The Fund commenced its operations on 26 Muharram 1432H (corresponding to 1 January 2011).

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 Riyadh Capital Company (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.

As of 30 June 2025, the Fund has not complied with the following article of the Regulations:

- The Fund has cash and cash equivalents balance held with the Bank amounting to 76 million. The asset is not held by the custodian and which is in non-compliance of the Article 24 of the Regulations which states that the Fund Manager must appoint an independent custodian to take custody of all the Fund's assets.

### 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 doubt 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 7 in the interim condensed financial statements.



Alinma Saudi Riyal Liquidity Fund  
(Managed by Alinma Capital Company)

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

**3 BASIS OF PREPARATION (continued)**

**3.3 Financial 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, management 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 management 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**

<b><u>New accounting standards or amendments:</u></b>	<b><u>Effective date</u></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

**b) FORTHCOMING IFRS REQUIREMENTS**

<b><u>New accounting standards or amendments:</u></b>	<b><u>Effective date</u></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 Saudi Riyal Liquidity Fund  
(Managed by Alinma Capital Company)

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

**5 CASH AND CASH EQUIVALENTS**

	<i>30 June 2025 (Unaudited) SR</i>	<i>31 December 2024 (Audited) SR</i>
Murabaha deposit (i)	<b>250,000,000</b>	420,000,000
Cash in investment account	<b>76,161,302</b>	21,624,588
Cash at bank – current account	<b>75,292</b>	342,919
	<b>326,236,594</b>	441,967,507
Less: Allowance for expected credit loss (“ECL”) (note 5.1)	<b>(381)</b>	(15,592)
	<b>326,236,213</b>	441,951,915

- (i) Murabaha deposit is placed with banks operating in Kingdom of Saudi Arabia and GCC countries with original maturity of 3 months or less and carries and average special commission income rate of 5.83% per annum (31 December 2024: 6.22% per annum).

**5.1 Allowance for expected credit loss**

Expected credit loss allowance for cash and cash equivalents is as follows:

	<i>30 June 2025 (Unaudited) SR</i>	<i>31 December 2024 (Audited) SR</i>
At the beginning of the period/year	<b>15,592</b>	276,790
Reversal for ECL allowance for the period/year	<b>(15,211)</b>	(261,198)
	<b>381</b>	15,592

**6 FINANCIAL ASSETS AT FVTPL**

Financial assets classified at FVTPL comprised of investments in public mutual funds and are registered in the Kingdom of Saudi Arabia.

	<i>30 June 2025 (Unaudited)</i>		<i>31 December 2024 (Audited)</i>	
	Cost (SR)	Market value (SR)	Cost (SR)	Market value (SR)
Public funds	<b>168,237,728</b>	<b>180,711,023</b>	183,971,820	188,867,743

The income from financial assets at FVTPL during the period amounted to SR 5,129,450 (30 June 2024: SAR 2,307,406).



Alinma Saudi Riyal Liquidity Fund  
(Managed by Alinma Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

30 June 2025

**7 FINANCIAL ASSETS AT AMORTISED COST**

	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
Sukuks (i)	633,000,000	545,000,000
Murabaha deposits (ii)	1,580,000,000	450,616,778
Accrued special commission income	19,526,020	10,318,145
	<u>2,232,526,020</u>	<u>1,005,934,923</u>
Less: Allowance for ECL (note 7.1)	<u>(1,066,935)</u>	<u>(901,753)</u>
	<u><u>2,231,459,085</u></u>	<u><u>1,005,033,170</u></u>

- (i) This represents Sukuks issued by counterparties operating in Kingdom of Saudi Arabia with original maturities between 2 and 10 years and carry an average special commission income rate of 6.45% per annum (31 December 2024: 5.89% per annum).

The remaining maturity of these sukuk are as follows:

	(Unaudited) 30 June 2025	% of value	(Audited) 31 December 2024	% of value
Later than 1 year	633,000,000	100%	545,000,000	100%
	<u>633,000,000</u>	<u>100%</u>	<u>545,000,000</u>	<u>100%</u>

- (ii) This represents Murabaha deposits placed with several banks operating in Saudi Arabia and Gulf countries with original maturities of more than 3 months and less than 1 year and carries an average special commission income rate of 5.86% per annum (31 December 2024: 6.06% per annum).

**7.1 Allowance for expected credit loss**

The movement in allowance of ECL on financial assets at amortised cost during the period/year is as follows:

	30 June 2025 (Unaudited) SR	31 December 2024 (Audited) SR
At the beginning of the period/year	901,753	802,740
Provision of ECL allowance	165,182	99,013
	<u><u>1,066,935</u></u>	<u><u>901,753</u></u>

**8 RELATED PARTY TRANSACTIONS AND BALANCES**

In ordinary course of activities, the Fund transacts business with related parties. The related party transactions are in accordance with the terms and conditions of the Funds. All related party transactions are approved by the Fund's Board of Directors.

Related parties of the Fund include the Fund's Board of Directors, Fund Manager, the Bank, entities related to the Bank and any party that has the ability to control other party or exercise significant influence over the party in making financial or operational decisions.



Alinma Saudi Riyal Liquidity Fund  
(Managed by Alinma Capital Company)

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

**8 RELATED PARTY TRANSACTIONS AND BALANCES (continued)**

**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 20% that are calculated twice a week based on the net returns of the Fund.

**b) Brokerage expense**

The Fund Manager charges 0.01% brokerage fees on the purchase and sales transactions of financial assets at FVTPL.

**c) Board of Directors remuneration**

The members of the Board of Directors are allowed maximum remuneration of SR 24,000 in a year. During the period, board remuneration was charged amounting to SR 5,917 (30 June 2024: SR 5,968).

**8.1 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 Bank	Parent Company of Fund Manager	Special commission income from Sukuks	-	4,500,000
Alinma Capital Company	Fund Manager	Management fees	(5,632,317)	(1,931,350)
Board of Director	Members	Board fees expense	(5,917)	(5,968)

**8.2 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	Cash at bank	76,236,594	21,967,507
Alinma Capital Company	Management fees payables	1,296,155	(714,983)

**9 FAIR VALUE MEASUREMENT**

The Fund has investments at FVTPL which is measured at fair values and are classified within level 2 of the fair value hierarchy. Management believes that at the reporting date the fair value of 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.

**10 LAST VALUATION DATE**

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

**11 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.

**12 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS**

The interim condensed financial statements were approved by the Fund Manager on 19 Muharram1447H (corresponding to 14 July 2025).