

RIYAD BALANCED INCOME FUND
Open-Ended Mutual Fund
(Managed by Riyadh Capital)
Interim condensed financial information (Un-audited)
For the six-months period ended 30 June 2022
Together with the
Independent Auditor's Review Report to the Unitholders

RIYAD BALANCED INCOME FUND

Open-Ended Mutual Fund

(Managed by Riyad Capital)

Interim Condensed Financial Information (Un-audited)

For the period ended 30 June 2022

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Report on review of Interim Condensed Financial Information

To the Unitholders and the Fund Manager of
Riyad Balanced Income Fund

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Riyadh Balanced Income Fund (the "Fund") as of 30 June 2022 and the related interim condensed statements of comprehensive income, changes in equity attributable to the unitholders and cash flows for the six-month period then ended and other explanatory notes ("interim condensed financial information"). The Fund Manager is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this interim condensed financial information 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", as 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, as 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 information is not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Bader I. Benmohareb
License Number 471



15 August 2022
(17 Muharram 1444H)

RIYAD BALANCED INCOME FUND
Open-Ended Mutual Fund
(Managed by Riyad Capital)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

(All amounts in Saudi Arabian Riyal unless otherwise stated)

	Note	As at 30 June 2022 (Un-audited)	As at 31 December 2021 (Audited)
ASSETS			
Cash and cash equivalents	6, 11	4,563,883	2,778,758
Investments measured at amortized cost	7	17,099,035	17,098,855
Investments carried at fair value through profit or loss (FVPL)	8	43,805,982	51,699,689
Dividend receivable		-	7,154
Total assets		65,468,900	71,584,456
LIABILITIES			
Management fee payable	12	20,680	263,494
Accrued expenses		26,279	68,505
Redemption payable		-	12,842
Total liabilities		46,959	344,841
Equity attributable to the Unitholders		65,421,941	71,239,615
Units in issue (number)	9	2,932,150.60	3,304,913.69
Equity attributable to each unit		22.31	21.56

The accompanying notes 1 to 17 form an integral part of this interim condensed financial information.

RIYAD BALANCED INCOME FUND**Open-Ended Mutual Fund****(Managed by Riyadh Capital)****INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME***(All amounts in Saudi Arabian Riyal unless otherwise stated)*

		For the six-month period ended	
	Note	30 June 2022	30 June 2021
<u>Investment income</u>			
Net realized and unrealized gain from investments carried at FVPL	10	2,257,122	6,371,384
Dividend income		784,489	549,973
Special commission income		267,887	50,429
		3,309,498	6,971,786
<u>Expenses</u>			
Fund management fees	12	(552,003)	(316,826)
Other expenses	11	(129,578)	(63,022)
		(681,581)	(379,848)
Net income for the period		2,627,917	6,591,938
Other comprehensive income for the period		-	-
Total comprehensive income for the period		2,627,917	6,591,938

The accompanying notes 1 to 17 form an integral part of this interim condensed financial information.

RIYAD BALANCED INCOME FUND**Open-Ended Mutual Fund****(Managed by Riyadh Capital)****INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO THE UNITHOLDERS***(All amounts in Saudi Arabian Riyal unless otherwise stated)*

	For the six-month period ended	
	30 June 2022	30 June 2021
Equity attributable to the Unitholders at the beginning of the period	71,239,615	41,014,707
Total comprehensive income for the period	2,627,917	6,591,938
Subscriptions and redemptions by the Unitholders		
Subscription of units	20,982,992	21,854,750
Redemption of units	(29,428,583)	(12,074,516)
Net changes from unit transactions	(8,445,591)	9,780,234
Equity attributable to the Unitholders at the end of the period	65,421,941	57,386,879

The accompanying notes 1 to 17 form an integral part of this interim condensed financial information.

RIYAD BALANCED INCOME FUND**Open-Ended Mutual Fund****(Managed by Riyad Capital)****INTERIM CONDENSED STATEMENT OF CASH FLOWS****(Amounts in Saudi Arabian Riyal)**

		For the six-month period ended	
	Note	30 June 2022	30 June 2021
Cash flows from operating activities:			
Income for the period		2,627,917	6,591,938
Adjustments for:			
Unrealized loss/ (gain) from investments carried at FVPL	10	2,027,789	(5,157,011)
		4,655,706	1,434,927
Net changes in operating assets and liabilities:			
Investments carried at FVPL		5,865,918	(566,287)
Investments carried at amortized cost		(180)	(5,011,023)
Management fees payable		(242,814)	46,625
Dividend receivable		7,154	-
Accrued expenses		(42,226)	(1,778)
Net cash used in operating activities		10,243,558	(4,097,536)
Cash flows from financing activities:			
Proceeds from issuance of units		20,982,992	21,854,750
Redemptions of the units		(29,441,425)	(12,074,516)
Net cash from financing activities		(8,458,433)	9,780,234
Net changes in cash and cash equivalents		1,785,125	5,682,698
Cash and cash equivalents at beginning of the period		2,778,758	2,746,237
Cash and cash equivalents at end of the period	6	4,563,883	8,428,935

The accompanying notes 1 to 17 form an integral part of this interim condensed financial information.

RIYAD BALANCED INCOME FUND
Open-Ended Mutual Fund
(Managed by Riyadh Capital)

Notes to the interim condensed financial information (un-audited)
For the six-month period ended 30 June 2022
(All amounts in Saudi Arabian Riyal unless otherwise stated)

1 FUND AND ITS ACTIVITIES

The Riyadh Balanced Income Fund (the “Fund”) is a balanced fund managed through an agreement between Riyadh Capital (the “Fund Manager”) and the investors in the Fund (the “Unitholders”). The Fund’s objective is to achieve capital growth and yearly returns for its investors.

In dealing with the Unitholders, the Fund Manager considers the Fund as an independent accounting unit. Accordingly, the Fund Manager prepares separate financial statements for the Fund.

The management of the Fund is the responsibility of the Fund Manager. However, in accordance with the Fund’s Agreement, the Fund Manager can delegate or assign its duties to one or more of the financial institutions in the Kingdom of Saudi Arabia and overseas.

The Fund commenced its activities on 24 May 1998, where the terms and conditions of the Fund were originally approved by the Saudi Central Bank (SAMA). On 20 December 2008, the terms and conditions of the fund were approved by the Capital Markets Authority (CMA) through their letter dated 12 Dhul Hijja 1429H (corresponding to 20 December 2008).

2 REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the “Regulations”) issued by CMA on 3 Dhul Hijja 1427H (corresponding to 24 December 2006) which were amended on 12 Rajab 1442H (corresponding to 24 February 2021) detailing requirements for all funds within the Kingdom of Saudi Arabia.

3 BASIS OF PREPARATION

3.1 Statement of compliance

This interim condensed financial information of the Fund has been prepared in accordance with Accounting standard 34 – Interim Financial Reporting (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”) and should be read in conjunction with the Fund’s last annual financial statement for the year ended 31 December 2021. The results for the six-month period ended 30 June 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

3.2 Basis of measurement

This interim condensed financial information has been prepared under the historical cost convention, using the accrual basis of accounting except for investments carried at fair value through profit or loss which are carried at their fair value. The Fund presents its interim condensed statement of financial position in the order of liquidity.

3.3 Functional and Presentation Currency

Items included in the interim condensed financial information are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). This interim condensed financial information is presented in Saudi Arabian Riyal (“SAR”) which is the Fund’s functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into SAR using the exchange rates prevailing at the date of transactions. Foreign currency assets and liabilities are translated into SAR using the exchange rates prevailing at date of the interim condensed statement of financial position. Foreign exchange gains and losses, if any, arising from translation are included in the interim condensed statement of comprehensive income.

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3 BASIS OF PREPARATION (CONTINUED)

3.4 Critical accounting judgments, estimates and assumption

The preparation of the interim condensed financial information requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

There are no significant estimates or judgements involved in the preparation of financial statements, that might have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next accounting period. The Fund based its assumptions and estimates on parameters available when the interim condensed financial information was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Fund. Such changes are reflected in the assumptions when they occur.

3.5 Going concern

The Fund Manager has made an assessment of the Fund's ability to continue as a going concern and is satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt on the Fund's ability to continue as a going concern.

3.6 Expected credit loss

In the preparation of the interim condensed financial information, management has made certain additional assumptions in the measurement of Expected Credit Loss (ECL). A number of significant judgments are also required in applying the accounting requirements for measuring expected credit loss (ECL), such as:

- Determining criteria for significant increase in credit risk;
- Choosing appropriate models and assumptions for the measurement of ECL;
- Establishing the number and relative weightings of forward-looking scenarios for each type of product/market and the associated ECL; and
- Establishing group of similar financial assets for the purposes of measuring ECL.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in the preparation of this interim condensed financial information is consistent with those used and disclosed in the annual financial statements of the Fund for the year ended 31 December 2021. Certain new standards, amendments and interpretations apply for the first time in 2022, but do not have an impact on the interim condensed financial information of the Fund.

There are other several amendments and interpretations that are issued, but not yet effective, up to the date of issuance of the Fund's interim condensed financial information. In the opinion of the Fund's Board, these will have no significant impact on the interim condensed financial information of the Fund. The Fund intends to adopt those amendments and interpretations, if applicable.

New standards, interpretations and amendments adopted by the Fund

The International Accounting Standard Board (IASB) has issued following accounting standards, amendments, which were effective from periods on or after January 1, 2022. The management has assessed that the amendments have no significant impact on the Fund's interim condensed financial information.

- Amendments to IAS 37 - 'Provisions, contingent liabilities and contingent assets' specify which costs a company includes when assessing whether a contract will be loss-making;

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4 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Amendments to IAS 16 - 'Property, plant and equipment' prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in statement of income;
- Amendments to IFRS 3 - 'Business combinations' update a reference in IFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations; and
- Annual improvements make minor amendments to IFRS 1, 'First-time Adoption of IFRS', IFRS 9, 'Financial instruments', IAS 41, 'Agriculture' and the Illustrative Examples accompanying IFRS 16, 'Leases'.

The listing of standards and interpretations issued, which the Fund reasonably expects to be applicable at a future date are as follows. The Fund intends to adopt these standards when they become effective.

Standard/ Interpretation	Description	Effective from periods beginning on or after
Amendments to IAS 1	Classification of Liabilities as Current or Non-current	January 1, 2023
Amendments to IAS 1 and IFRS Practice Statement 2	Disclosure of Accounting Policies	January 1, 2023
Amendments to IAS 8	Definition of Accounting Estimates	January 1, 2023
Amendments to IAS 12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	January 1, 2023

4.1 Cash and cash equivalent

For the purposes of the statement of cash flows, cash and cash equivalent consists cash in investments account and Murabaha deposits with an original maturity of less than three months at the date of acquisition. Cash and cash equivalents are carried at amortized cost in the statement of financial position.

4.2 Financial instruments

4.2.1 Classification and measurement of financial assets

The Fund classifies its financial assets at amortised cost. The classification requirements for debt instruments are described below:

Debt instruments

Debt instruments are those instruments that meet the definition of a financial liability from the issuer's perspective, such as trade finance investments and Sukuks and bonds.

Classification and subsequent measurement of debt instruments depend on:

- The Fund's business model for managing the asset; and
- The cash flow characteristics of the asset.

Based on these factors, the Fund classifies its debt instruments into the following measurement category:

Amortized cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and profit (SPPP), and that are not designated at FVPL, are measured at amortized cost.

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4 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4.2 Financial instruments (continued)

4.2.1 Classification and measurement of financial assets (continued)

The carrying amount of these assets is adjusted by any expected credit loss allowance recognized and measured as described in Note 4.2.2. Profit earned from these financial assets is recognized in the interim statement of comprehensive income using the effective commission rate method.

The business model reflects how the Fund manages the assets in order to generate cash flows. That is, whether the Fund's objective is solely to collect the contractual cash flows from the assets or is to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable (e.g., financial assets are held for trading purposes), then the financial assets are classified as part of 'other' business model and measured at FVPL. Securities held for trading are held principally for the purpose of selling in the near term and for which there is evidence of a recent actual pattern of short-term profit-taking. These securities are classified in 'other' business model and measured at FVPL.

Where the business model is to hold assets to collect contractual cash flows or to collect contractual cash flows and sell, the Fund assesses whether the financial instruments' cash flows represent solely payment of principal and profit (the SPPP test). In making this assessment, the Fund considers whether the contractual cash flows are consistent with a basic lending arrangement i.e., profit includes only consideration for the time value of resources, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at FVPL.

The Fund reclassifies debt investments when and only when its business model for managing those assets changes. The reclassification takes place from the start of the first reporting period following the change. Such changes are expected to be very infrequent and none occurred during the period.

4.2.2 Impairment of financial assets

The Fund assesses on a forward-looking basis the expected credit loss ("ECL") associated with its financial instrument assets carried at amortized cost. The Fund recognizes a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes.
- The time value of resources; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

4.2.3 Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognized where the rights to receive cash flows from the asset have expired, or the Fund has transferred its rights to receive cash flows from the asset, or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and the Fund has:

- Transferred substantially all of the risks and rewards of the asset or
- Neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the Fund's continuing involvement in the asset. In that case, the Fund also recognized an associated liability.

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4 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4.2 Financial instruments (continued)

4.2.3 Derecognition (continued)

The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Fund has retained. The Fund recognized a financial liability when the obligation under the liability is discharged, cancelled or expired.

4.2.4 Financial liabilities

The fund classifies its financial liabilities at amortized cost unless it has designated liabilities at FVPL. The fund derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire

5 MANAGEMENT FEE, AND OTHER CHARGES

On each valuation day, the Fund Manager charges the Fund, a management fee at the rate of 1.25% (2021:1.25%) per annum of the Fund's net assets value. In addition, on a daily basis the Fund Manager charges the Fund, custody and administration fees each at the rate of 0.035% and 0.20% (2021: 0.035% and 0.20%) per annum of the Fund's net asset value respectively.

The Fund Manager also recovers from the Fund any other expenses incurred on behalf of the Fund such as audit and legal fees, and other similar charges. These charges are not expected to exceed in total 0.2% (2021:0.20%) per annum of the Fund's net assets value.

6 CASH AND CASH EQUIVALENTS

	Note	30 June 2022 (Un-audited)	31 December 2021 (Audited)
Cash in investment account	6.1	4,563,883	2,778,758
		<u>4,563,883</u>	<u>2,778,758</u>

6.1 Cash in investment account is held in an investment account with HSBC Saudi Arabia. The Fund does not earn profit on these investment accounts.

7 INVESTMENTS CARRIED AT AMORTIZED COST

	30 June 2022 (Un-audited)	31 December 2021 (Audited)
Murabaha:		
Dubai Islamic Bank	-	4,000,000
Noor Bank	-	-
Arab Banking Corporation	-	-
	<u>-</u>	<u>4,000,000</u>
Sukuk:		
ACWA Sukuk	4,008,116	4,000,000
Aljazera Bank	3,009,259	3,000,000
Bilad Bank	3,024,827	3,000,000
Alinma Bank	3,030,000	3,000,000
AlRajhi Bank	4,026,833	-
	<u>17,099,035</u>	<u>13,000,000</u>
Total	<u>17,099,035</u>	<u>17,000,000</u>

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8 INVESTMENTS CARRIED AT FVPL

The Fund invests primarily in equity of listed Saudi companies. The sector-wise portfolio of investments carried at FVPL is summarized as follows:

	30 June 2022 (Un-audited)	31 December 2021 (Audited)
<u>Equities:</u>		
Materials	11,692,617	14,101,305
Banks	5,419,159	12,687,180
Telecommunication services	4,009,259	5,576,276
Real estate management and developments	3,051,871	1,373,530
Software and services	2,480,135	1,524,796
Retailing	2,083,140	3,525,672
REITs	1,923,012	1,967,562
Food and Beverages	1,461,750	
Food staple and retail	1,433,386	338,558
Health care equipment and services	1,394,511	774,863
Transportation	905,581	-
Energy	-	2,544,561
Utilities	-	1,382,472
Media and entertainment	-	1,096,198
Consumer services	-	-
Sub Total	35,854,421	46,892,973
<u>Mutual Fund:</u>		
Riyad SAR Trade Fund	7,025,413	3,697,641
Alkhabeer Diversified Income Traded Fund	926,148	1,109,075
Sub total	7,951,561	4,806,716
Total	43,805,982	51,699,689
Total Cost	45,833,771	47,602,103

9 UNIT TRANSACTIONS

Transactions in units for the period/ year are summarized as follows:

	30 June 2022 (Un-audited)	31 December 2021 (Audited)
	<i>(Units in numbers)</i>	
Units at the beginning of the period/ year	3,304,913.69	2,231,004.75
Units issued during the period/ year	899,106.47	2,912,882.92
Units redeemed during the period/ year	(1,271,869.56)	(1,838,973.98)
Net change in units	(372,763.09)	1,073,908.94
Units at the end of the period / year	2,932,150.60	3,304,913.69

10 NET GAIN /(LOSS) FROM INVESTMENTS CARRIED AT FVPL

	30 June 2022 (Un-audited)	30 June 2021 (Audited)
Realized gain from sale of investments carried at FVPL	4,284,911	1,214,373
Unrealized (loss) / gain from revaluation of investments carried at FVPL	(2,027,789)	5,157,011
	2,257,122	6,371,384

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11 OTHER EXPENSES

	Note	30 June 2022 (Un-audited)	30 June 2021 (Un-audited)
VAT expense		86,309	49,013
Purification fee	11.1	1,704	372
Other expenses		41,565	13,637
		129,578	63,022

11.1 Purification fee represents 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 Sharia Board's approval.

12 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties of the Fund include "Riyad Capital" being the Fund Manager, "Riyad Bank" being the shareholder of Riyadh Capital, other funds managed by the Fund Manager and the Fund's Board of Directors.

In the ordinary course of its activities, the Fund transacts business with related parties. The related parties' transactions are governed by limits set by the regulations issued by the CMA. All related party transactions are approved by the Fund's Board of Directors.

The significant related party transactions entered into by the Fund during the period and the balances resulting from such transactions are as follows:

Related party	Nature of transactions	<u>Amount of transaction during the period</u>		<u>Closing balance (payable) / receivable</u>	
		<u>30 June 2022</u> <u>(Un-audited)</u>	<u>30 June 2021</u> <u>(Audited)</u>	<u>30 June 2022</u> <u>(Un-audited)</u>	<u>31 December 2021</u> <u>(Audited)</u>
Riyad Capital	Fund management fee	552,003	316,826	(20,680)	(263,494)
	Accrued VAT*	86,309	49,013	(5,640)	(39,524)

*Accrued VAT to related party is included under accrued expenses in the interim condensed statement of financial position.

13 FAIR VALUE ESTIMATION

The fair value for financial instruments traded in active markets is based on quoted market prices at the close of trading on the financial reporting date. Instruments for which no sales was reported on the valuation day are valued at the most recent bid price.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The carrying value less impairment provision of financial instruments carried at amortized cost are assumed to approximate their fair values.

The fair value hierarchy has the following levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly: and
- Level 3 inputs are unobservable inputs for the asset or liability.

The Fund classifies all of its financial assets, except for those carried at amortized cost, in level 2 of the fair value hierarchy.

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13 FAIR VALUE ESTIMATION (CONTINUED)

The table below presents the financial instruments at their fair values based on the fair value hierarchy:

	30 June 2022			
	(Un-audited)			
	Level 1	Level 2	Level 3	Total
Mutual funds	7,951,561	-	-	7,951,561
Equity	35,854,421	-	-	35,854,421
Total	43,805,982	-	-	43,805,982

	31 December 2021			
	(Audited)			
	Level 1	Level 2	Level 3	Total
Mutual funds	-	4,806,716	-	4,806,716
Equity	46,892,973	-	-	46,892,973
Total	46,892,973	4,806,716	-	51,699,689

The above financial assets are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets are determined:

Financial assets / financial liabilities	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship and sensitivity of unobservable inputs to fair value
Investment carried at FVPL	Net Asset Value provided by the fund managers	N/A	N/A

Valuation technique for calculating the fair value of investments under Level 2 comprises of determining the net asset value per unit of the funds which is based on observable market data.

14 SUBSEQUENT EVENTS

As of the date of approval of this interim condensed financial information, there have been no significant subsequent events requiring disclosure to or adjustment in this interim condensed financial information.

15 RESTATEMENT OF COMPARATIVE FIGURES

Certain comparative figures have been restated to conform with the current period presentation. The below restatement has no impact on the net income of the Company.

	31 December 2021	Reclassification	31 December 2021
	(As previously stated)		(As restated)
Investments measured at amortized cost	17,000,000	98,855	17,098,855
Accrued Special commission income	98,855	(98,855)	-

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16 LAST VALUATION DAY

The last valuation day for the purposes of preparation of this interim condensed financial information is 30 June 2022 (31 December 2021).

17 APPROVAL OF THE INTERIM CONDENSED FINANCIAL INFORMATION

This interim condensed financial information was approved and authorized for issue by the Fund's Board on 10 August 2022 (corresponding to 12 Muharram 1444H).