

RIYAD OPPORTUNITIES FUND
Open-Ended Mutual Fund
(Managed by Riyad Capital)
Interim financial statements (Un-audited)
For the period from 25 November 2021 to 30 June 2022
Together with the
Independent Auditor's Review Report to the Unitholders

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

Interim Financial Statements (Un-audited)
For the period from 25 November 2021 to 30 June 2022

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Report on review of Interim Financial Statements

To the Unitholders and Fund Manager of
Riyad Opportunities Fund

Introduction

We have reviewed the accompanying interim statement of financial position of Riyadh Opportunities Fund (the "Fund") as of 30 June 2022 and the related statements of comprehensive income, changes in equity attributable to unitholders and cash flows for the period from 25 November 2021 to 30 June 2022, and notes, comprising significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these interim financial statements 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 these interim 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", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial statements 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 financial statements do not present fairly, in all material respects, the financial position of the Fund as at 30 June 2022, and of its financial performance and its cash flows for the period from 25 November 2021 to 30 June 2022 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 OPPORTUNITIES FUND**Open-Ended Mutual Fund****(Managed by Riyadh Capital)****INTERIM STATEMENT OF FINANCIAL POSITION****(Amounts in Saudi Arabian Riyal)**

	Note	As at 30 June 2022 (Un-audited)
ASSETS		
Cash and cash equivalents	6,11	1,128,743
Investments carried at fair value through profit or loss (FVPL)	7	138,216,604
Dividend receivable		440,557
Total assets		139,785,904
LIABILITIES		
Fund management fees payable	11	52,583
Accrued expenses		193,499
Total liabilities		246,082
Equity attributable to the Unitholders		139,539,822
Units in issue (number)	8	11,905,593.63
Equity attributable to each unit		11.72

The accompanying notes from 1 to 16 form an integral part of these interim financial statements.

RIYAD OPPORTUNITIES FUND**Open-Ended Mutual Fund****(Managed by Riyadh Capital)****INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)****(Amounts in Saudi Arabian Riyal)**

	Note	For the period from 25 November 2021 to 30 June 2022
<u>Investment income</u>		
Net gain from investments carried at FVPL	9	16,071,081
Dividend income		2,305,648
		18,376,729
<u>Expenses</u>		
Fund management fees	11	(1,740,247)
Other expenses	10	(488,839)
		(2,229,086)
Net income for the period		16,147,643
Other comprehensive income for the period		-
Total comprehensive income for the period		16,147,643

The accompanying notes from 1 to 16 form an integral part of these interim financial statements.

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

INTERIM STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO THE UNITHOLDERS (UN-AUDITED)
(Amounts in Saudi Arabian Riyal)

	For the period from 25 November 2021 to 30 June 2022
Equity attributable to the Unitholders at the beginning of the period	-
Total comprehensive income for the period	16,147,643
Subscriptions and redemptions by the Unitholders	
Issuance of units	166,860,560
Redemption of units	(43,468,381)
Net changes from unit transactions	123,392,179
Equity attributable to the Unitholders at the end of the period	139,539,822

The accompanying notes from 1 to 16 form an integral part of these interim financial statements.

RIYAD OPPORTUNITIES FUND**Open-Ended Mutual Fund****(Managed by Riyadh Capital)****INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)****(Amounts in Saudi Arabian Riyal)**

	Note	For the period from 25 November 2021 to 30 June 2022
Cash flows from operating activities:		
Net income for the period		16,147,643
Adjustments for:		
Unrealized loss from investments carried at FVPL	9	<u>3,630,182</u>
		19,777,825
Net changes in operating assets and liabilities:		
Investments carried at FVPL		(141,846,786)
Dividend receivable		(440,557)
Fund management fee payable		52,583
Accrued expenses		<u>193,499</u>
Net cash used in operating activities		(122,263,436)
Cash flows from financing activities:		
Proceeds from issuance of units		166,860,560
Redemptions of the units		<u>(43,468,381)</u>
Net cash generated from financing activities		123,392,179
Net changes in cash and cash equivalents		1,128,743
Cash and cash equivalents at beginning of the period		-
Cash and cash equivalents at end of the period		<u>1,128,743</u>

The accompanying notes from 1 to 16 form an integral part of these interim financial statements.

RIYAD OPPORTUNITIES FUND
Open-Ended Mutual Fund
(Managed by Riyadh Capital)
Notes to the interim financial statements (Un-audited)
For the period from 25 November 2021 to 30 June 2022

(All amounts in Saudi Arabian Riyal unless otherwise stated)

1 FUND AND ITS ACTIVITIES

The Riyadh Opportunities Fund (the “Fund”) is an equity fund managed through an agreement between Riyadh Capital (the “Fund Manager”) and the investors in the Fund (the “Unitholders”). The Fund aims to provide medium to long-term capital growth by investing its assets mainly in Saudi equities, including IPOs in the Main Saudi stock market (Tadawul), the Parallel Market (Nomu) and the Gulf markets.

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.

Capital Market Authority approval for the establishment of the Fund was granted in its letter number 21/8653/5/3 dated 18 Rabi ul-Awwal 1443H (corresponding to 24 October 2021). The Fund commenced its operations on 25 November 2021.

2 REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the “Regulations”) issued by Capital Market Authority (CMA) on 3 Dhul Hijja 1427H (corresponding to 24 December 2006) as amended by resolution of the CMA Board 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

The interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA), as endorsed in the Kingdom of Saudi Arabia for financial reporting.

The Fund has prepared a complete set of interim financial statements for its interim financial reporting, as allowed under IAS 34 - “Interim financial reporting”. Accordingly, these interim financial statements conform to the requirements of IAS 1 - “Presentation of financial statements”, relating to a complete set of financial statements.

3.2 Basis of measurement

These interim financial statements have 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 statement of financial position in the order of liquidity.

3.3 Functional and Presentation Currency

Items included in the interim financial statements are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). These interim financial statements are 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 statement of financial position. Foreign exchange gains and losses, if any, arising from translation are included in the interim 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 information 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.

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.

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in the preparation of these interim financial statements are set out below:

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 25 November 2021. The management has assessed that the amendments have no significant impact on the Fund’s interim condensed financial information.

- Amendment to IFRS 16, ‘Leases’ – Covid-19 related rent concessions Extension of the practical expedient
- A number of narrow-scope amendments to IFRS 3, IAS 16, IAS 37 and some annual improvements on IFRS 1, IFRS 9, IAS 41 and IFRS 16

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	1 January 2024
Narrow scope amendments to IAS 1, Practice statement 2 and IAS 8	Disclosure of Accounting Policies	1 January 2023
IFRS 17, ‘Insurance contracts’	New Insurance standard	1 January 2023
Amendments to IAS12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	1 January 2023

RIYAD OPPORTUNITIES FUND

Open-Ended Mutual Fund

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For the period from 25 November 2021 to 30 June 2022

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4 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4.1 Cash and cash equivalents

For the purposes of the interim statement of cash flows, cash and cash equivalent consists cash in investments account 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 interim statement of financial position.

4.2 Financial instruments

4.2.1 Classification and measurement of financial assets

Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual profit in the issuer's net assets.

The Fund classifies its financial assets at fair value through profit or loss (FVPL). The Fund subsequently measures all equity investments at fair value through profit or loss, except where the Fund Manager has elected, at initial recognition, to irrevocably designate an equity investment at fair value through other comprehensive income. The Fund's policy is to designate equity investments as FVOCI when those investments are held for purposes other than to trade.

When this election is used, fair value gains and losses are recognized in OCI and are not subsequently reclassified to the statement of comprehensive income, including on disposal. Impairment losses (and reversal of impairment losses) are not reported separately from other changes in fair value. Dividends, when representing a return on such investments, continue to be recognized in the statement of comprehensive income when the Fund's right to receive payments is established.

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:

- (a) Transferred substantially all of the risks and rewards of the asset or
- (b) 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. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Fund has retained.

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.

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4 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4.3 Trade date accounting

Regular way purchases and sales of financial assets are recognized / derecognized on the trade date (i.e., the date that the fund commits to purchase or sell the assets). Regular way purchases or sales are purchases or sales of financial assets that require settlement of assets within the time frame generally established by regulation or convention in the marketplace.

4.4 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount presented in the interim statement of financial position when, and only when, the Fund currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

4.5 Accrued expenses

Accrued expenses are recognized initially at fair value and subsequently measured at amortized cost using the effective profit rate method.

4.6 Provision

A provision is recognized when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made. Provision is not recognized for future operating loss.

4.7 Redeemable units

The Fund is open for subscriptions/ redemptions of units on every Monday and Thursday. The equity value of the Fund is determined every Monday and Thursday (each a "Valuation Day"). The equity value of the Fund for the purpose of purchase or sale of units is determined by dividing the value of equity (fair value of Fund assets *minus* Fund liabilities) by the total number of outstanding units on the relevant Valuation Day.

The Fund classifies its redeemable units as an equity instrument if the redeemable units have all of the following features:

- It entitles the holder to a pro rata share of the Fund's net assets in the event of the Fund's liquidation.
- The instrument is in the class of instruments that is subordinate to all other classes of instruments.
- All financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features.
- The instrument does not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro rata shares of the Fund's net assets.
- The total expected cash flows attributable to the instrument over the life of the instrument are based substantially on the profit or loss, the change in the recognized net assets or the change in the fair value of the recognized and unrecognized net assets of the Fund over the life of the instrument.

The subscription and redemption of redeemable units are accounted for as equity transactions as long as units are classified as equity.

4.8 Zakat / Taxation

Zakat / Taxation is the obligation of the unitholders and therefore, no provision for such liability is made in these interim financial statements.

4.9 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured, regardless of when payment is being made. Revenue is measured at the fair value of the consideration received, excluding discounts, taxes and rebates.

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4 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4.10 Dividend income

Dividend income, if any is recognized in the interim statement of comprehensive income on the date on which the right to receive the payment for dividend is established. For quoted equity securities, this is usually the ex-dividend date. Dividend income from equity securities designated as at FVPL, is recognized in the interim statement of comprehensive income in a separate line item

4.11 Management fees

Management fee is calculated at rate mentioned in terms and conditions of the Fund and is payable quarterly in arrears.

4.12 Other expenses

Other expenses are charged at rates / amounts within limits mentioned in terms and conditions of the Fund.

4.13 Equity value per unit

The Equity value per unit as disclosed in the interim statement of financial position is calculated by dividing the equity of the Fund by the number of units outstanding at period end

5 MANAGEMENT FEE, AND OTHER CHARGES

On each valuation day, the Fund Manager charges the Fund, a management fee at the rate of 2% 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% 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% per annum of the Fund's net assets value.

6 CASH AND CASH EQUIVALENTS

	Note	30 June 2022 (Un-audited)
Cash in investment account	6.1, 11	<u>1,128,743</u> <u>1,128,743</u>

6.1 Cash in investment account is held in an investment account with Riyadh Capital, a related party. The Fund does not earn profit on these investment accounts.

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7 INVESTMENTS CARRIED AT FVPL

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

	30 June 2022 (Un-audited)
Banks	54,685,527
Software and services	26,444,617
Health care equipment and services	19,726,688
Food and staples retailing	14,578,989
Transportation	13,462,530
Real estate management and development	9,318,253
Total market value	138,216,604
Total cost	141,846,786

8 UNIT TRANSACTIONS

Transactions in units for the period are summarized as follows:

	For the period from 25 November 2021 to 30 June 2022 (Un-audited) <i>(Units in numbers)</i>
Units at the beginning of the period	-
Units issued during the period	15,473,506.23
Units redeemed during the period	(3,567,912.60)
Net change in units	11,905,593.63
Units at the end of the period	11,905,593.63

9 NET GAIN FROM INVESTMENTS CARRIED AT FVPL

	For the period from 25 November 2021 to 30 June 2022 (Un-audited)
Realized gain from sale of investments carried at FVPL	19,701,263
Unrealized loss from revaluation of investments carried at FVPL	(3,630,182)
	16,071,081

10 OTHER EXPENSES

	For the period from 25 November 2021 to 30 June 2022 (Un-audited)
VAT expense	289,413
Other expenses	199,426
	488,839

RIYAD OPPORTUNITIES FUND

Open-Ended Mutual Fund

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For the period from 25 November 2021 to 30 June 2022

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11 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	Amount of transaction during the period	Closing balance (payable) / receivable
		25 November 2021 to 30 June 2022 (Un-audited)	30 June 2022 (Un-audited)
Riyad Capital	Fund management fee	(1,740,247)	(52,583)
	Accrued VAT*	(289,413)	(31,612)
	Investment account	-	1,128,743

*Accrued VAT to related party is included in the financial position under Accrued expenses.

12 FINANCIAL INSTRUMENTS BY CATEGORY

30 June 2022 (Un-audited)	Amortized cost	FVPL
Assets as per interim statement of financial position		
Cash and cash equivalents	1,128,743	-
Investments carried at FVPL	-	138,216,604
Total	1,128,743	138,216,604

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13 FINANCIAL RISK MANAGEMENT

13.1 Financial risk factors

The objective of the Fund is to safeguard its ability to continue as a going concern so that it can continue to provide optimum returns to its Unit Holders and to ensure reasonable safety to the Unitholders.

The Fund's activities expose it to a variety of financial risks: market risk, credit risk, liquidity risk and operational risk.

The Fund Manager is responsible for identifying and controlling risks. The Fund Board supervises the Fund Manager and is ultimately responsible for the overall management of the Fund.

Monitoring and controlling risks is primarily set up to be performed based on the limits established by the Fund Board. The Fund has its Terms and Conditions document that set out its overall business strategies, its tolerance of risks and its general risk management philosophy and is obliged to take actions to rebalance the portfolio in line with the investment guidelines.

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below.

(a) Market risk

(i) Price risk

Price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than foreign currency and commission rate movements.

The price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds. The Fund Manager diversifies the investment portfolio and closely monitors the price movement of its investments in financial instruments. As of the interim statement of financial position date, the Fund has equity investments.

The effect on the equity (as a result of the change in the fair value of investments as at 30 June 2022 (Un-audited) due to a reasonably possible change in equity indices based on the industry concentration, with all other variables held constants is as follows:

	30 June 2022	
	(Un-audited)	
	Potential reasonable change %	Effect on Equity
Banks	1%	546,855
Software and services	1%	264,446
Health care equipment and services	1%	197,267
Food and staples retailing	1%	145,790
Transportation	1%	134,625
Real estate management and development	1%	93,183

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13 FINANCIAL RISK MANAGEMENT (CONTINUED)

13.1 Financial risk factors (continued)

(b) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. As at the date of interim statement of financial position, the Fund is exposed to credit risk on its cash balance carried at amortized cost as follows:

	30 June 2022
	(Un-audited)
Cash and cash equivalents	<u>1,128,743</u>
Dividend receivable	<u>440,557</u>

Cash and cash equivalents are held with the financial institutions with investment grade credit rating, therefore the impact of expected credit losses on these balances is insignificant.

(c) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund's Terms and Conditions provide for subscription and redemption of units from Monday to Wednesday, therefore, it is exposed to the liquidity risk of meeting Unitholder redemptions on these days. The Fund's financial liabilities primarily consist of accrued expenses and management fee payable which are expected to be settled within one month from the interim statement of financial position date.

The Fund Manager monitors liquidity requirements by ensuring that sufficient funds are available to meet any commitments as they arise, either through new subscriptions, liquidation of the investment portfolio or by taking short term loans from the Fund Manager.

The expected maturity of the assets and liabilities of the Fund is less than 12 months.

(d) Operational risk

Operational risk is the risk of direct or indirect loss arising from a variety of causes associated with the processes, technology and infrastructure supporting the Fund's activities either internally or externally at the Fund's service provider and from external factors other than credit, liquidity, currency and market risks such as those arising from the legal and regulatory requirements.

The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective of generating returns to Unitholders.

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13 FINANCIAL RISK MANAGEMENT (CONTINUED)

13.2 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 were 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.

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, includes active listed equity. The Fund does not adjust the quoted price for these instruments.

Fund classifies all of its financial assets except for those carried at amortized cost, at fair value as level 1.

14 SUBSEQUENT EVENTS

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

15 LAST VALUATION DAY

The last valuation day for purposes of preparation of these interim financial statements was 30 June 2022.

16 APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved and authorized for issue by the Fund's Board on 10 August 2022 (corresponding to 12 Muharram 1444H).