

anb capital Opportunistic Equity Fund
(Managed by anb capital Company)

**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REVIEW REPORT**

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2024



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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE UNITHOLDERS OF ANB CAPITAL OPPORTUNISTIC EQUITY FUND (MANAGED BY anb capital COMPANY)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of anb capital Opportunistic Equity Fund (the "Fund") managed by anb capital Company (the "Fund Manager") as at 30 June 2024, and the related interim condensed statement of comprehensive income, interim condensed statement of changes in equity attributable to the unitholders and interim condensed statement of cash flows for the six-month period then ended, and 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") 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 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 as endorsed in the Kingdom of Saudi Arabia.

For Ernst & Young Professional Services

Fahad M. Al-Toaimi
Certified Public Accountant
License No. 354



Riyadh: 7 Safar 1446H
(11 August 2024)

anb capital Opportunistic Equity Fund
(Managed by anb capital Company)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
As at 30 June 2024

	<i>Note</i>	30 June 2024 (Unaudited) SR	31 December 2023 (Audited) SR
ASSETS			
Financial assets at fair value through profit or loss (FVTPL)	5	70,544,296	16,994,038
Dividend receivables		35,277	-
Cash and cash equivalent with custodian		1,640,804	1,086,497
TOTAL ASSETS		72,220,377	18,080,535
LIABILITIES			
Management fees payable	6	289,426	77,661
Accrued expenses		2,312	6,227
TOTAL LIABILITIES		291,738	83,888
EQUITY ATTRIBUTABLE TO THE UNITHOLDERS (TOTAL EQUITY)			
		71,928,639	17,996,647
TOTAL LIABILITIES AND EQUITY		72,220,377	18,080,535
Redeemable units in issue		4,488,655	1,382,426
Net asset value attributable to each unit		16.02	13.02

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

anb capital Opportunistic Equity Fund
(Managed by anb capital Company)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For the six-month period ended 30 June 2024

	<i>Note</i>	30 June 2024 SR	<i>Period from 14 March 2023 to 31 December 2023 SR</i>
INCOME			
Net realized gain on disposal of financial assets at FVTPL		6,463,746	2,951,140
Net unrealized gain (loss) on financial assets at FVTPL	5	(1,470,765)	741,339
Dividend income		449,715	279,788
		<hr/>	<hr/>
TOTAL INCOME		5,442,696	3,972,267
EXPENSES			
Management fees	6	(367,030)	(234,567)
Other fees	6	(119,286)	(151,266)
		<hr/>	<hr/>
TOTAL EXPENSES		(486,316)	(385,833)
		<hr/>	<hr/>
NET INCOME FOR THE PERIOD		4,956,380	3,586,434
OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-
		<hr/>	<hr/>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		4,956,380	3,586,434
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The accompanying notes 1 to 10 form an integral part of these interim condensed financial statements.

anb capital Opportunistic Equity Fund

(Managed by anb capital Company)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO THE UNITHOLDERS (UNAUDITED)

For the six-month period ended 30 June 2024

	<i>30 June 2024 SR</i>	<i>Period from 14 March 2023 to 31 December 2023 SR</i>
Equity attributable to the unitholders at beginning of the period	17,996,647	-
Total comprehensive income for the period	4,956,380	3,586,434
<i>Issuance and redemption of units</i>		
Issuance of units during the period	53,839,621	20,577,816
Redemptions of units during the period	(4,864,009)	(6,167,603)
Net changes in units	48,975,612	14,410,213
Equity attributable to the unitholders at end of the period	71,928,639	17,996,647

REDEEMABLE UNIT TRANSACTIONS

Transactions in redeemable units during the period are summarised, as follows:

	<i>30 June 2023 Units</i>	<i>Period from 14 March 2023 to 31 December 2023 Units</i>
Units at beginning of the period	1,382,426	-
Issuance of units during the period	3,422,245	1,931,831
Redemptions of units during the period	(316,016)	(549,405)
Net changes in units	3,106,229	1,382,426
Units at end of the period	4,488,655	1,382,426

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

anb capital Opportunistic Equity Fund
(Managed by anb capital Company)
INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)
For the six-month period ended 30 June 2024

	<i>30 June 2024 SR</i>	<i>Period from 14 March 2023 to 31 December 2023 SR</i>
OPERATING ACTIVITIES		
Net income for the period	4,956,380	3,586,434
Adjustments:		
Net movement in unrealized (gain) loss on financial assets at FVTPL	1,470,765	(741,339)
Dividend income	(449,715)	(279,788)
	<u>5,977,430</u>	<u>2,565,307</u>
Working capital adjustments:		
Financial assets at FVTPL	(55,021,023)	(16,252,699)
Management fees payable and accrued expenses	207,850	83,888
	<u>(48,835,743)</u>	<u>(13,603,504)</u>
Net cash used in operations	(48,835,743)	(13,603,504)
Dividend received	414,438	279,788
	<u>(48,421,305)</u>	<u>(13,323,716)</u>
Net cash used in operating activities	(48,421,305)	(13,323,716)
FINANCING ACTIVITIES		
Proceed from issuance of units	53,839,621	20,577,816
Payment on redemption of units	(4,864,009)	(6,167,603)
	<u>48,975,612</u>	<u>14,410,213</u>
Net cash flows from financing activities	48,975,612	14,410,213
NET INCREASE IN CASH AND CASH EQUIVALENTS	554,307	1,086,497
Cash and cash equivalents at beginning of the period	1,086,497	-
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	1,640,804	1,086,497

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

anb capital Opportunistic Equity Fund

(Managed by anb capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 June 2024

1. GENERAL

ANB Capital Opportunistic Equity Fund (the “Fund”) is open-ended fund. The investment object of the Fund is to achieve capital growth in the medium and long term, by investing in Saudi Stocks. The Fund was established on 22 Sha’aban 1444H (corresponding to 14 March 2023) by anb capital Company (the “Fund Manager”). The address of the Fund Manager is P.O. Box 220009, Riyadh 11311, Kingdom of Saudi Arabia.

In accordance with the Capital Market Authority’s (CMA) decision No. 1-83-2005 dated 21 Jumada Awal 1426H (corresponding to 28 June 2005) issued by the CMA Board in connection with the regulations relating to Authorised Persons, the Bank has transferred its asset management operations to anb capital company (“the Fund Manager”), a wholly owned subsidiary of the Bank, effective 1 January 2008.

The Fund has appointed AlBilad Investment Company (the “Custodian”) to act as its custodian and registrar. The fees of the custodian and registrar’s services are paid by the Fund.

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 current period figures are for the period ended 30 June 2024, whereas the prior period figures are for the period from 14 March 2023 to 31 December 2023. The comparative financial information for the statement of comprehensive income, statement of changes in equity attributable to the unit holders, statement of cash flows and related notes to the financial statement are not entirely comparable.

2. REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the “Regulations”) detailing requirements for all investments funds operating within the Kingdom of Saudi Arabia and published by the Capital Market Authority (the “CMA”) on 3 Dhul Hijja 1427H (corresponding to 24 December 2006). The Regulations were further Amended by Resolution of the Board of the Capital Market Authority Number 2-22-2021 Dated 12 Rajab 1442H. Corresponding to 24 February 2021G (the “Amended Regulations”). The amended regulations are effective from 19 Ramadan 1442, corresponding to 1 May 2021).

3. BASIS OF PREPARATION AND CHANGES TO ACCOUNTING POLICIES

3.1. Basis of preparation

These interim condensed financial statements for the six-month period ended 30 June 2024 have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” (“IAS 34”) as endorsed in the Kingdom of Saudi Arabia.

The interim condensed financial statements do not include all the information and disclosures required in annual financial statements and should, therefore, be read in conjunction with the annual financial statements for the year ended 31 December 2023. In addition, results for the six-month period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

These interim condensed financial statements have been prepared on a historical cost basis, except for financial assets held at fair value through profit or loss which are stated at their fair value.

These interim condensed financial statements are presented in Saudi Riyals (“SR”), which is the functional currency of the Fund.

3. BASIS OF PREPARATION AND CHANGES TO ACCOUNTING POLICIES (continued)

3.2. New standards, interpretations and amendments

3.2.1 *New standards and amendments adopted by the Fund*

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the Fund’s annual financial statements for the year ended 31 December 2023, except for the adoption of new standards effective as of 1 January 2024. The Fund has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

anb capital Opportunistic Equity Fund

(Managed by anb capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 June 2024

3. BASIS OF PREPARATION AND CHANGES TO ACCOUNTING POLICIES (continued)

3.2 New standards, interpretations and amendments (Continued)

3.2.1 New standards and amendments adopted by the Fund (Continued)

The following new and amended IFRSs, which became effective for annual periods beginning on or after 1 January 2024, have been adopted in these financial statements.

Standard, interpretation and amendments	Description	Effective date
Amendments to IAS 1, 'Presentation of financial statements', on classification of liabilities	These narrow-scope amendments to IAS 1, 'Presentation of financial statements', clarify that liabilities are classified as either current or noncurrent, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability.	Deferred until accounting periods starting not earlier than 1 January 2024
Amendments to IAS 1, 'Presentation of financial statements', on classification of liabilities	These narrow-scope amendments to IAS 1, 'Presentation of financial statements', clarify that liabilities are classified as either current or noncurrent, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability.	Deferred until accounting periods starting not earlier than 1 January 2024
Amendment to IFRS 16, Lease Liability in a Sale and Leaseback	Lease Liability in a Sale and Leaseback amends IFRS 16 by adding subsequent measurement requirements for sale and leaseback transactions.	Annual periods beginning on or after 1 January 2024

3.2.2 Significant standards issued but not yet effective

Standard, interpretation and amendments	Description	Effective date
Amendments to IFRS 10 and IAS 28	Sale or contribution of Assets between an Investor and its Associate or Joint Ventures	Available for optional adoption/effective date deferred indefinitely

4. SIGNIFICANT ACCOUNTING JUDGEMENT, ESTIMATE AND ASSUMPTIONS

The significant accounting judgements, estimates and assumptions used in preparation of interim condensed financial statements are consistent with those used in preparation of the Fund's annual financial statements for the year ended 31 December 2023.

anb capital Opportunistic Equity Fund

(Managed by anb capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 June 2024

5. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

The composition of the financial assets at fair value through profit or loss is summarised below:

<i>30 June 2024 (Unaudited)</i>				
<i>Equity shares - Sectors</i>	<i>% of market value</i>	<i>Cost SR</i>	<i>Market Value SR</i>	<i>Unrealized gain/(loss) SR</i>
Banks	14.7%	10,693,713	10,357,011	(336,702)
Capital Goods	0.2%	237,856	161,433	(76,423)
Commercial & Professional Services	10.7%	6,385,473	7,564,821	1,179,348
Consumer Services	7.5%	5,791,398	5,266,500	(524,898)
Diversified Financials	4.8%	3,421,296	3,375,772	(45,524)
Energy	10.9%	8,183,957	7,719,541	(464,416)
Health Care Equipment & Services	13.3%	9,810,400	9,407,664	(402,736)
Insurance	7.0%	4,923,748	4,939,512	15,764
Materials	7.8%	4,917,871	5,483,702	565,831
Telecommunication Services	2.0%	1,501,432	1,432,099	(69,333)
Transportation	5.4%	3,771,086	3,787,598	16,512
Retailing	5.1%	3,552,726	3,566,263	13,537
Information technology	10.6%	8,082,766	7,482,380	(600,386)
	100.00%	71,273,722	70,544,296	(729,426)

<i>As at 31 December 2023 (Audited)</i>				
<i>Description</i>	<i>% of market value</i>	<i>Cost SR</i>	<i>Market value SR</i>	<i>Unrealised gain/(loss) SR</i>
<u>Sectors</u>				
Banks	29%	4,648,935	4,927,240	278,305
Capital Goods	1%	237,856	197,114	(40,742)
Commercial and professional services	11%	1,797,052	1,877,690	80,638
Consumer services	4%	682,660	742,014	59,354
Health Care Equipment and Services	10%	1,638,558	1,726,972	88,414
Insurance	4%	610,908	640,584	29,676
Materials	14%	2,130,722	2,451,078	320,356
Media	8%	1,403,258	1,277,273	(125,985)
Transportation	4%	842,924	717,549	(125,375)
Information Technology	14%	2,259,826	2,436,524	176,698
	100%	16,252,699	16,994,038	741,339

The movements of financial assets at fair value through profit and loss during the period, are as follow:

	<i>30 June 2024 SR</i>	<i>Period from 14 March 2023 to 31 December 2023 SR</i>
Fair value as at beginning of the period	16,994,038	-
Net purchase (sales) of financial assets at FVTPL	48,557,277	13,301,559
Net realized gain on disposal of financial assets at FVTPL	6,463,746	2,951,140
Net unrealized (loss) on financial assets at FVTPL	(1,470,765)	741,339
Fair value as at end of period	70,544,296	16,994,038

anb capital Opportunistic Equity Fund

(Managed by anb capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 June 2024

6. TRANSACTIONS WITH RELATED PARTIES

Related parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

Related parties of the Fund include the Fund Manager, the Fund Board, other funds managed by the Fund Manager and key employees of the same.

A subscription fee of maximum of 2% may be charged to the subscribers by the Fund Manager upon subscription.

The Fund pays a management fee at the rate of 1.75% per annum calculated based on the total net asset at each valuation date. In addition, the Fund Manager also charges other fees at a maximum rate of 1.00% per annum calculated based on the total net asset value at each valuation date to meet other expenses of the Fund.

The management fees amounting to SR 367,030 (31 December 2023: SR 234,567) and other fees amounting to SR 119,286 (31 December 2023: SR 151,266) which have been reflected in the interim condensed statement of comprehensive income and represent the fees charged by the Fund Manager as described above.

The management fees payable and other fees payable to the Fund Manager at the period-end are disclosed in the interim condensed statement of financial position.

7. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund measures its investments in financial instruments at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability, or in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Fund. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The fair value for financial instruments traded in active markets at the reporting date is based on their closing price on the reporting date.

The Fund has only investments at fair value through profit or loss which is measured at fair values and are classified within level 1 of the fair value hierarchy. All other financial assets and liabilities are classified as amortised cost. There were no transfers between various levels of fair value hierarchy during the current year or prior year.

Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Fund's financial assets as at 30 June 2024 and 31 December 2023. There are no financial liabilities measured at fair value.

		<i>Fair value measurement using</i>		
		<i>Quoted prices in active markets (Level 1)</i>	<i>Significant observable inputs (Level 2)</i>	<i>Significant unobservable inputs (Level 3)</i>
	<i>Total SR</i>	<i>SR</i>	<i>SR</i>	<i>SR</i>
<i>As at 30 June 2024 (Unaudited)</i>				
<i>Financial assets measured at fair value</i>				
Investments at FVTPL (listed on Tadawul)	70,544,296	70,544,296	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<i>As at 31 December 2023 (Audited)</i>				
<i>Financial assets measured at fair value</i>				
Investments at FVTPL (listed on Tadawul)	16,994,038	16,994,038	-	-
	<hr/>	<hr/>	<hr/>	<hr/>

anb capital Opportunistic Equity Fund

(Managed by anb capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

At 30 June 2024

8. MATURITY ANALYSIS OF ASSETS AND LIABILITIES

The table below shows an analysis of assets and liabilities according to when they are expected to be recovered or settled respectively:

<i>As at 30 June 2024 (Unaudited)</i>	<i>No fixed maturity SR</i>	<i>Within 12 months SR</i>	<i>After 12 months SR</i>	<i>Total SR</i>
ASSETS				
Financial assets at FVTPL	70,544,296	-	-	70,544,296
Dividend receivable	-	35,277	-	35,277
Cash and cash equivalent with custodian	-	1,640,804	-	1,640,804
TOTAL ASSETS	70,544,296	1,676,081	-	72,220,377
LIABILITIES				
Management fees payable	-	289,426	-	289,426
Accrued expenses	-	2,312	-	2,312
TOTAL LIABILITIES	-	291,738	-	291,738
<i>As at 31 December 2023 (Audited)</i>	<i>No fixed maturity SR</i>	<i>Within 12 months SR</i>	<i>After 12 months SR</i>	<i>Total SR</i>
ASSETS				
Financial assets at FVTPL	16,994,038	-	-	16,994,038
Cash and cash equivalent with custodian	-	1,086,497	-	1,086,497
TOTAL ASSETS	16,994,038	1,086,497	-	18,080,535
LIABILITIES				
Management fees payable	-	77,661	-	77,661
Accrued expenses	-	6,227	-	6,227
TOTAL LIABILITIES	-	83,888	-	83,888

9. LAST VALUATION DAY

The last valuation published day of the period was 30 June 2024 (2023: 31 December 2023).

10. APPROVAL OF INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements were approved by the Fund's management on 7 Safar 1446H (corresponding to 11 August 2024).