

**ALPHA MURABAHA FUND**  
**(Managed by Alpha Capital Company)**

**INTERIM CONDENSED FINANCIAL STATEMENTS**

**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

**AND INDEPENDENT AUDITOR'S REVIEW REPORT**

Alpha Murabaha Fund  
(Managed by Alpha Capital Company)

---

INTERIM CONDENSED FINANCIAL STATEMENTS  
30 June 2025

<b>INDEX</b>	<b>PAGE</b>
Independent auditor's review report	1
Interim condensed statement of financial position	2
Interim condensed statement of profit or loss and other comprehensive income	3
Interim condensed statement of cash flows	4
Interim condensed statement of changes in equity	5
Notes to the interim condensed financial statements	6 – 10

**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS  
TO THE UNITHOLDERS OF ALPHA MURABAHA FUND  
(MANAGED BY ALPHA CAPITAL COMPANY)**

**Introduction**

We have reviewed the accompanying interim condensed statement of financial position of Alpha Murabaha Fund ("the Fund") being managed by Alpha 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 material accounting policy information and other explanatory notes. The Fund Manager is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 – "Interim Financial Reporting ("IAS 34")" that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

**Scope of review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" that is endorsed in the Kingdom of Saudi Arabia. A review of the interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

for Alluhaid & Alyahya Chartered Accountants



Turki A. Alluhaid  
Certified Public Accountant  
License No. 438

Riyadh: 2 Safar 1447H  
(27 July 2025)



Alpha Murabaha Fund  
(Managed by Alpha Capital Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

	<i>Note</i>	<b>30 June 2025 (Unaudited) SR</b>	<b>31 December 2024 (Audited) SR</b>
<b>ASSETS</b>			
Bank balance	5	4,749,123	12,732,511
Financial assets at fair value through profit or loss (“FVTPL”)	6	401,767,198	589,792
Financial assets measured at amortised cost	7	4,852,192,854	4,787,685,538
Other receivables		2,955	-
Receivable against disposal of financial assets at FVTPL		-	27,000,000
<b>TOTAL ASSETS</b>		<b>5,258,712,130</b>	<b>4,828,007,841</b>
<b>LIABILITIES</b>			
Management fees payable	8	795,746	1,353,476
Accrued expenses and other current liabilities		168,042	142,648
Redemption payable		-	40,018,443
<b>TOTAL LIABILITIES</b>		<b>963,788</b>	<b>41,514,567</b>
<b>EQUITY</b>			
Net assets attributable to unitholders of redeemable units		5,257,748,342	4,786,493,274
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>5,258,712,130</b>	<b>4,828,007,841</b>
Redeemable units in issue (numbers)		420,647,569	393,798,809
Net asset value attributable to each unit (SR)		12.50	12.15

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

Alpha Murabaha Fund  
(Managed by Alpha 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</i>	<i>30 June</i>
		<i>2025</i>	<i>2024</i>
	<i>Note</i>	<i>SR</i>	<i>SR</i>
<b>INCOME</b>			
Income from special commission:			
Commodity Murabaha deposits		124,148,248	100,753,991
Sukuks		10,879,806	9,551,844
Income from financial assets at FVTPL		8,480,768	-
Rebate Income		496,638	-
<b>TOTAL INCOME</b>		<b>144,005,460</b>	<b>110,305,835</b>
<b>OPERATING EXPENSES</b>			
Management fees	8	(2,383,076)	(2,537,083)
Value-added tax expenses		(406,699)	(438,493)
Other operating expenses		(342,890)	(407,603)
<b>TOTAL OPERATING EXPENSES</b>		<b>(3,132,665)</b>	<b>(3,383,179)</b>
<b>NET INCOME FOR THE PERIOD</b>		<b>140,872,795</b>	<b>106,922,656</b>
Other comprehensive income		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>140,872,795</b>	<b>106,922,656</b>

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

Alpha Murabaha Fund  
(Managed by Alpha Capital Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS

		<i>Unaudited</i>	
		<i>For the six-month period ended</i>	
		<i>30 June</i>	<i>30 June</i>
		<i>2025</i>	<i>2024</i>
	<i>Note</i>	<i>SR</i>	<i>SR</i>
<b>OPERATING ACTIVITIES</b>			
Net income for the period		<b>140,872,795</b>	106,922,656
Adjustments for:			
Income from financial assets at FVTPL		<b>8,480,768</b>	-
Special commission income		<b>(135,028,054)</b>	(110,305,835)
		<b>14,325,509</b>	(3,383,179)
Changes in operating assets and liabilities:			
Increase in financial assets at FVTPL		<b>(409,658,174)</b>	-
Increase in financial assets measured at amortised cost		<b>(111,046,171)</b>	(3,078,693,730)
Decrease in receivable against disposal of financial assets at FVTPL		<b>27,000,000</b>	-
Increase in other receivables		<b>(2,955)</b>	(2,891)
(Decrease) / increase in management fees payable		<b>(557,730)</b>	1,071,313
Increase in accrued expenses and other current liabilities		<b>25,394</b>	260,601
(Decrease) / increase in redemption payable		<b>(40,018,443)</b>	33,934,780
		<b>(519,932,570)</b>	(3,046,813,106)
Cash used in operating activities		<b>(519,932,570)</b>	(3,046,813,106)
Special commission income received		<b>43,499,889</b>	61,674,039
		<b>(476,432,681)</b>	(2,985,139,067)
<b>FINANCING ACTIVITIES</b>			
Proceeds from issuance of units		<b>2,942,156,116</b>	4,293,780,189
Payments against redemption of units		<b>(2,611,773,843)</b>	(1,223,474,856)
		<b>330,382,273</b>	3,070,305,333
Net cash flows generated from financing activities		<b>330,382,273</b>	3,070,305,333
<b>Net (decrease) / increase in cash and cash equivalents</b>		<b>(146,050,408)</b>	85,166,266
Cash and cash equivalents at beginning of the period		<b>210,926,300</b>	388,362,095
<b>Cash and cash equivalents at end of the period</b>	5	<b>64,875,892</b>	473,528,361

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

Alpha Murabaha Fund  
(Managed by Alpha Capital Company)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

	<i>Unaudited</i>	
	<i>For the six-month period ended</i>	
	<i>30 June</i>	<i>30 June</i>
	<i>2025</i>	<i>2024</i>
	<i>SR</i>	<i>SR</i>
<b>EQUITY AT THE BEGINNING OF THE PERIOD</b>	4,786,493,274	1,731,298,781
<b>Comprehensive income:</b>		
Net income for the period	140,872,795	106,922,656
Other comprehensive income for the period	-	-
Total comprehensive income for the period	140,872,795	106,922,656
	<b>4,927,366,069</b>	1,838,221,437
<b>CHANGE FROM UNIT TRANSACTIONS</b>		
Proceeds from issuance of units	2,942,156,116	4,293,780,189
Payments against redemption of units	(2,611,773,843)	(1,223,474,856)
Net change from unit transactions	330,382,273	3,070,305,333
<b>EQUITY AT THE END OF THE PERIOD</b>	<b>5,257,748,342</b>	<b>4,908,526,770</b>

**REDEEMABLE UNITS TRANSACTIONS**

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</i>	<i>30 June</i>
	<i>2025</i>	<i>2024</i>
	<i>Units</i>	<i>Units</i>
<b>UNITS AT THE BEGINNING OF THE PERIOD</b>	393,798,809	151,194,632
Units issued during the period	239,144,299	370,043,590
Units redeemed during the period	(212,295,539)	(105,413,446)
Net increase in the units	26,848,760	264,630,144
<b>UNITS AT THE END OF THE PERIOD</b>	<b>420,647,569</b>	<b>415,824,776</b>

The accompanying notes from 1 to 11 form an integral part of these interim condensed financial statements.

# Alpha Murabaha Fund (Managed by Alpha Capital Company)

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2025

### 1 INCORPORATION AND ACTIVITIES

Alpha Murabaha Fund (the “Fund”) is an open-ended Fund created by agreement between Alpha Capital Company and investors (“the unitholders”) in the Fund. The main activity of the Fund is to achieve low risk investment returns for the unitholders of the Fund while preserving capital and providing liquidity through investments primary in Murabaha and other deals in financial instruments that are compatible with Shariah guidelines and standards of the Fund and that are low in risks and short term. The Fund does not distribute any profits or dividends, but all profits and dividends and income earned are reinvested in the Fund.

The Fund was offered for subscription under the laws and regulations of Capital Market Authority (“CMA”) on 6 Muharram 1440H (corresponding to 16 September 2018). The Fund commenced its operations on 4 Safar 1440H (corresponding to 15 October 2018).

The Fund is managed by Alpha Capital Company (the “Fund Manager”), a closed joint stock company with commercial registration number 1010936196, licensed by CMA of the Kingdom of Saudi Arabia under license number 18187-33

The Fund Manager’s registered office is P.O. Box 54854, Riyadh 12731, Kingdom of Saudi Arabia.

The Fund has appointed Albilad Investment 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.

### 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 financial statements on the basis that the Fund will continue to operate as a going concern. The Fund Manager considers that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Fund has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

The interim condensed financial statements do not include all information and disclosures required in the annual financial statements and should be read in conjunction with the Fund’s annual financial statements as at 31 December 2024.

#### 3.2 *Basis of measurement*

These interim condensed financial statements have been prepared under historical cost convention.

The interim condensed statement of financial position is stated broadly in order of liquidity based on the Fund Manager’s intention and perceived ability to recover/settle the majority of assets/liabilities of the corresponding interim condensed financial statement line item. All assets and liabilities are current in nature except for the investment in sukuks having maturity more than one year (refer note 7 (ii)).

#### 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.

Alpha Murabaha Fund  
(Managed by Alpha Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (continued)

30 June 2025

**3 BASIS OF PREPARATION (continued)**

**3.4 Use of judgements, estimates and assumptions**

In preparing these interim condensed financial statements, the Fund Manager has made the judgement, estimates, and assumptions that affect the application of the Fund's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the Fund Manager in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual audited financial statements.

**4 MATERIAL ACCOUNTING POLICY INFORMATION**

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in preparing the Fund's annual financial statements for the year ended 31 December 2024. The Fund has not early adopted any standard, interpretation or amendment that has been issued but not effective yet.

***Standards and amendments effective in the current period***

In the current period, the Fund has adopted all amendments to standards issued by the International Accounting Standards Board ("IASB") as and when adopted by SOCPA that are mandatory for adoption in the annual periods beginning on or after 1 January 2025 and are applicable to the Fund. The management has assessed that the amendments have no significant impact on the Fund's interim condensed financial statements.

<b>Standard / interpretation</b>	<b>Description</b>	<b>Effective date</b>
Amendment to IFRS 21 – Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	1 January 2025

***Standards and amendments issued and not yet effective***

The following standards, amendments, and interpretations were in issue at the date of authorization of these interim condensed financial statements but are not yet effective. In the opinion of the Fund's management, these standards, amendments to standards and interpretation are not expected to have any impact on the Fund's interim condensed financial statements. The Fund has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. The Fund intends to adopt these standards, if applicable, when they become effective and endorsed by SOCPA.

<b><u>Standards / amendments to standards / interpretations (continued)</u></b>	<b><u>Effective date</u></b>
Amendment to IFRS 10 and IAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred indefinitely
Amendments to IFRS 9 and IFRS 7 – Financial Instruments and Financial Instruments: Disclosure	1 January 2026
IFRS 18 – Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	1 January 2027

Alpha Murabaha Fund  
(Managed by Alpha 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>
Bank balance	4,749,123	12,732,511
Murabaha placements with original maturity of 3 months or less (note 7)	60,126,769	198,193,789
	<u>64,875,892</u>	<u>210,926,300</u>

**6 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

Financial assets classified at FVTPL comprised of investment in units of Public mutual fund as detailed below which is registered in the Kingdom of Saudi Arabia.

	<i>30 June 2025</i>		
	<i>Cost SR</i>	<i>Market value SR</i>	<i>Percentage %</i>
Public mutual fund	<u>393,281,533</u>	<u>401,767,198</u>	<u>100%</u>
	<i>31 December 2024</i>		
	<i>Cost SR</i>	<i>Market value SR</i>	<i>Percentage %</i>
Public mutual fund	<u>584,895</u>	<u>589,792</u>	<u>100%</u>

The income from financial assets at FVTPL during the period ended 30 June 2025 amounted to SR 8,480,768 (30 June 2024: SR Nil).

As at 30 June 2025, there are no receivables against disposal of financial assets at FVTPL (31 December 2024:SR 27,000,000) .

**7 FINANCIAL ASSETS AT AMORTISED COST**

	<i>30 June 2025 (Unaudited) SR</i>	<i>31 December 2024 (Audited) SR</i>
Murabaha placements (i)	4,512,814,600	4,520,227,544
Investment in sukuks (ii)	339,378,254	267,457,994
	<u>4,852,192,854</u>	<u>4,787,685,538</u>

Alpha Murabaha Fund  
(Managed by Alpha Capital Company)

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

7 FINANCIAL ASSETS AT AMORTISED COST (continued)

(i) *Murabaha placements*

Counterparties with whom the Fund has made placements have sound credit ratings as issued by rating agencies. The average effective commission rate on these placements as at period end is 5.76% per annum (31 December 2024: 5.80% per annum).

The remaining maturity of these murabaha placements are as follows:

	<i>30 June 2025 (Unaudited) SR</i>	<i>% of value</i>	<i>31 December 2024 (Audited) SR</i>	<i>% of value</i>
Up to one month	1,444,574,287	32.01%	1,055,990,991	23.36%
1 – 3 months	1,084,499,898	24.03%	962,976,934	21.30%
3 – 12 months	1,983,740,415	43.96%	2,501,259,619	55.33%
	<u>4,512,814,600</u>	<u>100.00%</u>	<u>4,520,227,544</u>	<u>100.00%</u>

This also includes murabaha placements with original maturity of 3 months or less amounting to SR 60,126,769 (31 December 2024: SR 198,193,789) (note 5).

(ii) *Sukuk*

Counterparties with whom the Fund has made sukuk investments have sound credit ratings as issued by rating agencies. Investments in sukuk are redeemable at par value at their maturity date. The average effective commission rate for these sukuks as at period end is 6.06% per annum (31 December 2024: 5.63% per annum).

The remaining maturity of these sukuks are as follows:

	<i>30 June 2025 (Unaudited) SR</i>	<i>% of value</i>	<i>31 December 2024 (Audited) SR</i>	<i>% of value</i>
Later than 1 year and no later than 5 years	339,378,254	100.00%	267,457,994	100.00%
	<u>339,378,254</u>	<u>100.00%</u>	<u>267,457,994</u>	<u>100.00%</u>

The management has conducted an impairment assessment based on the expected credit loss (ECL) as required under IFRS 9, considering various assumptions. Based on the assessment, the management has concluded that the impairment loss is not significant against the carrying value of financial assets held at amortised cost at the reporting date.

8 RELATED PARTY TRANSACTIONS AND BALANCES

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. The Fund Manager and entities / persons related to Fund Manager and the Fund's Board of Directors are considered as related parties of the Fund. In the ordinary course of its activities, the Fund transacts business with its related parties.

8.1 *Management fees*

The Fund Manager is responsible for the overall management of the Fund's activities. The Fund Manager charges management fees at the annual rate of maximum 0.45% that is calculated on a daily basis, based on the net assets of the Fund.

Alpha Murabaha Fund  
(Managed by Alpha Capital Company)

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

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

**8.2 Related party transactions**

The following are the details of the significant transactions with related parties during the period:

<i>Name of related party</i>	<i>Nature of relationship</i>	<i>Nature of transaction</i>	<i>Unaudited</i>	
			<i>For the six-month period ended</i>	<i>30 June</i>
			<i>30 June</i>	<i>30 June</i>
			<i>2025</i>	<i>2024</i>
			<i>SR</i>	<i>SR</i>
Alpha Capital Company	Fund Manager	Management fees	<b>(2,383,076)</b>	(2,537,083)
		Subscription of Fund units	<b>81,232,960</b>	37,000,000
		Redemption of Fund units	<b>(70,300,000)</b>	(34,000,000)
Fund Board members	Affiliate	Fund Board fee	<b>3,967</b>	4,000
Board of Directors and Executive Management of Fund Manager	Affiliate	Subscriptions of Fund units	<b>90,713,971</b>	31,672,057
		Redemption of Fund units	<b>(89,940,926)</b>	(39,006,000)
Other funds managed by the Fund Manager	Affiliate	Subscriptions of Fund units	<b>74,100,268</b>	32,862,900
		Redemption of Fund units	<b>(39,092,835)</b>	(42,204,484)
Affiliates of the Fund	Affiliate	Subscription of Fund units	-	5,325,641
		Redemption of Fund units	<b>(912,712)</b>	(2,334,332)

**8.3 Related party balances**

The following are the details of the major balances with related parties as at period/year end:

<i>Name of related party</i>	<i>Nature of relationship</i>	<i>Balances</i>	<i>30 June</i>	<i>31 December</i>
			<i>2025</i>	<i>2024</i>
			<i>(Unaudited)</i>	<i>(Audited)</i>
			<i>SR</i>	<i>SR</i>
Alpha Capital Company	Fund Manager	Accrued management fees	<b>795,746</b>	<b>1,353,476</b>
Fund Board	Members of Fund Board	Accrued Fund Board fee	<b>3,967</b>	<b>4,000</b>

**9 FAIR VALUE OF FINANCIAL INSTRUMENTS**

The Fund has investments at FVTPL which are measured at fair values and are classified within level 2 of the fair value hierarchy, Management believes that the fair value of all financial assets and liabilities are classified as amortized cost and at the reporting date approximate their carrying values owing to their short-term tenure and the fact that these are readily realizable. 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 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS**

The interim condensed financial statements were approved by the Board of Directors on 2 Safar 1447H (corresponding to 27 July 2025).