

MIYAR MURABAHA FUND
Open-Ended Investment Fund
(Managed by Miyar capital Company)
Independent Review's Report and Interim Condensed Financial Statements
For the Six months period ended 30 June 2025

MIYAR MURABAHA FUND
Open-Ended investment Fund
(Managed by Miyar Capital Company)

Interim Condensed Financial Statements
For the Six months period ended 30 June 2025

	<u>PAGES</u>
INDEPENDENT REVIEW'S REPORT TO THE UNITHOLDERS	1
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION	2
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME	3
INTERIM CONDENSED STATEMENT OF CHANGES IN NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS	4
INTERIM CONDENSED STATEMENT OF CASH FLOWS	5
INTERIM CONDENSED NOTES TO THE FINANCIAL STATEMENTS	6-11

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS

(1/1)

**TO THE UNITHOLDERS OF MIYAR MURABAHA FUND
MANAGED BY MIYAR CAPITAL COMPANY**

INTRODUCTION

We have reviewed the accompanying interim statement of financial position of Miyar Murabaha Fund (the "Fund") managed by Miyar Capital Company (the "Fund manager") as at 30 June 2025 and the related interim statement of comprehensive income for the six-month periods then ended, and the interim statements of changes in net assets (equity) and cash flows for the six-month period then ended, and a summary of material accounting policies and other explanatory notes. Management 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.

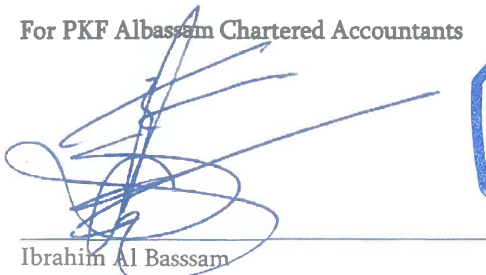
SCOPE OF REVIEW

We conducted our review in accordance with International Standard on Review Engagement 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 interim condensed 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 that is endorsed in the Kingdom of Saudi Arabia.

For PKF Al Bassam Chartered Accountants



Ibrahim Al Bassam
Certified Public Accountant
License No. 337
Riyadh: 16 Safar 1447H
Corresponding to: 10 August 2025G



MIYAR MURABAHA FUND
Open-Ended investment Fund
(Managed by Miyar Capital Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

(Amounts in SAR)

	<u>Note</u>	30 June 2025 (Un-audited)	31 December 2024 (Audited)
ASSETS			
Cash and cash equivalents	7	30,777,786	20,148,674
Investments carried at fair value through profit or loss (FVTPL)	8	31,186,619	9,446,779
Investments carried at amortized cost – Murabaha	9	4,651,233	-
Investments carried at amortized cost – Sukuk	10	3,000,000	3,000,000
Advances to purchase investments		-	5,656,256
Accrued special commission		10,623	88,567
Total assets		69,626,261	38,340,276
LIABILITIES			
Accrued management fees	12	26,305	13,379
Other accrued expenses	11	257,089	3,782,106
Total liabilities		283,394	3,795,485
Net assets (equity) attributable to the Unit Holders		69,342,867	34,544,791
Units in issue (number)		6,047,002	3,085,900
Net assets (equity) attributable to each unit		11.47	11.19

The accompanying notes 1 to 15 form an integral part of these interim condensed financial statements.

MIYAR MURABAHA FUND
Open-Ended investment Fund
(Managed by Miyar Capital Company)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the Six months period ended 30 June 2025
(Amounts in SAR)

	Note	For the six-months period ended 30 June 2025 (Un-audited)	For the six-months period ended 30 June 2024 (Un-audited)
<u>Income</u>			
Realized gains on investments carried at fair value through profit or loss (FVTPL)	8	56,810	-
Unrealized gains on investments carried at fair value through profit or loss (FVTPL)	8	569,089	19,904
Realized gains on investments carried at amortized cost – Murabaha		530,528	902,913
Unrealized gains on investments carried at amortized cost – Murabaha	9	151,233	211,392
Realized gains on investments carried at amortized cost – Sukuk		80,933	-
Unrealized gains on investments carried at amortized cost – Sukuk		10,623	-
Total Revenue		1,399,216	1,134,209
<u>Expenses</u>			
Fund management fees	12	(115,978)	(86,996)
Custody Fees		(20,530)	(21,475)
Other expenses		(28,072)	(44,998)
Total Expenses		(164,580)	(153,469)
Net income for the period		1,234,636	980,740
Other comprehensive income for the period		-	-
Total comprehensive income for the period		1,234,636	980,740

The accompanying notes 1 to 15 form an integral part of these interim condensed financial statements.

MIYAR MURABAHA FUND
Open-Ended investment Fund
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INTERIM CONDENSED STATEMENT OF CHANGES IN NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNIT HOLDERS

For the Six months period ended 30 June 2025

(Amounts in SAR)

	For the six-months period ended 30 June 2025 (Un-audited)	For the six-months period ended 30 June 2024 (Un-audited)
Net assets (equity) attributable to the unit holders at the beginning of the period	34,544,791	38,993,983
Total comprehensive income for the period	1,234,636	980,740
Contributions and redemptions by the unit holders		
Issuance of units	64,196,620	13,172,063
Redemption of units	(30,633,180)	(17,433,589)
Net changes from unit transactions	33,563,440	(4,261,526)
Net assets (equity) attributable to the unit holders at the end of the period	69,342,867	35,713,197

The following is a summary of unit transactions for the period:

	For the six-months period ended 30 June 2025 (Un-audited)	For the six-months period ended 30 June 2024 (Un-audited)
Unit transactions (number)	Units	Units
As at the beginning of the period	3,085,900	3,663,234
Issuance of units	5,685,586	1,219,790
Redemption of units	(2,724,484)	(1,613,788)
Net changes in number of units	2,961,102	(393,998)
Net number of units (equity) attributable to the unit holders at the end of the period	6,047,002	3,269,236

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MIYAR MURABAHA FUND
Open-Ended investment Fund
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INTERIM CONDENSED STATEMENT OF CASH FLOWS
For the Six months period ended 30 June 2025
(Amounts in SAR)

	For the six-months period ended 30 June 2025 (Un-audited)	For the six-months period ended 30 June 2024 (Un-audited)
Cash flows from operating activities		
Net income for the period	1,234,636	980,740
Unrealized (gains) on investments carried at fair value through profit or loss (FVTPL)	(569,089)	(19,904)
Unrealized (gains) on investments carried at amortized cost – Murabaha	(151,233)	(211,392)
Unrealized (gains) on investments carried at amortized cost – Sukuk	(10,623)	-
	<u>503,691</u>	<u>749,444</u>
Net changes in operating assets and liabilities:		
Investments carried at fair value through profit or loss (FVTPL)	(21,170,751)	(8,000,000)
Investments carried at amortized cost – Murabaha	(4,421,550)	(6,831,626)
Investments carried at amortized cost – Sukuk	10,623	-
Advances to purchase investments	5,656,256	-
Accrued Special commissions	(506)	275,187
Accrued management fees	12,926	(4,082)
Other accrued expenses	(3,525,017)	(12,659)
Net cash used in operating activities	<u>(22,934,328)</u>	<u>(13,823,736)</u>
Cash flows from financing activities:		
Proceeds from issuance of units	64,196,620	13,172,063
Redemptions of units	(30,633,180)	(17,433,589)
Net cash generated from / (used in) financing activities	<u>33,563,440</u>	<u>(4,261,526)</u>
Net changes in cash and cash equivalents	10,629,112	(18,085,262)
Cash and cash equivalents at beginning of the period	20,148,674	23,784,122
Cash and cash equivalents at end of the period	<u>7</u> <u>30,777,786</u>	<u>5,698,860</u>

The accompanying notes 1 to 15 form an integral part of these interim condensed financial statements.

MIYAR MURABAHA FUND
Open-Ended investment Fund
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INTERIM CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the Six months period ended 30 June 2025
(Amounts in SAR)

1. FUND AND ITS ACTIVITIES

The MIYAR Murabaha Fund (the “Fund”) is a public, open-ended money fund established and managed by an agreement between Miyar capital Company (the “Fund Manager”) and the investors in the Fund (Unitholders).

The fund aims to achieve investment returns and preserve capital in low-risk investments for the fund's unit owners and provide liquidity by investing primarily in Murabaha deals and other deals in short and medium-term financial instruments that are compatible with the Sharia regulations of the Fund’s Sharia Committee. No profits are distributed to unit holders, but all profits and revenues are reinvested in the same fund.

Subscription / Redemption

Subscription / redemption requests are accepted on all days on which Tadawul is open. The value of the Fund’s portfolio is determined on a daily basis. The net asset value of the Fund for the purpose of purchase or sale of units is determined by dividing the net assets of the Fund by the total number of outstanding Fund units.

The Minister of Finance, pursuant to Ministerial Resolution No. (29791) dated 9 Jumada al-Ula 1444 AH (corresponding to 3, December 2022), approved the zakat rules for investment funds approved by the CMA

The rules will be effective as of 1 January 2023 and require investment funds to register with the Zakat, Tax and Customs Authority (“the Authority”). The rules also require investment funds to submit a declaration of information about zakat to the Authority within 120 days of the end of their year, including audited financial statements. Records of transactions with related parties and any other data required by the Authority. Under the rules, investment funds are not subject to zakat provided that they do not participate in any economic or investment activities that are not stipulated in accordance with the terms and conditions approved by the CMA. Zakat will be applied to the fund’s unitholders.

2. REGULATING AUTHORITY

The Fund is governed by the Investment Funds Regulations (“Regulations”) issued by The Board of the Capital Market Authority on 3, Dhul-Hijja 1427 AH (corresponding to 24 December, 2006) and as of 6 Safar, 1438 AH (6 November, 2006) for the new Investment Funds Regulations (“Amended Regulations”) issued by the CMA on 16, Shaaban 1437 AH (corresponding to 23, May 2006G), and the regulations were amended (“Amended Regulations”) on 17, Rajab 1442 AH (corresponding to 1, March 2022), which details the requirements for all funds in the Kingdom of Saudi Arabia, the amended regulations came into effect from 19 Ramadan 1442 AH (corresponding to 1 May 2021).

3. BASIS OF PREPARATION

3.1 Statement of compliance

These interim condensed financial statements of the Fund have been prepared in accordance with International Accounting Standard (IAS) 34 - Interim Financial Reporting that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncement issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA) and in compliance with the applicable provisions of the Investment Funds Regulations issued by the CMA and the terms and conditions.

These interim condensed financial statements do not include all the information and disclosures required in the annual financial statements. However, selected accounting policies and explanatory notes are included to explain events and transactions that are important to understanding the changes in the Fund’s financial position and performance at 30, June 2025.

MIYAR MURABAHA FUND
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INTERIM CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the Six months period ended 30 June 2025
(Amounts in SAR)

3. BASIS OF PREPARATION (CONTINUED)

3.2 Basis of measurement

These interim condensed financial statements have been prepared under the historical cost convention, the going concern concept, and the accrual basis of accounting, except for investments carried at fair value through profit or loss which are carried at their fair value.

3.3 Functional and Presentation Currency

These interim condensed financial statements are presented in SAR, which represents the Fund's functional currency. All financial information has been rounded to the nearest SAR, unless otherwise stated.

4. MATERIAL ACCOUNTING JUDGMENTS, ESTIMATES, AND ASSUMPTIONS

4.1 use of judgments, estimates, and assumptions

Preparing of interim condensed financial statements in accordance with the financial reporting standards endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements complementary to international standards endorsed by the Saudi Organization for Auditors and Accountants requires the use of some important judgments, estimates and assumptions that affect the amounts of assets and liabilities presented and the disclosure of potential assets and liabilities at the date of preparing the financial reports and the proven value of revenues and expenses during the financial reporting period. Judgments, estimates and assumptions are continually evaluated based on historical experience and other factors. Including forecasts of future events that are believed to be reasonable under the circumstances. The Fund makes estimates and assumptions regarding the future. The resulting accounting estimates rarely equal actual results.

The estimates and underlying assumptions are reviewed on an ongoing basis. Amendments to accounting estimates are recognized in the period in which the estimates are amended.

The key judgments, estimates and assumptions that have an important impact on the Fund's financial statements are described below:

Measuring the fair value of financial instruments

When it is not possible to measure the fair value of financial assets and financial liabilities recorded in the statement of financial position on the basis of prices traded in active markets, their fair value is determined using valuation methods, including the discounted cash flows method. Inputs to these methods are through observable markets where possible. when this is not feasible, a degree of judgment is required to determine fair value. Judgment includes considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions related to these factors affect the fair value of financial instruments.

4.2 Going Concern

The Fund Manager has conducted an assessment of the Fund's ability to continue operating in accordance with the going concern principle. He is confident that the Fund has sufficient resources to continue its operations in the foreseeable future. Moreover, the Fund's management has no significant doubts that could affect the Fund's ability to continue its activities in accordance with the going concern principle.

5. SUMMARY OF MATERIAL ACCOUNTING POLICIES

The accounting policies used in the preparation of these interim condensed financial statements are consistent with those used and disclosed in the annual financial statements of the Fund for the year ended 31 December 2024.

MIYAR MURABAHA FUND
Open-Ended investment Fund
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INTERIM CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the Six months period ended 30 June 2025
(Amounts in SAR)

6. NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

There are no new standards issued, however, there are number of amendments to standards which are effective from 1 January 2025 and has been explained in annual financial statements, but they do not have a material effect on these Fund's interim condensed financial statements.

6.1. New standards, amendments and interpretations issued and effective from 1 January 2025

The accounting policies adopted, and method of computation followed are consistent with those of previous financial year except for the items disclosed below:

<u>Description</u>	<u>Effective Date</u>
<i>Amendment to IAS 27 - Lack of Exchangeability</i>	1 January 2025

These amendments had no material impact on the financial statements of the Fund.

6.2. New standards, amendments and interpretations effective 1 January 2025 and have not early adopted

The following standards, amendments to standards and interpretations are not yet effective and neither expected to have a significant impact on the Fund's financial statements:

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Fund's financial statements are disclosed below. The Fund intends to adopt these new and amended standards and interpretations, if applicable, when they become effective.

<u>Description</u>	<u>Effective Date</u>
<i>Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments</i>	1 January 2026
<i>Annual improvements to IFRS – Volume 11</i>	1 January 2026
<i>Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity</i>	1 January 2026
<i>IFRS 18 Presentation and Disclosures in Financial Statements</i>	1 January 2027
<i>IFRS 19 Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
<i>Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures</i>	Effective date not yet decided

7. CASH AND CASH EQUIVALENTS

	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
	<hr/>	<hr/>
Cash with custodian	377,786	20,766
Murabaha placements due less than three months	30,400,000	20,127,908
	30,777,786	20,148,674

The Fund holds cash in the investment account with Al Bilad Capital Company (the custodian of the fund). The Fund does not earn profits on these investment accounts.

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INTERIM CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the Six months period ended 30 June 2025
(Amounts in SAR)

8. INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
The value of the investment at the beginning of the period / year	9,446,779	-
Purchase of investments during the period / year	29,003,941	20,269,000
Disposal of investments for the period / year	(7,890,000)	(11,005,000)
Realized gain from disposal of investments carried at fair value through profit or loss	56,810	118,263
Unrealized gain from investments carried at fair value through profit or loss	569,089	64,516
The value of the investment at the end of the period / year	31,186,619	9,446,779

9. INVESTMENTS CARRIED AT AMORTIZED COST- MURABAHA

	Note	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
Murabaha placements with other banks	7	34,900,000	20,127,908
Accrued special commission- Murabaha		151,233	78,450
		35,051,233	20,206,358

Commissions due are classified under a separate account in the statement of financial position.

	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
Murabaha placements due within 3 months	30,400,000	20,127,908
Murabaha placements due more than 3 months	4,500,000	-
	34,900,000	20,127,908

9-1 Murabaha placements are placed with local banks that have a good credit rating.

9-2 Murabaha receivables due within less than 3 months are classified as cash and cash equivalents in the interim statement of financial position.

9-3 The profit rate on Murabaha deposits ranges from 5.7% to 6.5% per annum, and all Murabaha deposits are due within three months from the date of the statement of financial position.

9-4 The following table represents the movement of investments in Murabaha placements carried at amortized cost during the period / year:

	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
Book value as at the beginning of the period / year	20,206,358	24,225,047
Additions during the period / year	232,800,000	450,141,540
Due within the period / year	(218,564,103)	(456,396,758)
Murabaha profit received during the period / year	608,978	2,236,529
Book value as at the end of the period / year	35,051,233	20,206,358

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INTERIM CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the Six months period ended 30 June 2025
(Amounts in SAR)

10. Investments Carried at Amortized Cost – Sukuk

	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
Sukuk		
Saudi First Bank Sukuk	3,000,000	3,000,000
Total	3,000,000	3,000,000

10.1 The following table represents the movement of investments in Sukuk carried at amortized cost during the period / year:

	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
Book value as at 1 January	3,010,117	-
Additions during the period / year	80,933	3,000,000
Accrued profits	10,623	10,117
Book value as at the end of the period / year	3,101,673	3,010,117
	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
Maturity exceeding 12 months	3,101,673	3,010,117
	3,101,673	3,010,117

10.2 The Sukuk profit rate is 6.07% per annum.

10.3 The Fund Manager has conducted an assessment of the expected credit losses on financial assets carried at amortized cost. No impairment provision has been recognized in the financial statements as the amount was not material.

11. OTHER ACCRUED EXPENSES

	30 June 2025 (Un-audited) SR	31 December 2024 (Audited) SR
Advances to purchase investments	205,502	3,733,256
Accrued professional fees	25,663	17,250
Accrued custody fees	10,180	10,350
Accrued trading fees	2,851	-
Accrued CMA fees	3,719	-
Accrued board fees	5,951	18,000
Accrued Sharia fees	3,223	3,250
	257,089	3,782,106

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INTERIM CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the Six months period ended 30 June 2025
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12. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties of the Fund include are shareholder, the fund manager, and other funds managed by the fund manager. 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 year and the balances resulting from such transactions are as follows:

<u>Related parties</u>	<u>Nature of transaction</u>	<u>Transaction value during the period</u>		<u>Balance as at</u>	
		<u>30 June 2025 (Un-audited)</u>	<u>30 June 2024 (Un-audited)</u>	<u>30 June 2025 (Un-audited)</u>	<u>31 December 2024 (Audited)</u>
Miyar Capital Company (Fund Manager)	Fund management fees	115,978	86,996	26,305	13,379
Board of Directors	Meeting Attendance Fees	5,951	11,951	5,951	18,000

*The outstanding balance of Miyar Capital Company has been classified as accrued management fees, and the outstanding balance for the Board of Directors has been classified under other accrued expenses in the financial position statement.

13. SUBSEQUENT EVENTS

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

14. LAST VALUATION DAY

The last valuation day for the period / year was 30 June 2025 (2024: 31 December 2024).

15. APPROVAL OF THE FINANCIAL INTERIM CONDENSED STATEMENTS

These interim condensed financial statements were approved and authorized for issue by the Fund's Board on 7 August 2025 (corresponding to 13 Safar 1447 AH).