ALJAZIRA SAUDI RIYAL MURABAHA FUND
Open-Ended Fund
(Managed by Aljazira Capital Company)
Interim Condensed Financial Statements (Un-audited)
For the six-months period ended 30 June 2026
Together with the
Independent Auditor's Review Report to the Unitholders

ALJAZIRA SAUDI RIYAL MURABAHA FUND
Open-Ended Fund
(Managed by Aljazira Capital Company)

INTERIM CONDENSED FINANCIAL STATEMENTS (UN-AUDITED)
For the six-months period ended 30 June 2026
Together with the Independent Auditor's Review Report to the Unitholders

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

TO THE UNITHOLDERS OF ALJAZIRA SAUDI RIYAL MURABAHA FUND
OPEN-ENDED MUTUAL FUND
(MANAGED BY ALJAZIRA CAPITAL COMPANY)

INTRODUCTION

We have reviewed the accompanying interim condensed financial statements of Aljazira Saudi Riyal Murabaha Fund (the "Fund") managed by Aljazira Capital Company (the "Fund Manager") as at 30 June 2026 which comprises:

- The interim condensed statement of financial position as at 30 June 2026;
- The interim condensed statement of comprehensive income for the six-months period then ended;
- The interim condensed statement of changes in net assets (equity) attributable to the unitholders for the six-months period then ended;
- The interim condensed statement of cash flows for the six-months period then ended; and
- The notes to the interim condensed financial statements.

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 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.

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Chartered Accountants

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ALJAZIRA SAUDI RIYAL MURABAHA FUND
Open-Ended Fund
(Managed by Aljazira Capital Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
As at 30 June 2026
(Amounts in Saudi Riyals)

	Notes	30 June 2026 (Un-audited)	31 December 2025 (Audited)
ASSETS			
Cash at Bank	5	**4,549,949**	1,688,018
Investments carried at fair value through profit or loss (FVTPL)	6	**187,313,411**	139,405,602
Investments carried at amortized cost – Murabaha	7	**1,468,119,083**	1,700,006,986
Investments carried at amortized cost – Sukuk	7	**45,547,513**	45,552,775
Prepayments and other receivables		-	108
TOTAL ASSETS		**1,705,529,956**	1,886,653,489
LIABILITIES			
Management fee payable	8	**11,229,619**	3,783,824
Accrued expenses and other liabilities		**255,054**	146,240
TOTAL LIABILITIES		**11,484,673**	3,930,064
NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS		**1,694,045,283**	1,882,723,425
Units in issue (in numbers)	9	**9,275,784**	10,538,962
Net assets (equity) value per unit		**182.63**	178.64

The accompanying notes 1 to 17 form an integral part of these interim condensed financial *statements*

ALJAZIRA SAUDI RIYAL MURABAHA FUND
Open-Ended Fund
(Managed by Aljazira Capital Company)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
For the six-months period ended 30 June 2026
(Amounts in Saudi Riyals)

		For the six-months period ended	
	Notes	**30 June 2026 (Un-audited)**	30 June 2025 (Un-audited)
Investment income:			
Special commission income from investments carried at amortized cost:			
– Murabaha	10	**42,261,142**	36,563,578
– Sukuk	10	**684,374**	3,910,507
Net gain from Investments carried at fair value through profit or loss (FVTPL)	11	**3,964,181**	3,377,859
		46,909,697	43,851,944
Expenses			
Management fees	8	**(7,495,947)**	(6,975,997)
Custody fees		**(43,551)**	(45,623)
Other expenses		**(34,577)**	(35,432)
		(7,574,075)	(7,057,052)
Net income for the period		**39,335,622**	36,794,892
Other comprehensive income for the period		**-**	-
Total comprehensive income for the period		**39,335,622**	36,794,892

The accompanying notes 1 to 17 form an integral part of these interim condensed financial *statements*

INTERIM CONDENSED STATEMENT OF CHANGES IN NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS (UN-AUDITED)
For the six-months period ended 30 June 2026
(Amounts in Saudi Riyals)

	For the six-months period ended	
	30 June 2026 (Un-audited)	30 June 2025 (Un-audited)
Net assets (equity) attributable to the Unitholders at beginning of the period	**1,882,723,425**	1,376,072,076
Total comprehensive income for the period	**39,335,622**	36,794,892
Changes from unit transactions		
Issuance of units	**610,034,670**	1,617,528,840
Redemption of units	**(838,048,434)**	(1,263,257,509)
Net changes from unit transactions	**(228,013,764)**	354,271,331
Net assets (equity) attributable to the Unitholders at end of the period	**1,694,045,283**	1,767,138,299

The accompanying notes 1 to 17 form an integral part of these interim condensed financial *statements*

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UN-AUDITED)
For the six-months period ended 30 June 2026
(Amounts in Saudi Riyals)

		For the six-months period ended	
	Notes	**30 June 2026 (Un-audited)**	30 June 2025 (Un-audited)
Cash flows from operating activities:			
Net income for the period		**39,335,622**	36,794,892
Adjustments for:			
- Unrealized loss / (gain) from Investments carried at fair value through profit or loss (FVTPL)	11	**2,162,410**	(3,377,859)
		41,498,032	33,417,033
Net changes in operating assets and liabilities:			
Investments carried at fair value through profit or loss (FVTPL)		**(50,070,219)**	-
Investments carried at amortized cost – Murabaha		**(68,252,430)**	13,920,681
Investments carried at amortized cost – Sukuk		**5,262**	26,504,080
Prepayments and other receivables		**108**	(356,881)
Management fee payable		**7,445,795**	729,171
Accrued expenses and other liabilities		**108,814**	351,572
Net cash (used in) / generated from operating activities		**(69,264,638)**	74,565,656
Cash flows from financing activities:			
Proceeds from issuance of units		**610,034,670**	1,617,528,840
Redemption of units		**(838,048,434)**	(1,263,257,509)
Net cash (used in) / generated from financing activities		**(228,013,764)**	354,271,331
Net (decrease) / increase in cash and cash equivalents		**(297,278,402)**	428,836,987
Cash and cash equivalents at beginning of the period		**341,832,740**	97,239,950
Cash and cash equivalents at end of the period	5.2	**44,554,338**	526,076,937

The accompanying notes 1 to 17 form an integral part of these interim condensed financial *statements*

1. LEGAL STATUS AND PRINCIPAL ACTIVITIES

Aljazira Saudi Riyal Murabaha Fund (the "Fund") is an open-ended, Saudi Investment fund established and managed through an agreement between Aljazira Capital Company – a Saudi Closed Joint Stock Company (the "Fund Manager") and the investors (the "Unitholders") in the Fund. The Fund Manager is a wholly owned subsidiary of Bank Aljazira (the "Bank"). The Capital Market Authority ("CMA") approval to continue issuing units to public was granted vide its letter no 7720/5 dated 12 Muharram 1431H (corresponding to 29 December 2009). The Fund commenced its operations on 26 November 2000.

The Fund operates under the terms and conditions contained in its prospectus with the prime objective of providing the investors with the opportunities to achieve profits from Murabaha placements and Islamic deposits with a low risk. The Fund's net income is reinvested in the Fund, which is reflected in the net assets (equity) attributable to each unit.

The Fund Manager and administrator of the Fund is Aljazira Capital Company. The Custodian of the Fund is NOMW Capital.

2. REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the "Regulations") published by CMA on 3 Dhul Hijja 1427H (corresponding to 24 December 2006) thereafter amended on 16 Sha'ban 1437H (corresponding to 23 May 2016). The regulation was further amended (the "Amended Regulations") on 17 Rajab 1442H (corresponding to 1 March 2021) detailing requirements for all funds within the Kingdom of Saudi Arabia. The Amended Regulations have effective dates starting from 19 Ramadan 1442H (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 should be read in conjunction with the Fund's last annual financial statement for the year ended 31 December 2025. The results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

3.2. Basis of measurement

These interim condensed financial statements have been prepared on a historical cost basis, except for investments that are measured at fair value.

The Fund does not have a clearly identifiable operating cycle and therefore does not present current and non-current assets and liabilities separately in the interim condensed statement of financial position. Instead, assets and liabilities are presented in order of liquidity.

3.3. Functional and presentation currency

Items included in these interim condensed financial statements are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). These interim condensed financial statements are presented in Saudi Riyals (SAR) which is the Fund's functional and presentation currency.

3.4. Critical accounting estimates and assumptions

The preparation of these interim condensed financial statements requires the Fund Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In the process of applying the Fund's accounting policies, the Fund Manager has made the following estimate and judgment which is significant to these interim condensed financial statements:

(Amounts in Saudi Riyals)

3. BASIS OF PREPARATION (CONTINUED)

3.5. Going concern

The Fund Manager has made an assessment of the Fund's ability to continue as a going concern and is satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, the Fund Manager is not aware of any material uncertainties that may cast significant doubt on the Fund's ability to continue as a going concern. Accordingly, these interim condensed financial statements have been prepared on a going concern basis.

4. MATERIAL ACCOUNTING POLICIES

4.1 New standards, interpretations and amendments

The accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those used and disclosed in the financial statements of the Fund for the year ended 31 December 2025, except for the adoption of new standards effective as of 1 January 2026. The Fund has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Several amendments apply for the first time in 2026, but do not have a significant impact on the interim condensed financial statements of the Fund.

4.1.1 New amendments to standards issued and applied effective January 1, 2026

Standard/ interpretation	Description	Effective from periods beginning on or after	Fund manager assessment
Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	1 January 2026.	Fund manager has performed a preliminary assessment and does not expect the adoption of these amendments to have a material impact on the Fund's financial statements.
Amendments to IFRS 9 and IFRS 7 Contracts referencing Nature-dependent Electricity	Contracts Referencing Nature-dependent Electricity amends IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures to more faithfully reflect the effects of contracts referencing nature-dependent electricity on an entity's financial statements.	1 January 2026	Based on the nature of the Fund's operations and contractual arrangements, Fund manager does not expect these amendments to have any impact on the Fund's financial statements.

4 MATERIAL ACCOUNTING POLICIES (CONTINUED)

4.1 New standards, interpretations and amendments (Continued)

Annual improvements to IFRS – Volume 11	Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards; IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7; IFRS 9 Financial Instruments; IFRS 10 Consolidated Financial Statements; and IAS 7 Statement of Cash Flows.	1 January 2026	Fund manager has performed a preliminary assessment and does not expect the adoption of these amendments to have a material impact on the Fund's financial statements.

(Amounts in Saudi Riyals)

4 MATERIAL ACCOUNTING POLICIES (CONTINUED)

4.1.2 New standards, amendments and revised IFRS issued but not yet effective

Standard/ interpretation	Description	Effective from periods beginning on or after	Fund manager assessment
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely	Based on the nature of the Fund's operations and contractual arrangements, Fund manager does not expect these amendments to have any impact on the Fund's financial statements.
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences. The Bank is currently assessing the detailed presentation and disclosure requirements of IFRS 18 and has initiated a gap assessment to evaluate the expected impact on the financial statements upon its effective date of 1 January 2027 (Modify based on specific progress of each bank)	January 2027	Fund manager is currently assessing the impact of IFRS 18. While the standard is expected to result in changes to presentation and disclosures, it is not expected to have a material impact on the recognition or measurement of the Company's assets, liabilities, income or expenses.
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027	Based on the nature of the Fund's operations, Fund manager does not expect these amendments to have any impact on the Fund's financial statements.

(Amounts in Saudi Riyals)

5. CASH AT BANK

	Notes	30 June 2026 (Un-audited)	31 December 2025 (Audited)
Cash at Bank	5.1	**4,549,949**	1,688,018

5.1. Cash at Bank is held in current accounts with Bank Aljazira, a related party (Note 8). The Fund does not earn profit
on these current accounts.

5.2. Cash and cash equivalent for the purpose of cash flow:

	Notes	30 June 2026 (Un-audited)	30 June 2025 (Un-audited)
Cash at Bank	5.1	**4,549,949**	3,644,756
Murabaha placements with original maturity of 3 months or less	7.1	**40,004,389**	522,432,181
		44,554,338	526,076,937

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

Investments carried at fair value through profit or loss (FVTPL) comprise of the following:

Name	**30 June 2026 (Un-audited)**		
	Cost	**Fair value**	**Fair value %**
Alinma Saudi Riyal Liquidity Fund	**100,070,218**	**101,608,132**	**54.24%**
Al-Badr Murabaha Fund	**30,000,000**	**33,907,842**	**18.10%**
Artal Murabaha Fund	**29,999,997**	**35,089,120**	**18.73%**
MEFIC Saudi Riyal Murabaha Fund	**10,000,000**	**11,092,090**	**5.92%**
Riyad SAR Trade Fund	**5,000,000**	**5,616,227**	**3.00%**
ANB Capital SAR Trade Fund	-	-	-
Total	**175,070,215**	**187,313,411**	**100%**

Name	As at 31 December 2025 (Audited)		
	Cost	Fair Value	Fair Value%
Al-Badr Murabaha Fund	30,000,000	33,084,089	23.73%
Artal Murabaha Fund	30,000,000	34,203,809	24.54%
MEFIC Saudi Riyal Murabaha Fund	10,000,000	10,836,965	7.77%
Riyad SAR Trade Fund	5,000,000	5,537,289	3.97%
ANB Capital SAR Trade Fund	50,000,000	55,743,450	39.99%
Total	125,000,000	139,405,602	100%

(Amounts in Saudi Riyals)

7. INVESTMENTS CARRIED AT AMORTIZED COST

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
Murabaha Placement	7.1	**1,468,119,083**	1,700,006,986
Sukuk	7.2	**45,547,513**	45,552,775
Gross Carrying amount		**1,513,666,596**	1,745,559,761
Expected credit Loss		-	-
Net carrying amount as at the year end		**1,513,666,596**	1,745,559,761

The Fund Manager has performed an ECL assessment for the financial assets carried at amortized cost. An allowance for impairment over these financial assets was not recognized in the interim condensed financial statement as the amount was not material.

7.1. INVESTMENT CARRIED AT AMORTISED COST – MURABAHA

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Saudi Investment Bank	**407,154,389**	-
Emirates NBD KSA	**361,035,305**	351,339,236
Banque Saudi Fransi	**354,797,917**	-
Alinma Bank	**305,127,083**	305,797,917
Bank Aljazira	**40,004,389**	340,144,722
Qatar National Bank	-	407,266,667
First Abu Dhabi Bank	-	295,458,444
Total	**1,468,119,083**	1,700,006,986

7.1.1. The rate of profit on Murabaha placements ranges from 3.95% to 5.51% per annum (2025: 3.85% to 6.05% per annum) and all the Murabaha placements will be matured within a period of less than 12 months from the interim condensed statement of financial position date.

7.1.2 The following table represents the movement of investments in Murabaha placements measured at amortized cost during the period / year.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at start of the period / year	**1,700,006,986**	1,071,745,139
Additions during the period / year	**14,352,000,000**	58,097,000,000
Matured during the period / year	**(14,242,000,000)**	(57,473,000,000)
Murabaha profit recognized in the statement of comprehensive income	**42,261,142**	80,017,100
Murabaha profit received during the period / year	**(384,149,045)**	(75,755,253)
Balance at end of the period / year	**1,468,119,083**	1,700,006,986

(Amounts in Saudi Riyals)

7. INVESTMENTS CARRIED AT AMORTIZED COST (CONTINUED)

7.1. INVESTMENT CARRIED AT AMORTISED COST – MURABAHA (CONTINUED)

7.1.3. The below table represents the maturity profile based on the original maturity of instruments.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Maturity within 3 months*	**40,004,389**	340,144,722
Maturity within 3 – 12 months	**1,428,114,694**	1,359,862,264
	1,468,119,083	1,700,006,986

*Murabaha placements with original maturity of 3 months or less are classified within cash and cash equivalents for the Purpose of cash flows (note 5.2).

7.2. INVESTMENTS CARRIED AT AMORTIZED COST – SUKUK

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
KSA Sukuk Limited	**26,700,093**	26,703,808
Saudi Government SAR Sukuk	**18,847,420**	18,848,967
Total	**45,547,513**	45,552,775

7.2.1. The following table represents the movement of investments in sukuk measured at amortized cost during the period / year:

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Balance at start of the period / year	**45,552,775**	173,731,439
Additions during the period / year	-	-
Sold during the period / year	-	(100,612,466)
Amortization of Premium on Sukuk	-	(25,000,000)
Profit recognized during the period / year	**684,374**	5,326,172
Profit received during the period / year	**(689,636)**	(7,892,370)
Balance at end of the period / year	**45,547,513**	45,552,775

7.2.2 The table below represents the maturity profile based on the original maturity of instruments.

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Maturity more than 12 months	**45,547,513**	45,552,775

7.2.3. The rate of profit on Sukuk ranges from 2.69% to 4.10% (2025: 2.69% to 6.72% per annum) per annum.

(Amounts in Saudi Riyals)

8. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties of the Fund includes the Fund Manager, Affiliates, Funds managed by the Fund Manager and Board of Directors' of the Fund. In the ordinary course of business, the Fund transacts with the related parties.

Management fee and other expenses

For management services, the Fund pays on quarterly basis, the management fees at an annual rate of 15% of investment return, which does not exceed 0.75% of the net asset value of the Fund.

Transactions with related parties

During the period, the Fund entered into the following significant transactions with related parties in the ordinary course of business. These transactions were carried out on the basis of approved terms and conditions of the Fund.

Related parties	**Nature of relationship**	**Nature of transaction**	**30 June 2026 (Un-audited)**	30 June 2025 (Un-audited)
Aljazira Capital Company	Fund Manager	Management fee	**(7,495,947)**	(6,975,997)
Fund's Board	Key executive	Board remuneration	**(7,935)**	(7,935)
AlJazira Takaful Taawuni Company	Affiliate	Cash inflows from Subscription of Units	**4,184,636**	4,634,548
		Proceeds paid from Redemption of Units	**(8,293,758)**	(8,943,213)
AlJazira Asset Allocation Fund - Growth Strategy	Funds managed by the Fund Manager	Cash inflows from Subscription of Units	**2,000,000**	1,135,000
		Proceeds paid from Redemption of Units	**(9,680,000)**	(9,587,644)
AlJazira Asset Allocation Fund - Moderate Strategy	Funds managed by the Fund Manager	Cash inflows from Subscription of Units	**2,000,000**	280,000
		Proceeds paid from Redemption of Units	**(8,115,000)**	(2,403,000)
AlJazira Asset Allocation Fund - Conservative Strategy	Funds managed by the Fund Manager	Cash inflows from Subscription of Units	**2,000,000**	977,286
		Proceeds paid from Redemption of Units	**(9,337,500)**	(1,793,000)
AlJazira Alternative Multi-Asset Fund	Funds managed by the Fund Manager	Cash inflows from Subscription of Units	**-**	88,410,000
		Proceeds paid from Redemption of Units	**(21,750,000)**	(63,265,936)

(Amounts in Saudi Riyals)

8. RELATED PARTIES TRANSACTIONS AND BALANCES (CONTINUED)

Related parties	Nature of relationship	Nature of transaction	30 June 2026 (Un-audited)	30 June 2025 (Un-audited)
AlJazira REIT Fund	Funds managed by the Fund Manager	Cash inflows from Subscription of Units	**3,290,000**	-
Wahat AlNakheel Real Estate Fund	Funds managed by the Fund Manager	Cash inflows from Subscription of Units	**-**	207,000,000
		Proceeds paid from Redemption of Units	**(19,000,000)**	-

Certain units of the Fund are subscribed by Fund Manager, an affiliate of the Fund Manager and other funds managed and administered by the Fund Manager, the details of which are as follows:

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Unit in numbers)	
Affiliate		
Aljazira Takaful Taawuni Company	**756,440**	779,128
Funds managed by the Fund Manager		
AlJazira Asset Allocation Fund - Growth Strategy	**49,250**	91,405
AlJazira Asset Allocation Fund - Moderate Strategy	**39,662**	73,293
AlJazira Asset Allocation Fund - Conservative Strategy	**33,870**	74,233
AlJazira Private Equity Fund - E-Commerce	**29,044**	29,044
AlJazira Alternative Multi-Asset Fund	**117,723**	239,336
Wahat AlNakheel Real Estate Fund	**1,070,041**	1,175,183
Aljazira Health and Nutrition A	**30,811**	30,811
Aljazira REIT Fund	**18,139**	-

Balances with related parties

Related parties	Nature of relationship	Nature of transaction	30 June 2026 (Un-audited)	31 December 2025 (Audited)
Bank Aljazira	Affiliate	Cash at Bank	**4,549,949**	1,688,018
		Murabaha placement	**40,004,389**	340,144,722
Aljazira Capital Company	Fund Manager	Management fee payable	**(11,229,619)**	(3,783,824)
Fund's Board	Key executive	Remuneration payable	**(7,935)**	(16,000)

9. UNIT TRANSACTIONS

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

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Unit in numbers)	
Units at beginning of the period / year	**10,538,962**	8,066,628
Units issued during the period / year	**3,375,833**	14,339,543
Units redeemed during the period / year	**(4,639,011)**	(11,867,209)
Net change in units	**(1,263,178)**	2,472,334
Units at end of the period / year	**9,275,784**	10,538,962

(Amounts in Saudi Riyals)

10. SPECIAL COMMISSION INCOME FROM INVESTMENTS CARRIED AT AMORTIZED COST:

	For the six-months period ended	
	30 June 2026 (Un-audited)	30 June 2025 (Un-audited)
Commission from Murabaha placements	**42,261,142**	36,563,578
Commission from Sukuk	**684,374**	3,910,507
	42,945,516	40,474,085

11. NET GAIN FROM INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	For the six-months period ended	
	30 June 2026 (Un-audited)	30 June 2025 (Un-audited)
Realized gain from sale of investments	**6,126,591**	-
Unrealized (loss) / gain from revaluation of investments	**(2,162,410)**	3,377,859
	3,964,181	3,377,859

12. FINANCIAL INSTRUMENTS BY CATEGORY

30 June 2026 (Un-audited) **As per interim condensed statement of financial position**	**Amortized cost**	**FVTPL**
ASSETS		
Cash at Bank	**4,549,949**	-
Investments measured at FVTPL	-	**187,313,411**
Investments carried at amortized cost – Murabaha	**1,468,119,083**	-
Investments carried at amortized cost – Sukuk	**45,547,513**	-
Prepayments and other receivables	-	-
Total	**1,518,216,545**	**187,313,411**

31 December 2025 (Audited) As per statement of financial position	Amortized cost	FVTPL
ASSETS		
Cash at Bank	1,688,018	-
Investments measured at FVTPL	-	139,405,602
Investments carried at amortized cost – Murabaha	1,700,006,986	-
Investments carried at amortized cost – Sukuk	45,552,775	-
Total	1,747,247,779	139,405,602

All financial liabilities as at 30 June 2026 (31 December 2025) were classified as financial liabilities measured at amortized cost.

(Amounts in Saudi Riyals)

13. FINANCIAL RISK MANAGEMENT

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 Unitholders 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) Foreign exchange risk

Foreign exchange risk is the risk that the value of future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates and arises from financial instruments denominated in foreign currency.

The Fund does not have any foreign exchange risk since all of its transactions are carried out in SAR.

(ii) Commission rate risk

Commission rate risk is the risk that the value of the future cash flows of a financial instrument or fair values of fixed coupon financial instruments will fluctuate due to changes in market commission rates.

As at 30 June 2026, the Fund is not exposed to commission rate risk with respect to the future cash flows of a financial instrument as the Fund has no variable rate investments.

Moreover, the fixed coupon financial instruments [Murabaha placements and Sukuks] are carried at amortized cost, therefore, the Fund is not subject to commission rate risk on the said instruments.

(iii) 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 closely monitors the price movement of its investments in financial instruments. As of the interim condensed statement of financial position date, the Fund has investments in mutual funds (Note 6).

The effect on the net assets (equity) value (as a result of the change in the fair value of investments measured at FVTPL as at 30 June 2026 and 31 December 2025) 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 2026 (Un-audited)		31 December 2025 (Audited)	
	Potential reasonable change %	**Effect on NAV**	Potential reasonable change %	Effect on NAV
Alinma Saudi Riyal Liquidity Fund	**+/- 1%**	**1,016,081**	-	-
Al-Badr Murabaha Fund	**+/- 1%**	**339,078**	+/- 1%	330,841
Artal Murabaha Fund	**+/- 1%**	**350,891**	+/- 1%	342,038
MEFIC Saudi Riyal Murabaha Fund	**+/- 1%**	**110,921**	+/- 1%	108,370
Riyad SAR Trade Fund	**+/- 1%**	**56,162**	+/- 1%	55,373
ANB Capital SAR Trade Fund	-	-	+/- 1%	557,435

(Amounts in Saudi Riyals)

13. FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Credit risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

It is the Fund's policy to enter into financial instrument contracts with reputable counterparties. The Fund seeks to limit its credit risk by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing the creditworthiness of counterparties. The Fund is exposed to credit risk for its cash and cash equivalents, receivables and investments carried at amortized cost. Bank balances are placed with reputable financial institutions; hence the credit risk is low. For other assets, credit risk is also low.

The Fund Manager has performed an ECL assessment for the financial assets carried at amortized cost. An allowance for impairment over these financial assets was not recognized in these financial statements as the amount was immaterial.

The Fund does not have a formal internal grading mechanism. The credit quality of the Fund's bank balance and investments carried at amortized cost is assessed with reference to external credit ratings which, in all cases, are above investment-grade rating. The bank balances and investments carried at amortized cost along with credit ratings are tabulated below:

Rating of financial institution	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Cash at Bank		
A-(Fitch)	**4,549,949**	1,688,018
Murabaha		
A- (Fitch)	**447,158,778**	295,458,444
A1 / A3 (Moody's)	**361,035,305**	351,339,236
A- (S&P / Fitch)	**305,127,083**	645,942,639
BB+ (Fitch)	**-**	407,266,667
unrated	**354,797,917**	-
Total	**1,468,119,083**	1,700,006,986

Rating of financial institution	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Sukuks		
Aa3 Moody's	**26,700,093**	26,703,808
A+ Fitch	**18,847,420**	18,848,967
Total	**45,547,513**	45,552,775

The table below shows the maximum exposure to credit risk on financial instruments subject to impairment.

	As at 30 June 2026 (Un-audited)			
	Stage 1	**Stage 2**	**Stage 3**	**Total**
Cash at bank	**4,549,949**	-	-	**4,549,949**
Investments carried at amortized cost – Murabaha	**1,468,119,083**	-	-	**1,468,119,083**
Investments carried at amortized cost – Sukuk	**45,547,513**	-	-	**45,547,513**
Gross carrying amount	**1,518,216,545**	-	-	**1,518,216,545**
Expected credit loss account	-	-	-	-
Net carrying amount	**1,518,216,545**	-	-	**1,518,216,545**

(Amounts in Saudi Riyals)

13. FINANCIAL RISK MANAGEMENT (CONTINUED)

(b) Credit risk (continued)

	As at 31 December 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
Cash at bank	1,688,018	-	-	1,688,018
Investments carried at amortized cost – Murabaha	1,700,006,986	-	-	1,700,006,986
Investments carried at amortized cost – Sukuk	45,552,775	-	-	45,552,775
Gross carrying amount	1,747,247,779	-	-	1,747,247,779
Expected credit loss account	-	-	-	-
Net carrying amount	1,747,247,779	-	-	1,747,247,779

(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 on every business day and it is, therefore, exposed to the liquidity risk of meeting Unitholder redemptions on these days. The Fund's financial liabilities primarily consist of payables which are expected to be settled within one month from the 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 contractual and expected maturity of all liabilities outstanding at the reporting date are within 12 months (2025: due within 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 providers 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.

(e) Capital risk Management

The capital of the Fund is represented by the equity attributable to holders of redeemable units. The amount of equity attributable to holders of redeemable units can change significantly on each Valuation Day, as the Fund is subject to subscriptions and redemptions at the discretion of unitholders on every Valuation Day, as well as changes resulting from the Fund's performance. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders, provide benefits for other units holder and maintain a strong capital base to support the development of the investment activities of the Fund.
The Fund Manager monitor capital on the basis of the value of equity attributable to unitholders.

14. 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, if any, of financial instrument 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.

As at 30 June 2026 (Un-audited)		**Fair value Level**		
	1	**2**	**3**	**Total**
FINANCIAL ASSET				
Investments carried at fair value through profit or loss (FVTPL)	-	**187,313,411**	-	**187,313,411**

As at 31 December 2025 (Audited)		Fair value Level		
	1	2	3	Total
FINANCIAL ASSET				
Investments carried at fair value through profit or loss (FVTPL)	-	139,405,602	-	139,405,602

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

The Investee Funds classified in Level 2 were fair valued using the net asset value of the Investee Fund, as reported by the respective Investee Fund's administrator. For these Investee Funds, management believes the Fund could have redeemed its investment at the net asset value per share at the statement of financial position date.

During the year, there has been no transfer in fair value hierarchy for FVTPL investments.

Financial instruments not measured at fair value

Financial instruments not measured at fair value include cash and cash equivalent, investment carried at amortized cost, other receivables and accrued expenses and other liabilities. Due to their short-term nature, the carrying value of these financial instruments approximates their fair value.

15. SUBSEQUENT EVENTS

There has been no significant event after the interim condensed statement of financial position date, which in the opinion of the Fund Manager requires recognition or disclosure in the interim condensed financial statements.

16. LAST VALUATION DAY

The last valuation day for the purpose of preparation of these interim condensed financial statements was 30 June 2026 (2025: 31 December 2025).

17. APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements were approved and authorized for issue by the Fund's Board on 22 Safar 1448H corresponding to 05 August 2026G.