anb capital IPO Fund (Shariah)

(Managed by anb capital Company)

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

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026

ERNST & YOUNG PROFESSIONAL SERVICES (PROFESSIONAL LLC)
Paid-Up Capital: ⃁ **5,500,000** (Five Million Five Hundred Thousand Saudi Riyals)

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE UNITHOLDERS OF ANB CAPITAL IPO FUND (SHARIAH) (MANAGED BY ANB CAPITAL COMPANY)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of anb capital IPO Fund (Shariah) (the "Fund") managed by anb capital Company (the "Fund Manager") as at 30 June 2026, 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

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شركة إرنست ويونغ للخدمات المهنية
(مهنية ذات مسؤولية محدودة)
Ernst & Young Professional Services
(Professional LLC)

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

Riyadh: 27 Safar 1448H
(10 August 2026)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
As at 30 June 2026

	Note	***30 June 2026 ⃁ (Unaudited)***	*31 December 2025 ⃁ (Audited)*
ASSETS			
Financial assets at fair value through profit or loss (FVTPL)	5	**189,591,257**	227,526,847
Cash and cash equivalent with custodian		**3,313,867**	13,477,307
Subscription receivables		**-**	272,554
Other receivables		**840,367**	-
Dividend receivables		**22,956**	-
TOTAL ASSETS		**193,768,447**	241,276,708
LIABILITIES			
Management fees payable	6	**903,670**	1,373,644
Accrued expenses		**75,760**	81,139
TOTAL LIABILITIES		**979,430**	1,454,783
EQUITY ATTRIBUTABLE TO THE UNITHOLDERS (TOTAL EQUITY)		**192,789,017**	239,821,925
TOTAL LIABILITIES AND EQUITY		**193,768,447**	241,276,708
Redeemable units in issue		**10,508,434**	12,378,819
Net asset value attributable to each unit		**18.35**	19.37

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

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
For the six-month period ended 30 June 2026

	Note	***30 June 2026*** **⃁** ***(Unaudited)***	*30 June 2025* ⃁ *(Unaudited)*
INCOME			
Net realized (loss) / gain on disposal of financial assets at FVTPL		**(17,954,344)**	15,311,177
Net unrealized gain / (loss) on financial assets at FVTPL	5	**7,604,492**	(36,804,550)
Dividend income		**2,020,857**	3,124,409
TOTAL (LOSS) / INCOME		**(8,328,995)**	(18,368,964)
EXPENSES			
Management fees	6	**(1,955,206)**	(2,959,246)
Other expenses	6	**(129,332)**	(180,283)
TOTAL EXPENSES		**(2,084,538)**	(3,139,529)
NET LOSS FOR THE PERIOD		**(10,413,533)**	(21,508,493)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		**(10,413,533)**	(21,508,493)

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

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

For the six-month period ended 30 June 2026

	30 June 2026 ⃁ (Unaudited)	*30 June 2025 ⃁ (Unaudited)*
Equity attributable to the unitholders at beginning of the period	**239,821,925**	286,885,122
Total comprehensive (loss) / income for the period	**(10,413,533)**	(21,508,493)
Issuance and redemption of units		
Issue of units during the period	**507,760**	123,242,428
Redemptions of units during the period	**(37,127,135)**	(61,451,895)
Net changes in units	**(36,619,375)**	61,790,533
Equity attributable to the unitholders at end of the period	**192,789,017**	327,167,162

REDEEMABLE UNIT TRANSACTIONS

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

	30 June 2026 Units (Unaudited)	*30 June 2025 Units (Unaudited)*
Units at beginning of the period	**12,378,819**	12,420,876
Issue of units during the period	**28,605**	5,169,638
Redemptions of units during the period	**(1,898,990)**	(2,691,491)
Net changes in units	**(1,870,385)**	2,478,147
Units at end of the period	**10,508,434**	14,899,023

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

INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)

For the six-month period ended 30 June 2026

	Note	***30 June 2026 ⃁ (Unaudited)***	*30 June 2025 ⃁ (Unaudited)*
OPERATING ACTIVITIES			
Net (loss) / income for the period		**(10,413,533)**	(21,508,493)
Adjustments:			
Net unrealized loss on financial assets at FVTPL	5	**(7,604,492)**	36,804,550
Dividend income		**(2,020,857)**	(3,124,409)
		(20,038,882)	12,171,648
Working capital adjustments:			
Financial assets at fair value through profit or loss (FVTPL)		**45,540,082**	(69,358,120)
Management fee payable and accrued expenses		**(475,353)**	324,166
Advance against allotment of shares		**272,554**	14,033,787
Receivable against securities sold		**-**	(22,624,354)
Other receivables		**(840,367)**	-
		24,458,034	(65,452,873)
Dividends received		**1,997,901**	2,777,327
Net cash flows generated / (used) in operating activities		**26,455,935**	(62,675,546)
FINANCING ACTIVITIES			
Payment on redemption of units		**(37,127,135)**	(61,451,895)
Proceeds from units sold		**507,760**	123,242,428
Net cash flows (used) in / generated from financing activities		**(36,619,375)**	61,790,533
NET DECREASE IN CASH AND CASH EQUIVALENTS		**(10,163,440)**	(885,013)
Cash and cash equivalents at beginning of the period		**13,477,307**	13,144,753
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD		**3,313,867**	12,259,740

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

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
For the six-month period ended 30 June 2026

1. GENERAL

anb capital IPO Fund (Shariah) (the "Fund") is an open-ended investment fund created by an agreement between the anb capital company (the "Fund Manager") and investors ("unitholders"). The investment objective of the Fund is long-term growth of capital through participation and investment primarily in initial public offerings in the Saudi stock market as well as initial rights and the remaining subscriptions of newly listed companies up to a maximum of five years from the listing date provided, they comply with the Fund's sharia 'a standards. The terms and conditions were issued on 21 February 2016. The Fund commencement date as per terms and conditions was 8 May 2016. The Fund's first financial period was from the period 8 May 2016 to 31 December 2017.

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.

On 29 September 2022, the Fund's Board of Directors resolved to change the name of the Fund from Al-Mubarak IPO Fund to ANB Capital IPO Fund (Shariah). The legal procedures for CMA approval for change in the Fund's name were completed on 03 October 2022

2. REGULATING AUTHORITY

The Fund is governed by the Investment Funds Regulations (the "Regulations"), issued by the Board of the Capital Market Authority (CMA) pursuant to Resolution No. 1-219-2006 dated 3 Dhul Hijjah 1427H (corresponding to 24 December 2006G), based on the Capital Market Law issued by Royal Decree No. M/30 dated 2 Jumada Al-Thani 1424H, and as amended by the Resolution of the Board of the Capital Market Authority No. 1-135-2025 dated 03 Jumada Al-Akhirah 1447H (corresponding to 24 November 2025).

3. BASIS OF PREPARATION AND CHANGES TO MATERIAL ACCOUNTNG POLICIES

3.1 Basis of preparation

These interim condensed financial statements for the six-month period ended 30 June 2026 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 2026. In addition, 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.

The interim condensed financial statements have been prepared on a historical cost basis, using the accrual basis of accounting except for financial assets held at fair value through profit or loss that are measured at fair value. These interim condensed financial statements are presented in Saudi Riyals ("⃁"), which is the Fund's functional currency.

3.2 New standards and amendments to standards

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 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.

The following new and amended IFRSs, which became effective for annual periods beginning on or after 1 January 2026, have been adopted in these financial statements.

3. BASIS OF PREPARATION AND CHANGED TO MATERIAL ACCOUNTNG POLICIES (continued)

3.2 New standards and amendments to standards (continued)

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

The Fund has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

The following new and amended IFRSs, which became effective for annual periods beginning on or after 1 January 2026, have been adopted in these financial statements. The management has assessed that the amendments have no material impact on the Fund's interim condensed financial statements.

Standard, interpretation and amendments	Description	Effective date
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	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

There are other new standards and interpretations which became applicable for annual periods beginning on or after January 1, 2026 and had no material impact, therefore, not presented in the notes to these financial statements.

3.2.2 Significant standards issued but not yet effective

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.

Standard, interpretation and amendments	Description	Effective date
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.	January 1, 2027
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.	January 1, 2027

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 2025.

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

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

	30 June 2026 (Unaudited)			
Equity shares - Sectors	***% of market value***	***Cost*** ⃁	***Market value*** ⃁	***Unrealized gain/(loss)*** ⃁
Energy	18.40%	38,707,759	34,884,765	(3,822,994)
Capital Goods	11.93%	25,750,738	22,624,319	(3,126,419)
Consumer Discretionary Distribution & Retail	10.28%	23,320,784	16,529,037	(6,791,747)
Consumer Staples Distribution & Retail	8.84%	18,169,487	16,760,761	(1,408,726)
Materials	8.72%	17,326,715	13,782,594	(3,544,121)
Financial services	7.27%	15,347,046	19,482,527	4,135,481
Pharma, Biotech & Life Science	7.22%	14,177,392	13,697,107	(480,285)
Software and Services	5.11%	12,499,508	8,812,838	(3,686,670)
Transportation	4.65%	9,495,263	9,688,304	193,041
Utilities	3.65%	7,685,749	6,165,271	(1,520,478)
Consumer services	3.41%	7,460,250	4,279,735	(3,180,515)
Health Care Equipment & Services	3.25%	7,114,155	6,918,488	(195,667)
Insurance	3.22%	6,347,310	6,099,413	(247,897)
Real Estate Mgmt & Dev't	2.46%	5,910,812	3,401,572	(2,509,240)
Commercial & Professional Services	1.79%	5,714,457	6,464,527	750,070
	100%	**215,027,425**	**189,591,257**	**(25,436,168)**

	As of 31 December 2025			
	% of market Value	*Cost* ⃁	*Market value* ⃁	*Unrealised gain/(loss)* ⃁
<u>*Sectors*</u>				
Transportation	16%	46,386,750	37,438,666	(8,948,084)
Software and Services	13%	34,410,512	28,860,658	(5,549,854)
Consumer Discretionary Distribution & Retail	12%	27,185,701	27,883,440	697,739
Utilities	10%	31,486,112	21,936,046	(9,550,066)
Capital Goods	10%	22,413,743	21,705,121	(708,622)
Insurance	8%	15,412,437	18,699,020	3,286,583
Materials	8%	16,343,357	18,456,530	2,113,173
Pharma, Biotech & Life Science	6%	14,085,367	13,279,640	(805,727)
Energy	5%	11,743,431	11,222,832	(520,599)
Consumer services	4%	13,121,546	8,181,998	(4,939,548)
Health Care Equipment & Services	3%	7,432,050	6,554,470	(877,580)
Financial services	3%	8,804,293	5,714,419	(3,089,874)
Real Estate Management & Development	2%	5,689,020	4,083,708	(1,605,312)
Commercial & Professional Services	2%	6,053,188	3,510,299	(2,542,889)
	100%	260,567,507	227,526,847	(33,040,660)

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

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

	30 June 2026 (Unaudited) ⃁	*31 December 2025 Audited* ⃁
Fair value as at period / year end	**189,591,257**	227,526,847
Cost as at period / year end	**(215,027,425)**	(260,567,507)
Unrealized loss as at period / year end	**(25,436,168)**	(33,040,660)
Unrealized loss / (gain) as at 1 January	33,040,660	(7,873,491)
Unrealized gain / (loss) for the period / year	**7,604,492**	(40,914,151)

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 comprise anb capital (being the Fund Manager, the Fund Board of the Fund), mutual funds managed by the Fund Manager and The Arab National Bank ("anb") (being significant shareholder of the Fund Manager).

The Fund pays a management fee at the rate of 1.5% per annum calculated based on the net asset value at each valuation date. In addition, the Fund Manager also charges a fee at a maximum rate of 1% per annum calculated based on the net asset value at each valuation date to meet other expenses of the Fund. A subscription fee of 2% may be charged to the subscribers by the Fund Manager upon subscription.

The management fees amounting to ⃁ 1,955,206 (30 June 2025: ⃁ 2,959,246) and other fees amounting to ⃁ nil (30 June 2025: ⃁ 1,956) reflected in the interim condensed statement of comprehensive income, represent the fees charged by the Fund Manager. During the period, the fund recorded BOD remuneration expense of ⃁ 7,751 (30 June 2025: ⃁ 3,720) and as at 30 June 2026 a payable of ⃁ 7,751 (31 December 2025: ⃁ 3,500).

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

7. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund measures its investments in financial instruments, such as equity 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 quoted price (bid price for long positions and ask price for short positions), without any deduction for transaction costs.

The Fund measures financial instruments at fair value at each interim condensed statement of financial position date.

The Fund has only investments at fair value through profit or loss which is measured at fair values. All other financial assets and liabilities are classified as amortized cost and management believes that the fair value of all other financial assets and liabilities at the reporting date approximate their carrying values owing to their short-term tenure and the fact that these are readily liquid. There were no transfers between various levels of fair value hierarchy during the current year or prior year.

7. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Fund's financial assets as at 30 June 2026 and 31 December 2025. There are no financial liabilities measured at fair value.

		Fair value measurement using		
As at 30 June 2026 (Unaudited)	***Total SR***	***Quoted prices in active markets (Level 1) ⃁***	***Significant observable inputs (Level 2) ⃁***	***Significant unobservable inputs (Level 3) ⃁***
Financial assets measured at fair value				
Investments at FVTPL (listed on Tadawul)	**189,591,257**	**189,591,257**	-	-
As at 31 December 2025 (Audited)				
Financial assets measured at fair value				
Investments at FVTPL (listed on Tadawul)	227,526,847	227,526,847	-	-

8. MATURITY ANALYSIS OF ASSETS AND LIABILITY

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

As at 30 June 2026 (Unaudited)	***No fixed maturity ⃁***	***Within 12 months ⃁***	***After 12 months ⃁***	***Total ⃁***
ASSETS				
Financial assets at fair value through profit or loss (FVTPL)	**189,591,257**	**-**	**-**	**189,591,257**
Dividends receivable	**-**	**22,956**	-	**22,956**
Cash and cash equivalent with custodian	**-**	**3,313,867**	-	**3,313,867**
Due from broker	**-**	**840,367**	-	**840,367**
TOTAL ASSETS	**189,591,257**	**4,177,190**	**-**	**193,768,447**
LIABILITIES				
Management fees payable	**-**	**903,670**	-	**903,670**
Accrued expenses	**-**	**75,760**	-	**75,760**
TOTAL LIABILITIES	**-**	**979,430**	-	**979,430**

8. MATURITY ANALYSIS OF ASSET AND LIABILITY (Continued)

As at 31 December 2025	*No fixed maturity* ⃁	*Within 12 months* ⃁	*After 12 months* ⃁	*Total* ⃁
ASSETS				
Financial assets at FVTPL	227,526,847	-	-	227,526,847
Cash and cash equivalents	-	13,749,861	-	13,749,861
Subscription receivable	272,554	-		272,554
TOTAL ASSETS	227,799,401	13,749,861	-	241,549,262
LIABILITY				
Management fees payable	-	1,373,644	-	1,373,644
Accrued expenses	-	81,139	-	81,139
TOTAL LIABILITY	-	1,454,783	-	1,454,783

9. SUBSEQUENT EVENTS

There have been no significant subsequent events since the period ended 30 June 2026 that require disclosure or adjustment in these interim condensed financial statements.

However, the geopolitical situation in the Middle East has deteriorated significantly since 28 February 2026. The situation has remained highly volatile and has impacted several countries in the Middle East including Kingdom of Saudi Arabia, causing disruption to some business and economic activities.

The Fund Manager is closely monitoring the situation and has activated its business continuity planning and other risk management practices to manage the potential business disruption on its operations and financial performance due to the geopolitical outbreak.

The Fund Manager has assessed the potential implications of the changes in geopolitical situations on its operations, financial position and performance. Based on information currently available, including the continuation of core business activities, it is not practicable to reliably estimate the full financial effect of the changes in geopolitical situations on the future periods. The Fund Manager has also considered the impact of these situations on the Fund's ability to continue as a going concern and has concluded that the going concern basis of preparation remains appropriate.

10. LAST VALUATION DAY

The last valuation day of the period was 28 June 2026 (2025: 31 December 2025).

11. APPROVAL OF INTERIM CONDENSED FINANCIAL STATEMENTS

The interim condensed financial statements were approved by the Fund's management on 26 Safar 1448H (corresponding to 09 August 2026).