

**ALAHLI SEDCO RESIDENTIAL
DEVELOPMENT FUND**
(Managed by SNB Capital Company –
formerly known as NCB Capital Company)
**CONDENSED INTERIM FINANCIAL
STATEMENTS (UNAUDITED)**
For the six-month period ended 30 June 2021
together with the
Independent Auditor's Review Report



KPMG Professional Services

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كي بي إم جي للاستشارات المهنية

واجهة الرياض، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
المركز الرئيسي

سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

Independent auditor's report on review of condensed interim financial statements

To the Unitholders of Alahli SEDCO Residential Development Fund

Introduction

We have reviewed the accompanying 30 June 2021 condensed interim financial statements of **Alahli SEDCO Residential Development Fund** ("the Fund"), managed by SNB Capital Company (formerly known as NCB Capital Company) ("the Fund Manager"), which comprises:

- the condensed statement of financial position as at 30 June 2021;
- the condensed statement of comprehensive income for the six-month period ended 30 June 2021;
- the condensed statement of changes in equity attributable to the Unitholders for the six-month period ended 30 June 2021;
- the condensed statement of cash flows for the six-month period ended 30 June 2021; and
- the notes to the condensed interim financial statements.

The Fund Manager is responsible for the preparation and presentation of these condensed interim financial statements in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia and to comply with the applicable provisions of the real estate Investment Funds Regulations issued by Capital Market Authority, the Fund's Terms and Conditions and the Information Memorandum. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

We conducted our review in accordance with the 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 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 the 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 30 June 2021 condensed interim financial statements of **Alahli SEDCO Residential Development Fund** are not prepared, in all material respects, in accordance with IAS 34 that is endorsed in the Kingdom of Saudi Arabia.

KPMG Professional Services, a professional closed joint stock company registered in the Kingdom of Saudi Arabia. With the paid-up capital of (15,000,000) SAR. (Previously known as "KPMG Al Fozan & Partners Certified Public Accountants") A non-partner member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

كي بي إم جي للاستشارات المهنية شركة مساهمة مغلقة، مسجلة في المملكة العربية السعودية، رأس مائها (١٥.٠٠٠.٠٠٠) ريال سعودي مدفوع بالكامل، المسماة سابقاً "شركة كي بي إم جي للفرزان وشركاء محاسبون ومراجعون قانونيون". وهي عضو غير شريك في الشبكة العالمية لشركات كي بي إم جي المستقلة والتابعة لـ كي بي إم جي العالمية المحدودة، شركة انجليزية محدودة بضمان. جميع الحقوق محفوظة.



Other matter

The condensed interim financial statements of **AIAhli SEDCO Residential Development Fund** ("the Fund") for the six-month period ended 30 June 2020 were reviewed by another auditor who expressed an unmodified conclusion on those condensed interim financial statements on 11 August 2020 and the financial statements of the Fund for the year ended 31 December 2020 were audited by another auditor who expressed an unmodified opinion on those financial statements on 24 February 2021.

KPMG Professional Services



Dr. Abdullah Hamad Al Fozan
License No. 348

Date: 9 Muharram 1443H
Corresponding to: 17 August 2021



ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
CONDENSED STATEMENT OF FINANCIAL POSITION
As at 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

	<i>Notes</i>	<i>30 June 2021 (Unaudited)</i>	<i>31 December 2020 (Audited)</i>
ASSETS			
Cash at bank		11,411	6,042
Investment measured at fair value through profit or loss ("FVTPL")	7	36,170	26,132
Investment in real estate project	8	226,645	245,449
Other receivables		236	292
Total assets		274,462	277,915
LIABILITIES			
Payable to the Fund Manager	9	--	6
Advance received from customers		5,395	6,495
Other payable		285	526
Total liabilities		5,680	7,027
Equity attributable to the unitholders		268,782	270,888
Units at issue (Number in thousands)		299,072	299,507
Equity per unit (SAR) - considering investment in real estate project at cost less impairment		0.945	0.954
Equity Per unit (SAR) - considering investment in real estate project at fair value less impairment		0.899	0.904

The accompanying notes 1 to 14 form an integral part of these condensed interim financial statements

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
CONDENSED STATEMENT OF COMPREHENSIVE INCOME (Unaudited)
For the six-month period ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

	For the six-month period ended 30 June	
	<u>2021</u>	<u>2020</u>
REVENUES		
Realised (loss) / gain on investment in a real estate project	(1,229)	1,430
Realised gain on investment measured at FVTPL	--	1,307
Unrealised gain / (loss) on investment measured at FVTPL	38	(1,123)
Impairment reversal / (charge)	1,153	(8,946)
Other income	102	217
Total income	<u>64</u>	<u>(7,115)</u>
EXPENSES		
Maintenance and utilities	1,661	1,476
Professional fees	29	26
Other expenses	87	107
Total operating expenses	<u>1,777</u>	<u>1,609</u>
Loss for the period	<u>(1,713)</u>	<u>(8,724)</u>
Other comprehensive income	--	--
Total comprehensive loss for the period	<u>(1,713)</u>	<u>(8,724)</u>

The accompanying notes 1 to 14 form an integral part of these condensed interim financial statements

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
CONDENSED STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO THE
UNITHOLDERS
For the six-month ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

	For the six-month period ended 30 June	
	<u>2021</u>	<u>2020</u>
Equity attributable to the unitholders at the beginning of the period (Audited)	270,888	338,729
Total comprehensive loss for the period	(1,713)	(8,724)
Value of units redeemed	(393)	(15,053)
Capital distribution	--	(35,280)
	(393)	(50,333)
Equity attributable to the unitholders at the end of the period (Unaudited)	<u>268,782</u>	<u>279,672</u>

The accompanying notes 1 to 14 form an integral part of these condensed interim financial statements

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
CONDENSED STATEMENT OF CASH FLOWS (Unaudited)
For the six-month ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

	For the six-month period ended 30 June	
<i>Note</i>	<u>2021</u>	<u>2020</u>
Cash flows from operating activities		
Loss for the period	(1,713)	(8,724)
<i>Adjustment for:</i>		
Unrealized (gain) / loss on investment measured at fair value through profit or loss	(38)	1,123
Impairment (reversal) / charge	(1,153)	8,946
	<u>(2,904)</u>	<u>1,345</u>
Changes in operating assets and liabilities:		
Investment measured at fair value through profit or loss	(10,000)	37,408
Proceeds from real estate units sold	19,957	19,891
Other receivables	56	(245)
Payable to the Fund Manager	(6)	(78)
Advance received from customers	(1,100)	(10,682)
Other payables	(241)	1,803
Net cash generated from operating activities	<u>5,762</u>	<u>49,442</u>
Cash flows financing activities		
Capital distribution	--	(35,280)
Redemption of units	10 (393)	--
Net cash used in financing activities	<u>(393)</u>	<u>(35,280)</u>
Increase in cash and cash equivalent	5,369	14,162
Cash and cash equivalents at the beginning of the period	<u>6,042</u>	<u>3,676</u>
Cash and cash equivalent at the end of the period	<u><u>11,411</u></u>	<u><u>17,838</u></u>
Non-Cash supplementary information		
Redemption of units	10 --	15,053

The accompanying notes 1 to 14 form an integral part of these condensed interim financial statements

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six-month period ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

1. NATURE OF THE FUND

AlAhli SEDCO Residential Development Fund (the "Fund") is a closed-ended Shariah compliant real estate investment fund, established and managed by SNB Capital company (formerly known as NCB Capital Company) (the "Fund Manager"), a subsidiary of The Saudi National Bank (formerly known as The National Commercial Bank) (the "Bank"), for the benefit of the Fund's unitholders. NCB Capital Company has completed its merger proceedings with the Samba Capital & Investment Management Company and effective July 9, 2021 and the name has been changed to SNB Capital Company.

SNB Capital Company acts as the custodian, administrator and registrar of the Fund.

The Fund's investment objective is to provide unitholders with capital gains through the acquisition of land and development, construction and sale of residential units. The un-invested cash balances may be invested in short term investments including, but not limited to, Shariah compliant Murabaha transactions or Murabaha funds.

The Fund is governed by the Real Estate Investment Funds Regulations (the "Regulations") published by Capital Market Authority ("CMA") on 19 Jumada-Alakhirah 1427 H (corresponding to 15 July 2006) thereafter amended on 12 Rajab 1442 H (corresponding to 24 February 2021). Detailing requirements for all the Real Estate Investment Funds within the Kingdom of Saudi Arabia. The Amended Regulations have effective dates starting from 19 Ramadan 1442 H (corresponding to 1 May 2021).

The terms and conditions of the Fund were approved by the CMA on 6 Rabi-Awal 1435 H (corresponding to 7 January 2014). The Fund commenced its activities on 28 Jumada-Alakhirah 1435H (corresponding to 28 April 2014) ("inception date").

The Fund entered into an agreement with an independent developer, SEDCO Development Company (the "Developer"). The duties of the Developer include, identification of the land and development, construction and sale or arrangement for the sale of the residential units. The Developer is entitled to certain fees, which include fees for development fees, sales commission and a share of performance fees earned by the Fund Manager, if any, towards the end of the Fund's term.

The Fund Manager may terminate the Fund prior to the end of the Fund's term, after giving 30 days' notice to the unitholders, subject to the CMA's approval. In the event of termination, the Fund's assets will be liquidated, its liabilities will be discharged and the remaining proceeds of such liquidation will be distributed to the unitholders on pro-rata basis.

During the six-month period ended 30 June 2021, the fund manager has obtained the necessary approval to extend the fund terms till 28 April 2022 with an option to extend for an additional year ending 28 April 2023.

2. FUNCTIONAL AND PRESENTATION CURRENCY

The books and records of the Fund are maintained in Saudi Riyals (SR), which represents the functional and presentational currency of the Fund. All financial information presented in Saudi Riyals has been rounded to the nearest thousand.

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six-month period ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

3. BASIS OF PREPARATION

3.1 Statement of compliance

These condensed interim financial statements of the Fund have been prepared in accordance with International Accounting Standard 34, “Interim Financial Reporting” (“IAS 34”) endorsed in Kingdom of Saudi Arabia (“KSA”) and to comply with the applicable provisions of the Real Estate Investment Fund Regulations issued by the Capital Market Authority, and the Fund’s terms and conditions.

statements do not include all the 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 2020. Further, the results for the six-month period ended 30 June 2021 are not necessarily indicative of the results that may be expected for the year ending 31 December 2021.

3.2 Basis of measurement

The condensed interim financial statements are prepared under the historical cost convention except the fair value measurement of investment carried at fair value through profit or loss.

4. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these condensed interim financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2020.

a. *New IFRS standards, IFRIC interpretations and amendments thereof, adopted by the Fund*

Below amendments to accounting standards and interpretations became applicable for annual reporting periods commencing on 1 January 2021. The Fund manager has assessed that the amendments have no significant impact on the Fund’s financial statements.

Standards / Interpretations and Amendments

Amendments to IFRS 16 – Covid - 19 Related Rent Concessions

Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 - Interest Rate Benchmark Reform – Phase 2

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six-month period ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

4. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

b. *Standards issued but not yet effective*

Standards issued but not yet effective up to the date of issuance of the Fund’s condensed interim financial statements are listed below. The Fund intends to adopt these standards when they become effective.

<i>Standards / Interpretations and amendments</i>	<i>Description</i>	<i>Effective from periods beginning on or after the following date</i>
Amendments to IAS 37	Onerous Contracts: Cost of fulfilling a contract	1 January 2022
Amendments to IFRS 1, IFRS 9, illustrative examples accompanying IFRS 16 and IAS 41	Annual improvements to IFRS standards 2018-2020	1 January 2022
Amendments to IFRS 3	Reference to the conceptual Framework	1 January 2022
Amendments to IAS 1	Classification of liabilities as current and non-current	1 January 2023
IFRS 17	Insurance contracts	1 January 2023
Amendments to IAS 8	Definition of accounting estimates	1 January 2023
Amendments to IAS 1 and IFRS practice statements 2	Disclosure of accounting policies	1 January 2023
Amendments to IFRS 10 and IAS 28	Sale or contribution of assets between investor or Joint Venture	Available for optional adoption / effective date deferred indefinitely

The above amended standards and interpretations are not expected to have a significant impact on the Fund’s condensed interim financial statements.

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Fund’s condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses and assets and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The significant assumptions made by the Fund Manager in applying the Fund’s accounting policies and the key sources of estimation uncertainty are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2020.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in material adjustment to the carrying amounts of assets and liabilities is as follows:

Valuation of investment in real estate project

The investment in real estate project is carried at low of the cost and net realisable value. Net realisable value (“NRV”) is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

The Fund hires the services of third-party valuers to obtain estimates for the market value of investment in real estate project for the purpose of its NRV and disclosure in the financial statements.

Amongst a list of factors, the fair value of investment in real estate project is mainly influenced by:

- Any change in the demand for residential or commercial property;
- Any change in the real estate market in general; and
- Pricing or competition policies of any competing development.

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six-month period ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

5. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS (CONTINUED)

Going concern

The Fund’s management 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 management is not aware of any material uncertainties that may cast significant doubt on the Fund’s ability to continue as a going concern. Therefore, these condensed interim financial statements have been prepared on a going concern basis.

6. MANAGEMENT FEE AND OTHER EXPENSES

On 28 April 2019, the Fund Manager has waived the requirement for payment of management fee, therefore, no accrual has been made for the six-month ended 30 June 2021.

The Fund Manager is also entitled to recover operational expenses incurred on behalf of the Fund relating to professional fees (i.e. audit, advisory, legal fees), investment valuation expenses, project monitoring expenses and other similar charges. The maximum amount of such expenses that can be recovered from the Fund by the Fund Manager is restricted to 1% per annum of the Fund’s net assets.

Furthermore, the Fund Manager charged to the unitholders, on the inception date, a subscription fee of SR 9.11 million, by deducting the same from the subscribed amount, which is within the maximum allowed limit of 3% of the gross subscriptions.

7. INVESTMENT MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

The detail of investment at fair value through profit or loss is summarised below:

	<u>30 June 2021</u>		<u>31 December 2020</u>	
	<i>Cost</i>	<i>Fair value</i>	<i>Cost</i>	<i>Fair value</i>
	<i>(Unaudited)</i>		<i>(Audited)</i>	
ALAhli Saudi Riyal Trade Fund	<u>36,011</u>	<u>36,170</u>	<u>26,011</u>	<u>26,132</u>

8. INVESTMENT IN REAL ESTATE PROJECT

	<i>Notes</i>	<u>30 June 2021</u>	<u>31 December 2020</u>
		<i>(Unaudited)</i>	<i>(Audited)</i>
Land in Jeddah, Kingdom of Saudi Arabia	a, b	85,037	92,092
Developed project	c	141,608	153,357
		<u>226,645</u>	<u>245,449</u>

- a) SNB Capital, The Fund Manager, has formed a Special Purpose Vehicle (“SPV”), SNB Capital Real Estate Investment Company (the “SPV”), registered under Commercial Registration No. 1010387593 dated 2 Dul-Qadah 1434 H (corresponding to 8 September 2013). The primary objective of the SPV is to retain and register real estate assets related to real estate funds in its name.
- b) The title deeds of the land are registered in the name of the SPV. The manager of the SPV has confirmed that it is holding this land for and on behalf of the Fund. Since the Fund is the beneficial owner of this land, the land has been recorded in these condensed interim financial statements.

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
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Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

8. INVESTMENT IN REAL ESTATE PROJECT (CONTINUED)

- c) Developed project represents the directly attributable costs incurred for the construction of real estate project. However, since the development has already been completed no further costs are expected to be incurred in relation to this project.
- d) The fair value of the investment in real estate project as at 30 June 2021 is SR 226.6 million (31 December 2020: SR 245.4 million) based on the average evaluation of two independent evaluators. The valuation of the properties as at 30 June 2021 is carried out by ESNAD Real Estate Valuation and ValuStrat, which are accredited valuers by Saudi Authority for Accredited Valuers (TAQEEM). The valuers have used the Comparable Approach to evaluate the value of the real estate project.
- e) The carrying value of the investment in real estate project is analysed as follows:

	30 June 2021 (Unaudited)	31 December 2020 (Audited)
Investment in real estate project at cost	240,416	260,373
Impairment loss on fair value of investment in real estate project	(13,771)	(14,924)
Fair value of investment in real estate project	<u>226,645</u>	<u>245,449</u>

- f) The movement in the carrying value of the investment in real estate project was as follows:

	<u>For the six-month period ended 30 June</u> <u>2021</u>	<u>2020</u>
Balance at the beginning of the period	245,449	315,209
Cost incurred		
Less: cost of residential units sold	(19,957)	(34,944)
Impairment reversal / (charge)	1,153	(8,946)
Balance at the end of the period	<u>226,645</u>	<u>271,319</u>

9. RELATED PARTY DISCLOSURES

At 30 June 2021, the Fund has an investment in Al-Ahli Saudi Riyal Trade Fund (“SRTF”) (a fund managed by the fund manager) of 18.77 million units valued at SR 36.17 million (31 December 2020: 13.58 million units valued at SR 26.13 million).

At 30 June 2021, the Fund does not have any amount payable to the Fund Manager (31 December 2020: SR 0,006 million) (note 6).

The Saudi National Bank acts as the Fund’s banker. Fund’s assets are being held by the SPV, for the beneficial interest of the Fund.

10. UNIT TRANSACTIONS

The total number of units (in thousand) outstanding as at 30 June 2021 are 299,072 (31 December 2020: 299,507), During the period the unitholders redeemed 435 units.

On 24 February 2020, the Fund’s Board approved the first capital distribution of SR 35.28 million to the Fund’s Unitholders. As of 30 June 2021 there was no additional capital distribution.

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six-month period ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

11. FAIR VALUES OF FINANCIAL INSTRUMENTS

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.

When available, the Fund measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an on-going basis. The Fund measures instruments quoted in an active market at a market price, because this price is reasonable approximation of the exit price.

If there is no quoted price in an active market, then the Fund uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction. The Fund recognizes transfer between levels of fair value at the end of the reporting year during which the change has occurred.

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.

The following table shows the fair values of financial asset carried at fair value, including the hierarchy levels:

30 June 2021	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets</u>				
Investment carried at fair value through profit or loss	--	36,170	--	36,170
31 December 2020	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial assets</u>				
Investment carried at fair value through profit or loss	--	26,132	--	26,132

The fair value of other financial assets and financial liabilities of the Fund are not materially different from their carrying values.

12. IMPACT OF COVID – 19

The COVID-19 pandemic continues to disrupt global markets as many geographies are experiencing re swinging waves of infections despite having previously controlled the outbreak through aggressive precautionary measures such as imposing restrictions on travel, lockdowns and strict social distancing rules. The Government of the Kingdom of Saudi Arabia (“the Government”) however, has managed to successfully control the outbreak to date, owing primarily to the effective measures taken by the Government. The Government's vaccination drive is in full swing and it is expected that the majority of the population will be vaccinated in the near future.

The Fund Manager however continues to be cognizant of both the micro and macroeconomic challenges that COVID-19 has posed, the effects of which may be felt for some time and is closely monitoring it's exposures.

ALAHLI SEDCO RESIDENTIAL DEVELOPMENT FUND
(Managed by SNB Capital Company – formerly known as NCB Capital Company)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Unaudited)
For the six-month period ended 30 June 2021
Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

13. LAST VALUATION DAY

The last valuation day of the period was 30 June 2021 (31 December 2020).

14. APPROVAL OF CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were authorised for issue by the Fund Board on 16 August 2021 corresponding to 8 Muharram 1443 H.