

ALAHLI EMERGING MARKETS INDEX 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 AIAhli Emerging Markets Index Fund

Introduction

We have reviewed the accompanying 30 June 2021 condensed interim financial statements of **AIAhli Emerging Markets Index 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 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 **AIAhli Emerging Markets Index 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

Dr. Abdullah Hamad Al Fozan
License No. 348

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



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كي بي إم جي للاستشارات المهنية مساهمة مقفلة، مسجلة في المملكة العربية السعودية، رأس مالها (١٥,٠٠٠,٠٠٠) ريال سعودي مدفوع بالكامل، المسماة سابقاً "شركة كي بي إم جي للفرزان وشركاه 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.

ALAHLI EMERGING MARKETS INDEX FUND
(Managed by SNB Capital Company - formerly known as NCB Capital Company)

CONDENSED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

Expressed in US Dollars '000 (unless otherwise stated)

	<i>Notes</i>	30 June 2021 (Unaudited)	31 December 2020 (Audited)
ASSETS			
Cash and cash equivalents	8	732	1,432
Investment at fair value through profit and loss ("FVTPL")	9	102,377	78,150
Other receivables		158	144
Total assets		103,267	79,726
LIABILITY			
Other payables		311	168
Equity attributable to the Unitholders		102,956	79,558
Units in issue (number in thousands)	10	43,782	35,789
Equity value per unit (USD)		2.3516	2.2230

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

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

		For the six-month period ended 30 June	
	<i>Note</i>	<u>2021</u>	<u>2020</u>
Dividend income		851	352
Realised gain on sale of investments at FVTPL		4,163	717
Unrealised gain / (loss) on investments at FVTPL		417	(2,589)
Total income / (loss)		5,431	(1,520)
Management fee	11	(137)	(67)
Value added tax expense		(24)	(4)
Custody fee		(22)	(14)
Administrative expenses		(10)	(9)
Professional fees		(5)	(5)
Shariah audit fee		(4)	(3)
Fund Board remuneration		(3)	(3)
Registration fees		--	(1)
CMA fee		(1)	(1)
Total operating expenses		(206)	(107)
Net Profit / (loss) for the period		5,225	(1,627)
Other comprehensive income for the period		--	--
Total comprehensive income / (loss) for the period		5,225	(1,627)

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

ALAHLI EMERGING MARKETS INDEX FUND
(Managed by SNB Capital Company - formerly known as NCB Capital Company)

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

For the six-month period ended 30 June 2021

Expressed in US Dollars '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)	79,558	58,264
Total comprehensive income / (loss) for the period	5,225	(1,627)
Increase / (decrease) in equity from unit transactions during the period		
Proceeds from units issued	32,640	10,643
Value of units redeemed	(14,467)	(22,807)
	18,173	(12,164)
Equity attributable to the Unitholders at the end of the period (Unaudited)	102,956	44,473

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

ALAHLI EMERGING MARKETS INDEX FUND**(Managed by SNB Capital Company - formerly known as NCB Capital Company)****CONDENSED STATEMENT OF CASH FLOWS (Unaudited)**

For the six-month period ended 30 June 2021

Expressed in US Dollars '000 (unless otherwise stated)

	<i>Note</i>	<u>For the six-month period ended 30 June</u>	
		<u>2021</u>	<u>2020</u>
Cash flow from operating activities			
Net Profit / (loss) for the period		5,225	(1,627)
<u>Adjustment for:</u>			
Realised (gain) on sale on investments at FVPL		(4,163)	(717)
Unrealised (gain) / loss on investments at FVTPL		(417)	2,589
		645	245
Changes in operating assets and liabilities:			
Investment measured at fair value through profit and loss		(19,647)	13,473
Other receivables		(14)	(1,710)
Other payables		143	104
Net cash (used in) / generated from operating activities		(18,873)	12,112
Cash flow from financing activities			
Proceeds from units issued		32,640	10,643
Value of units redeemed		(14,467)	(22,807)
Net cash generated from / (used in) financing activities		18,173	(12,164)
Decrease in cash and cash equivalents		(700)	(52)
Cash and cash equivalents at the beginning of the period	8	1,432	714
Cash and cash equivalents at the end of the period	8	732	662

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

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

1. THE FUND AND ITS ACTIVITIES

AlAhli Emerging Markets Index Fund (the "Fund") is a Shariah compliant, open-ended investment fund, managed by SNB Capital Company (formerly known as NCB Capital Company) (the "Fund Manager"), a subsidiary of 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 effective July 9, 2021 and the name has been changed to SNB Capital Company. The Fund is established under article 31 of the Investment Fund Regulations (the Regulations) issued by the Capital Market Authority ("CMA").

As defined in CMA No. 2-83-2005 dated 21 Jumada Awal 1426H (28 June 2005) the Fund Manager conducts following securities' activities:

- a) Dealing;
- b) Arranging;
- c) Managing;
- d) Advising; and
- e) Custody

The Fund's investments are held by Northern Trust, a custodian appointed by the Fund Manager.

The Fund Manager has appointed an international investment house, Amundi - France, as sub-manager to the Fund. Their duties include opening separate independent investment accounts and managing the Fund's assets in line with the investment strategies and Shariah guidelines.

The Fund invests in equities expected to benefit from growth in Emerging Markets (primarily securities originated in, but not limited to, China, India, Russia and Brazil. Un-invested cash balances may be held in Shariah compliant money market and Murabaha funds and/or be placed in Murabaha transactions.

The terms and conditions of the Fund were originally approved by the Saudi Arabian Monetary Authority ("SAMA") and subsequently endorsed by CMA through its letter dated 18 Dhul Hijja 1429H (corresponding to 16 December 2008). The Fund commenced its activities on 9 October 2006.

The Fund is governed by the Investment Fund Regulations (the "Regulations") published by Capital Market Authority ("CMA") on 3 Dhul Hijja 1427 H (corresponding to 24 December 2006) thereafter amended on 16 Sha'ban 1437 H (corresponding to 23 May 2016). The Regulation was further amended (the "Amended Regulations") on 17 Rajab 1442 H (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 1442 H (corresponding to 1 May 2021).

2. BASIS OF ACCOUNTING

These condensed interim financial statements are prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by Saudi Organization for Chartered and Professional Accountants ("SOCPA"), and to comply with the applicable provisions of the Investment Fund Regulations issued by the Capital Market Authority, the Fund's terms and conditions and the Information Memorandum.

The condensed interim financial 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 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 financial year ending 31 December 2021.

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

3. BASIS OF MEASUREMENT

The condensed interim financial statements have been prepared on a historical cost convention using accrual basis of accounting and going concern concept except for investments measured at fair value through profit or loss ("FVTPL") which are recorded 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 condensed statement of financial position. Instead, assets and liabilities are presented in order of their liquidity. All amounts have been rounded to nearest thousand SAR, unless otherwise stated.

4. FUNCTIONAL AND PRESENTATION CURRENCY

Items included in the condensed interim financial statements are measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). These condensed interim financial statements are presented in United States Dollar ("USD") which is the Fund's functional and presentation currency.

5. CHANGES IN FUND'S TERMS AND CONDITIONS

During the period, the Fund Manager did not make any revisions to the terms and conditions of the Fund.

6. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the condensed interim financial statements requires management to make judgements, 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. 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.

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 reasonable approximation of the exit price.

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

6. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (CONTINUED)

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 period 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 fund has classified the investment measured at FVTPL per the fair value hierarchy as level 1. During the period there has been no transfer in fair value hierarchy for investments at FVTPL. Other financial instruments such as cash and cash equivalents, other receivables and other payables, the carrying values reasonably approximate the fair value.

7. 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 EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

7. 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 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 financial statements.

8. CASH AND CASH EQUIVALENTS

This comprises of balances held with a local bank having a sound credit rating.

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

9. INVESTMENTS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

The composition of investments measured at fair value through profit or loss currency is summarised below:

		<i>31 June 2021 (Unaudited)</i>		
<i>Currency</i>	<i>Country</i>	<i>% of Total Investments (Fair Value)</i>	<i>Cost</i>	<i>Fair Value</i>
Hong Kong Dollar	Bermuda, Cayman Islands, China, and Hong Kong	23.18	16,334	23,731
United States Dollar	Cayman Islands, Chile, China, India, Luxembourg, Peru, Russia and United States of America	13.67	12,480	13,993
Indian Rupee	India	13.65	10,601	13,975
Taiwanese	Cayman Islands and Taiwan	12.58	8,973	12,876
South Korean Won	South Korea	9.44	7,729	9,666
Chinese Yuan	China	5.87	4,566	6,005
Russian Ruble	Jersey, Netherlands, Russia and Virgin Islands	4.80	4,391	4,914
Brazilian Real	Brazil	4.55	3,293	4,658
South African Rand	South Africa	2.90	2,798	2,971
United Arab Emirates Dirham	United Arab Emirates	2.79	2,646	2,854
Thai Baht	Thailand	1.96	2,001	2,007
Malaysian Ringgit	Malaysia	1.87	2,104	1,913
Indonesian Rupiah	Indonesia	1.04	1,279	1,068
Others	Greece, Hungary, Luxembourg, Mexico, Philippines, Poland and Turkey	1.70	1,621	1,746
		100.00	80,816	102,377

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

9. INVESTMENTS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS
(continued)

		<i>31 December 2020 (Audited)</i>		
<i>Currency</i>	<i>Country</i>	<i>% of Total Investments (Fair Value)</i>	<i>Cost</i>	<i>Fair Value</i>
Hong Kong Dollar	Bermuda, Cayman Islands, China, and Hong Kong	19.01	9,154	14,853
United States Dollar	Cayman Islands, Chile, China, India, Luxembourg, Peru, Russia, and United States of America	18.57	10,812	14,516
South Korean Won	South Korea	15.48	7,559	12,095
Indian Rupee	India	11.73	7,147	9,169
Taiwanese	Cayman Islands and Taiwan	10.18	5,040	7,956
Chinese Yuan	China	4.84	2,814	3,778
Russian Ruble	Jersey, Netherlands, and Russia	4.10	3,117	3,204
Brazilian Real	Brazil	3.79	2,165	2,964
Malaysian Ringgit	Malaysia	2.66	1,960	2,078
United Arab Emirates Dirham	United Arab Emirates	2.34	1,791	1,831
South African Rand	South Africa	2.32	1,531	1,813
Thai Baht	Thailand	1.79	1,463	1,397
Indonesian Rupiah	Indonesia	1.12	951	876
Others	Mexico, Turkey, Poland, Hungary, Philippines, and Greece	2.07	1,506	1,620
		100.00	57,010	78,150

The composition of investments measured at fair value through profit or loss by industry sector is summarised below:

<i>30 June 2021 (Unaudited)</i>			
<i>Industry Sector</i>	<i>% of Total Investments (Fair Value)</i>	<i>Cost</i>	<i>Fair Value</i>
Technology	20.89	17,079	21,386
Consumer Services	19.67	14,129	20,140
Consumer Goods	14.32	12,185	14,662
Industrials	12.49	10,753	12,785
Health Care	11.57	8,766	11,849
Basic Materials	9.94	8,024	10,173
Oil & Gas	5.47	4,594	5,597
Financials	3.51	3,047	3,597
Telecommunications	1.41	1,552	1,441
Utilities	0.73	687	747
	100.00	80,816	102,377

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

9. INVESTMENTS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS
(continued)

Industry Sector	31 December 2020 (Audited)		
	% of Total Investments (Fair Value)	Cost	Fair Value
Technology	21.88	10,335	17,101
Consumer Services	19.69	10,175	15,387
Consumer Goods	18.54	11,347	14,491
Industrials	10.26	5,635	8,017
Health Care	10.08	5,905	7,878
Basic Materials	9.52	6,154	7,436
Oil & Gas	4.61	3,305	3,603
Financial Services	2.76	2,027	2,153
Telecommunication Services	1.67	1,454	1,308
Utilities	0.99	673	776
	100.00	57,010	78,150

10. UNIT TRANSACTIONS

Transactions in units during the period are summarised as follows:

	For the six months period ended 30 June	
	2021 Units' 000	2020 Units' 000
Units at the beginning of the period (Audited)	35,789	35,424
Units sold	14,217	6,980
Units redeemed	(6,224)	(14,772)
Net increase / (decrease) in units during the period	7,993	(7,792)
Units at the end of the period (Unaudited)	43,782	27,632

As at 30 June 2021, top 5 Unitholders (30 June 2020: top 5) represented of 18.46% (30 June 2020: 54.36%) of the Fund's units.

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

11. RELATED PARTY TRANSACTIONS AND BALANCES

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. The related party of the Fund includes Fund Manager, Fund Board, funds managed by the Fund Manager, and The Saudi National Bank, being major shareholder of the Fund Manager.

Management fee and other expenses

The Fund is managed and administered by the Fund Manager. For these services, the Fund accrues, daily a management fee, as determined by the Fund Manager, which should not be more than the maximum annual rate of 0.3% p.a. of the Fund's daily equity as set out in the Fund's terms and conditions.

The Fund Manager is also entitled to recover expenses incurred on behalf of the Fund relating to audit, custody, advisory, data processing and other similar charges. The maximum amount of such expenses that can be recovered from the Fund by the Fund Manager is restricted to 0.5% per annum of the Fund's equity at the respective valuation days. These expenses have been recovered by the Fund Manager on an actual basis.

Transactions with related parties

During the period, the Fund entered into the following transactions, other than those disclosed elsewhere in the financial statements, 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. All related party transactions are approved by the Fund Board.

<u>Related party</u>	<u>Nature of transaction</u>	<u>Amount of transactions</u>		<u>Balance as at</u>	
		<u>2021</u>	<u>2020</u>	<u>30 June 2021</u> (Unaudited)	<u>31 December 2020</u> (Audited)
SNB Capital Company	Management fee	137	67	101	83
	Expenses paid on behalf of the Fund	69	40	--	--
AlAhli Multi Asset Conservative Fund	Subscription of units	270	1,593		
	Redemption of units	700	5,508	7,002	6,994

ALAHLI EMERGING MARKETS INDEX 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 US Dollars '000 (unless otherwise stated)

11. RELATED PARTY TRANSACTIONS AND BALANCES (continued)*Transactions with related parties (continued)*

<u>Related party</u>	<u>Nature of transaction</u>	<u>Amount of transactions</u>		<u>Balance as at</u>	
		<u>2021</u>	<u>2020</u>	<u>30 June 2021</u> <u>(Unaudited)</u>	<u>31 December 2020</u> <u>(Audited)</u>
AlAhli Multi Asset Moderate Fund	Subscription of units	1,318	--		
	Redemption of units	<u>260</u>	<u>4,079</u>	<u>12,593</u>	<u>10,828</u>
AlAhli Multi Asset Growth Fund	Subscription of units	510	--		
	Redemption of units	<u>--</u>	<u>3,312</u>	<u>8,886</u>	<u>7,890</u>
AlAhli Global Equity Fund	Subscription of units	--	--		
	Redemption of units	<u>--</u>	<u>1,318</u>	<u>--</u>	<u>--</u>
AlAhli Takaful Company	Subscription of units	1,400	935		
	Redemption of units	<u>2,081</u>	<u>838</u>	<u>5,489</u>	<u>7,352</u>

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.

13. LAST VALUATION DAY

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

14. APPROVAL OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were approved by the Fund Manager on 8 Muharram 1443H corresponding to 16 August 2021.