

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
(Managed by the SNB Capital Company)  
**CONDENSED INTERIM FINANCIAL**  
**STATEMENTS (UNAUDITED)**  
For the period from 13 May 2024  
(Date of commencement of operations) to 30 June 2024  
together with the  
**Independent Auditor's Review Report to the Unitholders**



## KPMG Professional Services

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Commercial Registration No 1010425494

Headquarters in Riyadh

## كي بي إم جي للاستشارات المهنية

واجهة روشن، طريق المطار  
صندوق بريد ٩٢٨٧٦  
الرياض ١١٦٦٣  
المملكة العربية السعودية  
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

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

To the Unitholders of the SNB Capital SAR Multi-Asset Moderate Fund

## Introduction

We have reviewed the accompanying 30 June 2024 condensed interim financial statements of the **SNB Capital SAR Multi-asset Moderate Fund** (the "Fund"), managed by the SNB Capital Company (the "Fund Manager"), which comprises:

- the condensed statement of financial position as at 30 June 2024;
- the condensed statement of profit or loss and other comprehensive income for the period from 13 May 2024 to 30 June 2024;
- the condensed statement of changes in net assets attributable to the Unitholders for the period from 13 May 2024 to 30 June 2024;
- the condensed statement of cash flows for the period from 13 May 2024 to 30 June 2024; 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 the Capital Market Authority and the Fund's terms and conditions. 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 condensed 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 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 2023 condensed interim financial statements of the **SNB Capital SAR Multi-Asset Moderate Fund** are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia.

## KPMG Professional Services

Ebrahim Oboud Baeshen  
License No. 382



Date: 03 Safar 1446H  
Corresponding to: 07 August 2024

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كي بي إم جي للاستشارات المهنية شركة مهنية مساهمة مقفلة، مسجلة في المملكة العربية السعودية، رأس مالها (٤٠,٠٠٠,٠٠٠) ريال سعودي منفرع بالكامل، المسماة سابقاً "شركة كي بي إم جي الفوزان 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.

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
**(Managed by the SNB Capital Company)**

**CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)**

As at 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

	<i>Notes</i>	<b>30 June <u>2024</u></b>
<b>ASSETS</b>		
Cash and cash equivalents	8	<b>248</b>
Investments measured at fair value through profit or loss (FVTPL investments)	9	<b>1,182</b>
Other receivables		<b><u>92</u></b>
<b>Total assets</b>		<b><u>1,522</u></b>
<b>LIABILITIES</b>		
Other payables		<b><u>12</u></b>
<b>Net assets attributable to the Unitholders</b>		<b><u><u>1,510</u></u></b>
<b>Units in issue in thousands (number)</b>		<b><u><u>153</u></u></b>
<b>Net assets value per unit (SAR)</b>		<b><u><u>9.8693</u></u></b>

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

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
**(Managed by the SNB Capital Company)**

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

		<b>For the period from 13 May 2024 to 30 June <u>2024</u></b>
	<i>Note</i>	
Unrealised gain on FVTPL investments – net		<b>1</b>
Realised gain on FVTPL investments – net		<b>1</b>
Other income		<b>2</b>
<b>Total income</b>		<b>4</b>
Professional fees		<b>(4)</b>
Auditors' remuneration		<b>(3)</b>
Management fees	<i>10</i>	<b>(2)</b>
Fund Board remuneration		<b>(1)</b>
Shariah audit fees		<b>(1)</b>
Capital Market Authority fees		<b>(1)</b>
Tadawul fee		<b>(1)</b>
<b>Total operating expenses</b>		<b>(13)</b>
<b>Loss for the period</b>		<b>(9)</b>
<b>Other comprehensive income for the period</b>		<b>--</b>
<b>Total comprehensive loss for the period</b>		<b>(9)</b>

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

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
**(Managed by the SNB Capital Company)**

**CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

	<b>For the period from 13 May 2024 to 30 June 2024</b>
Proceeds from units issued	<b>1,548</b>
Value of units redeemed	<b>(29)</b>
Total comprehensive loss for the period	<b>(9)</b>
<b>Net assets attributable to the Unitholders at the end of the period</b>	<b><u>1,510</u></b>

**UNITS TRANSACTIONS**

Transactions in units during the period are summarised as follows:

	<b>For the period from 13 May 2024 to 30 June 2024 Units in '000s</b>
Units issued	<b>156</b>
Units redeemed	<b>(3)</b>
<b>Units at the end of the period</b>	<b><u>153</u></b>

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

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
**(Managed by the SNB Capital Company)**

**CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals ‘000 (unless otherwise stated)

	<b>For the period from 13 May 2024 to 30 June 2024</b>
<i>Notes</i>	
Loss for the period	(9)
<i>Adjustments for:</i>	
Unrealised loss on FVTPL investments – net	(1)
Realised gain on FVTPL investments – net	(1)
	<u>(11)</u>
<i>Operating assets and liabilities:</i>	
FVTPL investments	(1,180)
Other receivables	(92)
Other payables	12
	<u>(1,271)</u>
<b>Net cash used in operating activities</b>	<b>(1,271)</b>
<b>Cash flows from financing activities</b>	
Proceeds from units issued	1,548
Value of units redeemed	(29)
	<u>1,519</u>
<b>Net cash generated from financing activities</b>	<b>1,519</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>8      248</b>

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

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
**(Managed by the SNB Capital Company)**

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

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**1. THE FUND AND ITS ACTIVITIES**

SNB Capital SAR Multi-Asset Moderate Fund (the "Fund") is a Shariah compliant open-ended multi-asset investment fund, established under article 31 of the Investment Funds Regulations (the "Regulations") issued by the Capital Market Authority ("CMA"), and managed by the SNB Capital Company (the "Fund Manager"), a subsidiary of the Saudi National Bank (the "Bank"), for the benefit of the Fund's Unitholders.

The objective of the Fund is to achieve a balance between growth and capital preservation over the medium to long term, by investing in a diversified portfolio of investment funds that invest across different asset classes.

The terms and conditions of the Fund were issued on 14 Shaaban 1445 H (corresponding to 20 February 2024). The Fund commenced its activities on 13 Dhu-al-Qidah 1445 H (corresponding to 13 May 2024).

**2. REGULATING AUTHORITY**

The Fund is governed by the Investment Fund Regulations (the "Regulation") published by the CMA's Board Resolution no. (1-219-2006) dated 3 Dhul Hijja 1427 H (corresponding to 24 December 2006) thereafter amended pursuant to the CMA's Board Resolution no. (2-22-2021) dated 12 Rajab 1442 H (corresponding to 24 February 2021), detailing requirements for all funds within the Kingdom of Saudi Arabia.

**3. BASIS OF ACCOUNTING**

These condensed interim financial statements of the Fund have been prepared in accordance with IAS 34 'Interim Financial Reporting' that is endorsed in the Kingdom of Saudi Arabia and comply with the applicable provisions of the Regulations and the Fund's terms and conditions.

These condensed interim financial statements are prepared from 13 May 2024 (date of commencement of operations) to 30 June 2024 and accordingly no comparatives have been presented.

**4. BASIS OF MEASUREMENT AND PRESENTATION**

These condensed interim financial statements have been prepared on a historical cost convention using the 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.

**5. FUNCTIONAL AND PRESENTATION CURRENCY**

These condensed interim financial statements are presented in SAR which is the Fund's functional and presentation currency and have been rounded off to the nearest thousands unless otherwise stated.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

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**6. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS**

The preparation of the condensed interim financial statements requires the Fund Manager 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. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimates are revised and in any future years affected. Significant area where management has used estimates, assumptions or exercised judgements is the fair value measurement as detailed in note 11 of these condensed interim financial statements.

**7. MATERIAL ACCOUNTING POLICIES**

The material accounting policies applied in the preparation of these condensed interim financial statements are set out below.

**7.1 *Cash and cash equivalents***

Cash and cash equivalents include bank balances and short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. Cash and cash equivalents include bank balances.

**7.2 *Financial assets and liabilities***

***Classification of financial assets***

On initial recognition, a financial asset is measured at its fair value and classified as measured at amortised cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL").

**Financial assets measured at amortised cost**

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as measured at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest / commission on the principal amount outstanding.

**Financial assets measured at FVOCI**

A financial asset is measured at FVOCI only if it meets both of the following conditions and is not designated as measured at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest / commission on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Fund Manager may irrevocably elect to present subsequent changes in fair value in OCI. This election is made on an investment-by-investment basis.

**Financial assets measured at FVTPL**

All financial assets not classified as measured at amortised cost or FVOCI are measured at FVTPL.



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

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**7. MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**7.2 *Financial assets and liabilities (continued)***

***Classification of financial assets (continued)***

**Business model assessment**

The Fund Manager assesses the objective of a business model in which an asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice;
- how the performance of the portfolio is evaluated and reported to the Fund Manager;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated – for example, whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Fund's stated objective for managing the financial assets is achieved and how cash flows are realized.

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realized in a way that is different from the Fund's original expectations, the Fund does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly purchased financial assets going forward.

Financial assets that are held for trading and whose performance is evaluated on a fair value basis are measured at FVTPL because they are neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets.

**Assessment whether contractual cash flows are solely payments of principal and interest / commission**

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. Interest or 'commission' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (for example: liquidity risk and administrative costs), as well as profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest / commission, the Fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Fund considers:

- contingent events that would change the amount and timing of cash flows;
- leverage features;
- prepayment and extension terms;
- terms that limit the Fund's claim to cash flows from specified assets (for example, non-recourse asset arrangements); and
- features that modify consideration of the time value of money – for example, periodical reset of interest / commission rates.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

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**7. MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**7.2 *Financial assets and liabilities (continued)***

***Classification of financial assets (continued)***

**Reclassifications**

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Fund changes its business model for managing financial assets.

***Classification of financial liabilities***

The Fund classifies its financial liabilities at amortised cost unless it has designated liabilities at FVTPL.

***Recognition and initial measurement***

Financial assets and liabilities measured at FVTPL are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument. The Fund shall recognise a financial asset or a financial liability in its statement of financial position when, and only when, the entity becomes party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated.

A financial asset or financial liability is measured initially at fair value plus or minus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition issue.

***Subsequent measurement***

Financial assets measured at FVTPL are subsequently measured at fair value. Net gain or losses including any foreign exchange gains and losses, are recognized in profit or loss in 'realized and unrealized gain / (loss) on FVTPL investments – net' in the statement of profit or loss and other comprehensive income.

Financial assets and financial liabilities measured at amortised cost are subsequently measured at amortised cost using the effective interest / commission rate method and is recognized in the statement of profit or loss and other comprehensive income. Any gain or loss on de-recognition is also recognized in the statement of profit or loss and other comprehensive income. The 'amortised cost' of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured on initial recognition minus the principal repayments, plus or minus the cumulative commission using effective interest / commission rate method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any expected credit loss allowance.

***Derecognition***

The Fund derecognizes a financial asset when the contractual rights to the cash flow from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

On derecognition of the financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset that is derecognised) and the consideration received (including any new asset obtained less any new liability assumed) is recognized in the statement of profit or loss and other comprehensive income. Any commission in such transferred financial assets that is created or retained by the Fund is recognized as a separate asset or liability.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

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**7. MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**7.2 *Financial assets and liabilities (continued)***

***Derecognition (continued)***

The Fund enters into transactions whereby it transfers assets recognized on its statement of financial position but retains either all or substantially all of the risks and rewards of the transferred assets or a portion of them. If all or substantially all of the risk and rewards are retained, then the transferred assets are not derecognized. The Fund derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire.

***Offsetting***

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Fund has a legally enforceable right to offset the amounts and intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis for gains and losses from financial instruments at FVTPL and foreign exchange gains and losses.

**7.3 *Net assets value per unit***

The net assets value per unit is calculated by dividing the net assets attributable to the Unitholder included in the statement of financial position by the number of units outstanding at the period end.

**7.4 *Units in issue***

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

The Fund has redeemable units in issue. On liquidation of the Fund, they entitle the holders to the residual net assets. They rank pari-passu in all respects and have identical terms and conditions. The redeemable units provide investors with the right to require redemption for cash at a value proportionate to the investor's share in the Fund's net assets at each redemption date as well as in the event of the Fund's liquidation.

Redeemable units are classified as equity as these meets all of the following conditions:

- they entitle the holder to a pro-rata share of the Fund's net assets in the event of the Fund's liquidation;
- they are in the class of instruments that is subordinate to all other classes of instruments;
- all financial instruments in the class of instruments that are subordinate to all other classes of instruments have identical features;
- the instruments do not include any other features that would require classification as a liability; and
- the total expected cash flows attributable to the instruments over their life are based substantially on the profit or loss, the change in recognized net assets or the change in the fair value of the recognized and unrecognized net assets of the Fund over the life of the instruments.

Incremental costs directly attributable to the issue or redemption of redeemable units are recognized directly in net assets as a deduction from the proceeds or part of the acquisition cost.

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
(Managed by the SNB Capital Company)

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

**7. MATERIAL ACCOUNTING POLICIES (CONTINUED)**

**7.5 *Management fees expense***

Management fees expense is recognized in the statement of profit or loss and other comprehensive income as the related services are performed.

**7.6 *Accrued expenses and other payables***

Accrued expenses and other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest / commission rate method.

**7.7 *Standards, interpretations and amendments issued but not yet effective***

Standards, interpretations and amendments 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><u>Standards, interpretations and amendments</u></i>	<i><u>Description</u></i>	<i><u>Effective from periods beginning on or after the following date</u></i>
Amendments to IAS 21	Lack of exchangeability	1 January 2025
Amendments to IFRS 18	Presentation and disclosure in financial statements	1 January 2027
Amendments to IFRS 19	Reducing disclosures for subsidiaries	1 January 2027
Amendments to IFRS 10 and IAS 28	Sale or contribution of assets between investor and its associate or joint venture	Available for optional adoption / effective date deferred indefinitely

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

**7 CASH AND CASH EQUIVALENTS**

This comprises of balances held with a local bank having Moody's credit rating of A3 which is in line with globally understood definition of investment grade.

**8 FVTPL INVESTMENTS**

Investments measured at FVTPL includes the following:

	<i><u>30 June 2024 (Unaudited)</u></i>		
	<i><u>% of total investments (fair value)</u></i>	<i><u>Cost</u></i>	<i><u>Fair value</u></i>
<i><b>Equity Funds managed by the Fund Manager (related parties)</b></i>			
SNB Capital Al Ataa Saudi Equity Fund	<b>51.28</b>	<b>608</b>	<b>606</b>
SNB Capital Al Sunbullah SARFund	<b>38.32</b>	<b>450</b>	<b>453</b>
SNB Capital Freestyle Saudi Equity Fund	<b>5.92</b>	<b>70</b>	<b>70</b>
SNB Capital Al Sunbullah USDFund	<b>4.48</b>	<b>53</b>	<b>53</b>
	<b>100</b>	<b>1,181</b>	<b>1,182</b>

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
**(Managed by the SNB Capital Company)**

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

**8. FVTPL INVESTMENTS (CONTINUED)**

The composition of equity investments measured at FVTPL by currency is summarized below:

<i>Currency</i>	<i>Country</i>	<i>30 June 2024</i>		
		<i>% of total investments (fair value)</i>	<i>Cost</i>	<i>Fair value</i>
US Dollars	Kingdom of Saudi Arabia	4.48	53	53
Saudi Arabian Riyals	Kingdom of Saudi Arabia	95.52	1,128	1,129
		<u>100</u>	<u>1,181</u>	<u>1,182</u>

**9 RELATED PARTY TRANSACTIONS AND BALANCES**

The related parties of the Fund include the Fund Manager, the Fund Board, other funds managed by the Fund Manager, and the Saudi National Bank, being parent of the Fund Manager.

Following are the details of transactions and balances with related parties not disclosed elsewhere in these financial statements as at and for the six-month period ended 30 June 2024.

***Management fees and other expenses***

The Fund is managed and administered by the Fund Manager. For these services, the Fund accrues daily, a management fee up to 1.25% per annum of the Fund's daily net assets value as set out in the Fund's terms and conditions. The Fund Manager may waive management fees to the extent of the Fund's investments in other Funds managed by the Fund Manager. This is included in rebate income in the statement of profit or loss.

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 1% per annum of the Fund's net assets value at the respective valuation days. These expenses are recovered by the Fund Manager on an actual basis except for custody fees, which is borne by the Fund Manager.

Following are the details of transactions and balances with Fund Manager related to management fees and other expenses:

<i>Related party</i>	<i>Nature of transactions</i>	<i>For the period from 13 May 2024 to 30 June 2024 (Unaudited)</i>	<i>Balance as at 30 June 2024 (Unaudited)</i>
SNB Capital Company	Management fees (including value added tax)	2	12
	Expenses paid on behalf of the Fund	11	

**10 FAIR VALUE MEASUREMENT**

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

**SNB CAPITAL SAR MULTI-ASSET MODERATE FUND**  
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**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)**

For the period from 13 May 2024 to 30 June 2024

Expressed in Saudi Arabian Riyals '000 (unless otherwise stated)

**10. FAIR VALUE MEASUREMENT(CONTINUED)**

Fund measures instruments quoted in an active market at a market price, because this price is assessed to be a 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 recognises 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: quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3: unobservable inputs for the asset or liability.

***Carrying amounts and fair value***

The following table shows the carrying amounts and fair values of financial instruments, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	<i>As at 30 June 2024 (Unaudited)</i>				
	<i>Carrying amount</i>	<i>Fair value</i>			<i>Total</i>
		<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	
<b><u>Financial assets measured at fair value</u></b>					
FVTPL investments	<b>1,182</b>	<b>--</b>	<b>1,182</b>	<b>--</b>	<b>1,182</b>

The Fund has classified investments in unlisted open ended investment funds which are measured using unadjusted net asset value and are classified as level 2 as per fair value hierarchy. For other financial assets and liabilities not measured at fair value, such as cash and cash equivalents and other payables, the carrying values were determined to be a reasonable approximation of fair value due to their short-term nature.

**11. LAST VALUATION DAY**

The last valuation date for the purpose of preparation of condensed interim financial statements was 30 June 2024.

**12. EVENTS AFTER THE END OF THE REPORTING PERIOD**

There was no event subsequent to the statement of financial position date which required adjustment of or disclosure in the condensed interim financial statements or notes thereto.

**13. APPROVAL OF CONDENSED INTERIM FINANCIAL STATEMENTS**

These condensed interim financial statements were approved by the Fund Board on 03 Safar 1446H corresponding to 07 August 2024.