

SHIFA HEALTH ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)

INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

**TOGETHER WITH THE INDEPENDENT AUDITOR'S REVIEW REPORT TO
THE UNITHOLDERS**

SHIFA HEALTH ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)****FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025**

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Deloitte and Touche & Co.
Chartered Accountants
(Professional Simplified Joint Stock Company)
Paid-up capital SR 5,000,000
Metro Boulevard – Al-Aqiq
King Abdullah Financial District
P.O. Box 213 - Riyadh 11411
Saudi Arabia
C.R. No. 1010600030

Tel: +966 11 5089001
www.deloitte.com

Independent auditor's review report on the interim condensed financial information

To the Unitholders and the Fund Manager of
Shifa Health Endowment Fund
(An open-ended mutual Fund)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of **Shifa Health Endowment Fund** (the "Fund") managed by Al Rajhi Capital Company (the "Fund Manager") as of June 30, 2025, and the related statement of comprehensive income, changes in net assets attributable to the unitholders and cashflows for the six-month period ended June 30, 2025, and explanatory notes. The Fund Manager is responsible for the preparation and presentation of this interim financial information 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 this interim financial information 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 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 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 information is not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Other Matter

The financial statements for the year ended 31 December 2024 and the interim financial information for the six-month period ended 30 June 2024 were audited and reviewed respectively by other auditors who expressed an unmodified opinion on those statements and an unmodified review conclusion on that information on 26 March 2025 (corresponding to 26 Ramadan 1446H) and 8 August 2024 (corresponding to 4 Safar 1446H), respectively.

Deloitte and Touche & Co.
Chartered Accountants


AbdulRahman S. Al Suwaiygh
Certified Public Accountant
License no. 461
7 August 2025
13 Safar 1447H



SHIFA HEALTH ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)****ALL AMOUNTS PRESENTED IN (₪)**

		As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
	Notes		
<u>ASSETS</u>			
Cash and cash equivalents		62,226	523,280
Investments at fair value through profit or loss ("FVTPL")	4	56,850,549	49,070,041
Accrued special commissions income		251,816	112,048
Dividends receivable		23,010	-
Advance against allotment of securities	5	-	623,021
Total assets		57,187,601	50,328,390
<u>LIABILITIES</u>			
Management fee payable	6	100,962	175,562
Accrued expenses	8	91,896	144,798
Total liabilities		192,858	320,360
Net assets attributable to the Unitholders		56,994,743	50,008,030
Units in issue (numbers)		55,935,629	48,959,326
Net assets attributable to each unit		1.02	1.02

The accompanying notes 1 to 15 form an integral part of this interim condensed financial information.

SHIFA HEALTH ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)****ALL AMOUNTS PRESENTED IN (ﷲ)**

		For the six months for the period ended 30 June	
	Notes	2025	2024
INCOME			
Net unrealized loss on investments at FVTPL		(1,414,336)	(1,100,733)
Net realized loss on investments at FVTPL		(280,085)	(659,073)
Dividends income		902,162	456,033
Special commissions income		635,791	347,651
Total loss		(156,468)	(956,122)
EXPENSES			
Management fees	6	100,962	67,867
Other expenses	9	55,397	71,355
Total expenses		156,359	139,222
Net loss for the period		(312,827)	(1,095,344)
Other comprehensive income for the period		-	-
Total comprehensive loss for the period		(312,827)	(1,095,344)

The accompanying notes 1 to 15 form an integral part of this interim condensed financial information.

SHIFA HEALTH ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF CHANGES IN NET ASSETS (UNAUDITED)****ALL AMOUNTS PRESENTED IN (ﷲ)**

	For the six months for the period ended 30 June	
	2025	2024
Net assets attributable to the unitholders at beginning of the period	50,008,030	34,305,103
Net loss for the period	(312,827)	(1,095,344)
Other comprehensive income for the period	-	-
Total comprehensive loss for the period	(312,827)	(1,095,344)
Proceeds from issuance of units during the period	7,299,540	216,661
Net assets attributable to the unitholders at end of the period	56,994,743	33,426,420

	For the six months period ended 30 June 2025	For the six months period ended 30 June 2024
Units at beginning of the period	48,959,326	33,364,195
Units issued during the period	6,976,303	215,447
Units at end of the period	55,935,629	33,579,642

The accompanying notes 1 to 15 form an integral part of this interim condensed financial information.

SHIFA HEALTH ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)****ALL AMOUNTS PRESENTED IN (ﷲ)**

	For the six months for the period ended	
	30 June	
Notes	2025	2024
Operating activities		
Net loss for the period	(312,827)	(1,095,344)
Adjustments for:		
Net unrealized loss on investments at FVTPL	1,414,336	1,100,733
Net realized loss on investments at FVTPL	280,085	659,073
Dividends income	(902,162)	(456,033)
Net changes in operating assets and liabilities		
Purchase of investments at FVTPL	(25,801,534)	(29,431,555)
Proceeds from sale of investments at FVTPL	16,326,604	28,151,894
(Increase) decrease in accrued commissions income	(139,768)	39,513
Decrease in advance against allotment of securities	623,021	-
Increase in payable to custodian	-	146,650
(Decrease) increase in management fees payable	(74,600)	67,867
(Decrease) increase in accrued expenses	(52,902)	36,406
	(8,639,747)	(780,796)
Dividends received	879,152	459,608
Net cash flows used in operating activities	(7,760,595)	(321,188)
Financing activity		
Proceeds from issuance of units	7,299,540	216,661
Net cash flows from financing activity	7,299,540	216,661
Net decrease in cash and cash equivalents	(461,054)	(104,527)
Cash and cash equivalents at the beginning of the period	523,280	135,894
Cash and cash equivalents at the end of the period	62,226	31,367

The accompanying notes 1 to 15 form an integral part of this interim condensed financial information.

SHIFA HEALTH ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

ALL AMOUNTS PRESENTED IN (ﷲ)

30 JUNE 2025

1. INCORPORATION AND ACTIVITIES

- (a) Shifa Health Endowment Fund, (the "Fund") is an open-ended investment fund created by an agreement between Al Rajhi Capital Company (the "Fund Manager"), a wholly owned subsidiary of Al Rajhi Banking and Investment Corporation (the "Bank") and investors (the "Unitholders") in the Fund, in accordance with the Capital Market Authority ("CMA") regulations.

The address of the Fund Manager is as follows:

Al Rajhi Capital, Head Office
8467 King Fahad Road, Al Muruj District
P.O. Box 2743
Riyadh 11263
Kingdom of Saudi Arabia

The Fund is an open-ended public investment fund which aims to encourage voluntary community participation in supporting non-profit development investment and effective contribution under the concept of social solidarity to participate in supporting the Al-Shifa Health Endowment around the Kingdom of Saudi Arabia to develop and invest its assets in the Fund for the purpose of enhancing their value and developing the endowed capital for the benefit of the endowment's banks, including treating needy patients and providing health services and health insurance. The Fund Manager's participation in investing assets in all asset classes with diversified risks will be in a way that achieves the development goal of the endowed capital, with the endowment's share distributed to the "Al-Shifa Endowment" of no less than 70% of the net profits annually.

The Fund was established on 09 Dhul Qaddah 1444H (corresponding to 29 May 2023) as per notification to the Capital Market Authority (CMA) and commenced its operations on 25 Ramadan 1444H (corresponding to 16 April 2023).

The Fund has appointed Al Bilad Investment Company (the "Custodian") to act as its custodian.

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.

- (b) The Fund is governed by the Investment Fund Regulations (the "Regulations") issued by the CMA detailing the requirements for all Investment Funds within the Kingdom of Saudi Arabia. The Fund is governed by the Investment Funds Regulations (the "Regulations") issued by the Board of CMA on 3 Dhul Hijjah 1427H (corresponding to 24 December 2006) and amended by the resolution of the Board of the CMA dated 23 Dhul Qa'dah 1446H (corresponding to 21 May 2025) detailing the requirements of all funds within the Kingdom of Saudi Arabia

2. BASIS OF PREPARATION

2.1 Statement of compliance

This interim condensed financial information is 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 the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and should be read in conjunction with the Fund's last annual financial statements for the year ended 31 December 2024. The results for the six-month period end 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ended 31 December 2025.

SHIFA HEALTH ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)

ALL AMOUNTS PRESENTED IN (ﷲ)

30 JUNE 2025

2. BASIS OF PREPARATION (CONTINUED)

2.2 Basis of measurement

This interim condensed financial information has been prepared on a historical cost basis, using the accrual basis of accounting except for investments carried at FVTPL that were measured at fair value. The Fund presents its interim condensed statement of financial position in the order of liquidity. All balances are classified as current. The Fund can recover or settle all its assets and liabilities within 12 months from the reporting date.

2.3 FUNCTIONAL AND PRESENTATION CURRENCY

This interim condensed financial information is presented in Saudi Arabian Riyal ("ﷲ"), which is the Fund's functional currency. All amounts have been rounded to the nearest ﷲ, unless otherwise indicated.

2.4 USE OF JUDGMENTS AND ESTIMATES

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

There are no significant estimates or judgements involved in the preparation of financial information, that might have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next accounting period. The Fund based its assumptions and estimates on parameters available when the interim condensed financial information was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Fund. Such changes are reflected in the assumptions when they occur.

2.5 GOING CONCERN

The Fund Manager has assessed the Fund's ability to continue as a going concern and is satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, the Fund Manager is not aware of any material uncertainties that may cast significant doubt on the Fund's ability to continue as a going concern.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies used in the preparation of this interim condensed financial information is consistent with those used in the preparation of the financial statements for the year ended 31 December 2024 except for the adoption of the following amendments to IFRS explained below which became applicable for annual reporting periods commencing on or after January 1, 2025. The Fund Manager has assessed that the below amendments have no significant impact on the financial statements.

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NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

ALL AMOUNTS PRESENTED IN (﷼)

30 JUNE 2025

3. MATERIAL ACCOUNTING POLICIES (CONTINUED)

The Fund has adopted the following amendments, interpretations and revisions to existing standards, which were issued by the IASB and are applicable from January 1, 2025:

New and revised IFRS Accounting Standard

Summary

Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates relating to Lack of Exchangeability The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not.

Other than the above, there are no other significant IFRS Accounting Standards and amendments that were effective for the first time for the financial year beginning on or after 1 January 2025.

The listing of standards and interpretations issued which the Fund reasonably expects to be applicable at a future date are as follows. The Fund is currently assessing the impact of these standards and interpretations and intends to adopt these when they become effective.

<u>New and revised IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to IFRS 9 <i>Financial Instruments</i> and IFRS 7 <i>Financial Instruments: Disclosures</i> regarding the classification and measurement of financial instruments The amendments address matters identified during the post-implementation review of the classification and measurement requirements of IFRS 9.	1 January 2026
Amendments to IFRS 9 <i>Financial Instruments</i> and IFRS 7 <i>Financial Instruments: Disclosures</i> regarding purchase power arrangements The amendments aim at enabling entities to include information in their financial statements that in the IASB's view more faithfully represents contracts referencing nature-dependent electricity.	1 January 2026

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NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)

ALL AMOUNTS PRESENTED IN (﷼)

30 JUNE 2025

3. MATERIAL ACCOUNTING POLICIES (CONTINUED)

Annual improvements to IFRS Accounting Standards - Volume 11

1 January 2026

The pronouncement comprises the following amendments:

- IFRS 1: Hedge accounting by a first-time adopter
- IFRS 7: Gain or loss on derecognition
- IFRS 7: Disclosure of deferred difference between fair value and transaction price
- IFRS 7: Introduction and credit risk disclosures
- IFRS 9: Lessee derecognition of lease liabilities
- IFRS 9: Transaction price
- IFRS 10: Determination of a “de facto agent”
- IAS 7: Cost method

IFRS 18 *Presentation and Disclosures in Financial Statements*

1 January 2027

IFRS 18 includes requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements to help ensure they provide relevant information that faithfully represents an entity’s assets, liabilities, equity, income and expenses.

IFRS 19 *Subsidiaries without Public Accountability: Disclosures*

1 January 2027

IFRS 19 specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other IFRS Accounting Standards.

Amendments to IFRS 10 *Consolidated Financial Statements* and IAS 28 *Investments in Associates and Joint Ventures (2011)*

Effective date deferred indefinitely.
Adoption is still permitted.

The amendments relate to the treatment of the sale or contribution of assets from an investor to its associate or joint venture

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****4. INVESTMENTS AT FVTPL**

The composition of the Fund's investment portfolio is as follows:

30 June 2025 (Unaudited)				
	Cost	Fair Value	% of Fair value	Unrealised gain / (loss)
<u>Investments</u>				
Investment in mutual funds (Note 4.1)	17,093,064	16,662,086	29.31%	(430,978)
Equity securities (Note 4.2)	20,538,921	19,446,684	34.21%	(1,092,237)
Sukuk (Note 4.3)	20,626,276	20,741,779	36.48%	115,503
	58,258,261	56,850,549	100.00%	(1,407,712)
31 December 2024 (Audited)				
	Cost	Fair Value	% of Fair value	Unrealised gain / (loss)
<u>Investments</u>				
Investment in mutual funds ((Note 4.1)	17,801,384	17,627,479	35.92%	(173,905)
Equity securities (Note 4.2)	17,262,033	17,442,562	35.55%	180,529
Sukuk (Note 4.3)	14,000,000	14,000,000	28.53%	--
Total	49,063,417	49,070,041	100.00%	6,624

4.1 The composition of the Fund's investment portfolio in the units of mutual funds is as follows:

30 June 2025 (Unaudited)				
	Cost	Fair Value	% of Fair value	Unrealised gain / (loss)
<u>Name of Funds</u>				
Al Rajhi Awaeed Fund*	5,325,062	5,347,523	32.09%	22,461
Al Rajhi Indirect Financing Fund 2*	2,790,000	2,790,000	16.74%	-
Al Rajhi Indirect Financing Fund*	2,694,943	2,695,562	16.18%	619
Riyad Financing Fund III	1,553,893	1,556,552	9.34%	2,659
Al Rajhi REIT Fund*	1,499,294	1,402,910	8.42%	(96,384)
AL Maather REIT Fund	1,012,713	1,001,777	6.01%	(10,936)
SEDCO Capital REIT Fund	1,105,792	825,951	4.96%	(279,841)
Al Rajhi Real Estate Monthly Distributions Fund*	646,264	611,819	3.67%	(34,445)
Bonyan REIT Fund	465,103	429,992	2.58%	(35,111)
Total	17,093,064	16,662,086	100.00%	(430,978)

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****4. INVESTMENTS AT FVTPL (CONTINUED)**

Name of Funds	31 December 2024 (Audited)			
	Cost	Fair Value	% of Fair value	Unrealised gain / (loss)
Al Rajhi Monthly Distribution Fund 2*	3,795,000	3,857,718	21.88%	62,718
Al Rajhi Real Estate Monthly Distributions Fund*	3,795,000	3,704,096	21.01%	(90,904)
Al Rajhi Indirect Financing Fund*	3,309,865	3,309,865	18.78%	--
Riyad Financing Fund III	1,674,918	1,686,795	9.57%	11,877
Al Rajhi REIT Fund*	1,499,294	1,409,655	8.00%	(89,639)
Al Rajhi Awaeed Fund*	1,143,699	1,151,379	6.53%	7,680
Al Maather REIT Fund	1,012,713	1,054,034	5.98%	41,321
SEDCO Capital REIT Fund	1,105,792	989,961	5.62%	(115,831)
Bonyan REIT Fund	465,103	463,976	2.63%	(1,127)
Total	17,801,384	17,627,479	100.00%	173,905

* A fund managed by the fund manager.

4.2 The composition of the Fund's equity securities investments portfolio by industry sector is as follows:

Investments (by sectors)	30 June 2025 (Unaudited)			
	Cost	Fair Value	% of Fair value	Unrealised gain / (loss)
Financials	5,141,807	4,849,769	24.94%	(292,038)
Energy	3,562,469	3,139,346	16.14%	(423,123)
Materials	2,695,758	2,470,144	12.70%	(225,614)
Telecommunication Services	2,381,514	2,434,303	12.52%	52,789
Real Estate	1,850,864	1,790,796	9.21%	(60,068)
Industrials	1,280,041	1,460,382	7.51%	180,341
Information Technology	1,083,347	1,212,817	6.24%	129,470
Utilities	1,265,631	909,284	4.68%	(356,347)
Health Care	663,146	676,797	3.48%	13,651
Consumer Discretionary	603,877	496,122	2.55%	(107,755)
Consumer Staples	10,467	6,924	0.04%	(3,543)
Total	20,538,921	19,446,684	100.00%	(1,092,237)

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****4. INVESTMENTS AT FVTPL (CONTINUED)**

	31 December 2024 (Audited)		
	Cost	Fair Value	% of Fair value Unrealised gain / (loss)
<u>Investments (by sectors)</u>			
Financial	4,047,575	4,008,099	22.98%
Energy	2,833,206	2,800,024	16.05%
Material	2,145,002	2,067,677	11.85%
Information Technology	1,584,317	1,974,665	11.32%
Telecommunication Service	1,819,403	1,723,574	9.88%
Real Estate	1,565,917	1,488,706	8.53%
Industrial	1,045,603	1,162,338	6.66%
Utilities	987,462	955,620	5.48%
Healthcare	719,692	736,680	4.22%
Consumer Discretionary	346,180	396,000	2.27%
Consumer Staples	167,676	129,179	0.76%
Total	17,262,033	17,442,562	100.00%

4.3 The composition of investment in Sukuk is as follows:

<u>Description</u>	<u>Maturity date</u>	<u>Fair value as at 30 June 2025</u>
Rawabi Holding Sukuk Series 4	12-Nov-25	250,000
Rawabi Sukuk Series 8 sukuk	31-Mar-27	2,000,000
Riyad Bank Tier 1 Sukuk	5-Oct-27	4,000,000
Rawabi Holding Series 14	28-Jan-28	2,500,000
Arabian Centers Sukuk III	6-Mar-29	2,692,279
Saudi German Health Sukuk	6-Mar-29	2,299,500
Bank Al Jazira Tier 1 Capital Sukuk	21-Jun-28	2,000,000
Bank Al Jazira Sukuk Tier 1	15-Jan-30	2,000,000
Saudi National Bank Tier 1 Sukuk 2022	15-Sep-27	3,000,000
Total		20,741,779

These carry profit rate ranging from 5.00% to 9.50% per annum.

<u>Description</u>	<u>Maturity date</u>	<u>Fair value as at 31 December 2024</u>
Rawabi Holding Sukuk Series 3	15-Mar-25	2,250,000
Rawabi Holding Sukuk Series 4	12-Nov-25	250,000
Riyad Bank Tier 1 Sukuk	5-Oct-27	4,000,000
Rawabi Holding Series 14	28-Jan-28	2,500,000
Saudi National Bank Tier 1 Sukuk 2022	Perpetual	3,000,000
Bank Al Jazira Tier 1 Capital Sukuk	Perpetual	2,000,000
Total		14,000,000

These carry profit rate ranging from 7.20% to 7.65% per annum.

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****5. ADVANCE AGAINST ALLOTMENT OF SECURITIES**

This represents investment in IPO subscription of companies engaged in healthcare equipment and consumer discretionary sector within the Kingdom of Saudi Arabia. These shares were subsequently allotted to subscribers on 7 January 2025 and 8 January 2025, respectively.

6. MANAGEMENT FEES

The Fund pays the Fund Manager a management fee, subject to VAT charges of 15%, which is calculated as the lower of 0.4% per annum of the net assets value at each valuation day or 10% of the total annual return before fees and expense. The fee is intended to compensate the Fund Manager for the administration of the Fund.

7. RELATED PARTY TRANSACTIONS AND BALANCES

The related parties of the Fund include the Bank, the Fund Manager, the Fund Board, other funds managed by the Fund Manager and employees of the same. In the ordinary course of its activities, the Fund transacts business with the related parties.

In addition to transactions disclosed elsewhere in this interim condensed financial information, the Fund entered into the following transactions with related parties during the period. These transactions were carried out on the basis of approved terms and conditions of the Fund.

Related Party	Nature of transaction	For the six months period ended 30 June 2025	for the six months period ended 30 June 2024
Al Rajhi Capital Company – The fund manager	Management fee	100,962	67,867
The fund board	Fund board fee to the members of the board	14,877	14,918

Balances arising from the above transactions with related parties are as follows:

Related Party	Nature of relationship	Nature of transaction	30 June 2025	31 December 2024
Al Rajhi Capital Company	The fund manager	Management fee payable	100,962	175,562
The Fund Board	The fund board	Fund Board fee payable to members of the Board	14,877	60,000

8. ACCRUED EXPENSES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Benchmark fee	45,587	30,475
Fund Board fee	14,877	60,000
Professional fee	5,749	20,700
Zakat advisory fee	2,851	16,100
Other accrued expenses	22,832	17,523
Total	91,896	144,798

SHIFA HEALTH ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****9. OTHER EXPENSES**

	For the period ended 30 June 2025	For the period ended 30 June 2024
Benchmark fee	15,112	15,155
Audit fee	5,749	17,108
Others	34,536	39,092
	55,397	71,355

10. FAIR VALUE MEASUREMENT

The fair value for financial instruments traded in active markets is based on quoted market prices at the close of trading on the financial reporting date. Instruments for which no sales were reported on the valuation day are valued at the most recent bid price.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The carrying value less impairment provision of financial instruments carried at amortized cost are assumed to approximate their fair values.

The fair value hierarchy has the following levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

The Fund values securities that are traded / reported on stock exchange at their last reported prices. To the extent that securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy. For reported NAV of non – traded open ended mutual funds they are categorized in Level 2 of the fair value hierarchy.

Fair value hierarchy – Financial instruments measured at fair value

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the interim condensed statement of financial position. All below fair value measurements are recurring.

	30 June 2025 (Unaudited)				
	Carrying Value	Level 1	Level 2	Level 3	Total
Investments measured at FVTPL	56,850,549	40,188,463	16,662,086	--	56,850,549
	56,850,549	40,188,463	16,662,086	--	56,850,549

SHIFA HEALTH ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****10. FAIR VALUE MEASUREMENT (CONTINUED)**

	31 December 2024 (Audited)				Total
	Carrying Value	Level 1	Level 2	Level 3	
Investments measured at FVTPL	49,070,041	21,360,188	27,709,853	--	49,070,041
	49,070,041	21,360,188	27,709,853	--	49,070,041

During the period, there were no transfer between the fair value hierarchy.

Other financial instruments such as cash and cash equivalents, accrued special commission income, dividend receivable, payable to custodian, management fee payable and accrued expenses are short-term financial assets and financial liabilities whose carrying amounts are approximate to their fair value, because of the short-term nature and high credit quality of counterparties. Cash and cash equivalents are classified under level 1, while the remaining financial assets and liabilities are classified under level 3.

11. MATURITY ANALYSIS OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES

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

	Within 12 months	After 12 months	Total
As at 30 June 2025 (Unaudited)			
<u>Assets</u>			
Cash and cash equivalents	62,226	-	62,226
Investment at FVTPL	56,850,549	-	56,850,549
Advance against allotment of securities	-	-	-
Dividends Receivables	23,010	-	23,010
Accrued special commission income	251,816	-	251,816
Total assets	57,187,600	-	57,187,600
<u>Liabilities</u>			
Management fee payable	100,962	-	100,962
Accrued expenses	91,896	-	91,896
Total liabilities	192,858	-	192,858

SHIFA HEALTH ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****11. MATURITY ANALYSIS OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES (CONTINUED)**

	Within 12 months	After 12 months	Total
As at 31 December 2024 (Audited)			
<u>Assets</u>			
Cash and cash equivalents	523,280	-	523,280
Investments at FVTPL	49,070,041	-	49,070,041
Advance against allotment of securities	623,021	-	623,021
Accrued special commission income	112,048	-	112,048
Total Assets	<u>50,328,390</u>	<u>-</u>	<u>50,328,390</u>
<u>Liabilities</u>			
Management fee payable	175,562	-	175,562
Accrued expenses	<u>144,798</u>	<u>-</u>	<u>144,798</u>
Total liabilities	<u>320,360</u>	<u>-</u>	<u>320,360</u>

12. EVENTS AFTER THE END OF THE REPORTING PERIOD

There are no events subsequent to the reporting date which require adjustments of or disclosure in the interim condensed fi or notes thereto.

13. COMPARTIVE FIGURES

Certain prior period figures have been reclassified to conform to the current period's presentation.

14. LAST VALUATION DAY

The last valuation day of the period was 30 June 2025 (2024: 31 December 2024).

15. APPROVAL OF THE INTERIM CONDENSED FINANCIAL INFORMATION

This interim condensed financial information was approved by the fund manager on 6 August 2025 (corresponding to 12 Safar 1447H).