

**AUDI INCOME FUND
(AN OPEN-ENDED MUTUAL FUND MANAGED BY
AUDI CAPITAL COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT TO THE
UNITHOLDERS AND THE FUND MANAGER**

FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

Audi Income Fund
An open-ended mutual fund
(Managed by Audi Capital Company)

Interim Condensed Financial Statements (Unaudited)
For the six-month period ended 30 June 2022

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Report on review of interim condensed financial statements

To the Unitholders and the Fund Manager of
Audi Income Fund

Introduction

We have reviewed the accompanying interim statement of financial position of Audi Income Fund (the "Fund") as of 30 June 2022 and the related interim statements of comprehensive income, changes in equity attributable to the unitholders and cash flows for the six-month period then ended and other explanatory notes. Fund Manager is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34 - *"Interim Financial Reporting"* (IAS 34), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, *"Review of Interim Financial Information performed by the Independent Auditor of the Entity"*, as endorsed in the Kingdom of Saudi Arabia. A review of interim financial 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, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Ali A. Alotaibi
License Number 379

16 August 2022



Audi Income Fund
An open-ended mutual fund
(Managed by Audi Capital Company)

INTERIM STATEMENT OF FINANCIAL POSITION

(All amounts in USD Dollars unless otherwise stated)

		As at 30 June 2022 (Unaudited)	As at 31 December 2021 (Audited)
	Note		
ASSETS			
Cash and cash equivalents		40,887	6,924
Investments held at fair value through profit or loss (FVTPL)	5	5,453,649	5,895,757
Due from a broker for securities sold		198,236	-
Special commission receivable and other assets		58,744	69,045
TOTAL ASSETS		5,751,516	5,971,726
LIABILITIES			
Due to a broker for securities purchased		177,269	-
Management fee payable	7	3,425	3,825
Custody and administration fee payable		2,630	2,716
Accrued expenses	8	30,229	37,052
TOTAL LIABILITIES		213,553	43,593
Equity attributable to the Unitholders		5,537,963	5,928,133
Units in issue		622,265	625,689
Equity per unit in USD Dollars		8.8997	9.4746

The accompanying notes from 1 to 16 form an integral part of these interim condensed financial statements.

Audi Income Fund
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INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

(All amounts in USD Dollars unless otherwise stated)

		For the six-month period ended	
		30 June	
	Note	2022	2021
INCOME			
Net (loss) / gain from investments held at FVTPL	6	(289,865)	23,663
Special commission income		127,044	154,194
TOTAL (LOSS) / INCOME		(162,821)	177,857
EXPENSES			
Management fee expense	7	(21,149)	(25,927)
Other expenses	9	(39,276)	(41,629)
TOTAL EXPENSES		(60,425)	(67,556)
NET (LOSS) / INCOME FOR THE PERIOD		(223,246)	110,301
OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD		(223,246)	110,301

The accompanying notes from 1 to 16 form an integral part of these interim condensed financial statements.

Audi Income Fund
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INTERIM STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO THE UNITHOLDERS (UNAUDITED)

(All amounts in USD Dollars unless otherwise stated)

	Note	For the six-month period ended 30 June	
		2022	2021
EQUITY ATTRIBUTABLE TO THE UNITHOLDERS AT THE BEGINNING OF THE PERIOD		5,928,133	7,387,654
CHANGES FROM OPERATIONS			
Total comprehensive (loss) / income for the period		(223,246)	110,301
CHANGES FROM UNIT TRANSACTIONS			
Proceeds from units issued during the period		-	15,818
Value of units redeemed during the period		(31,771)	(388,072)
Dividend paid during the period	10	(135,153)	(188,436)
EQUITY ATTRIBUTABLE TO THE UNITHOLDERS AT THE END OF THE PERIOD		5,537,963	6,937,265

Transactions in units for the period ended 30 June are summarised as follows:

	For the six-month period ended 30 June	
	2022 Units	2021 Units
UNITS AT THE BEGINNING OF THE PERIOD	625,689	754,052
Units issued during the period	-	1,642
Units redeemed during the period	(3,424)	(40,000)
Net changes from unit transactions	(3,424)	(38,358)
UNITS AT THE END OF THE PERIOD	622,265	715,694

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Audi Income Fund
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INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)

(All amounts in USD Dollars unless otherwise stated)

		For the six-month period ended	
	Note	30 June	
		2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income from operations		(223,246)	110,301
<i>Adjustment to reconcile (loss) / income for the period to net cash flows generated from / (used in) operating activities:</i>			
Net movement in unrealised loss / (gain) on investments at FVTPL	6	278,224	(31,328)
		54,978	78,973
<i>Working capital adjustments:</i>			
Investments at FVTPL		163,884	496,362
Due from a broker for securities sold		(198,236)	-
Special commission receivables and other assets		10,301	(2,931)
Due to a broker for securities purchased		177,269	-
Management fee payable		(400)	4,012
Custody and administration fee payable		(86)	(80)
Accrued expenses		(6,823)	985
Net cash generated from operating activities		200,887	577,321
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of units		-	15,818
Payments against units redeemed		(31,771)	(388,072)
Dividend paid	10	(135,153)	(188,436)
Net cash used in financing activities		(166,924)	(560,690)
NET CHANGE IN CASH AND CASH EQUIVALENTS		33,963	16,631
Cash and cash equivalents at the beginning of the period		6,924	135,266
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		40,887	151,897
SUPPLEMENTAL INFORMATION			
Purchases of investments		177,269	1,863,950
Sales of investments		341,153	2,360,312

The attached notes 1 to 16 form an integral part of these interim condensed financial statements.

Audi Income Fund
An open-ended mutual fund
(Managed by Audi Capital Company)
Notes to the interim condensed financial statements (Unaudited)
For the six-month period ended 30 June 2022

(All amounts in USD Dollars unless otherwise stated)

1 GENERAL

Audi Income Fund (the “Fund”) is an open-ended fund created by an agreement between Audi Capital Company (the “Fund Manager”) and investors (the “Unitholders”) in the Fund. The Fund was established on 5 Jumada Al-Akhirah 1440H (corresponding to 10 February 2019) as per approval from the Capital Market Authority (“CMA”) and commenced its operations on 6 Sha’ban 1440H (corresponding to 11 April 2019).

The objective of the Fund is to distribute income to its unitholders through investing in local, regional market and international sukuk.

The Fund has appointed HSBC Saudi Arabia to act as its custodian (the “Custodian”) and administrator (the “Administrator”). The fees of the custodian’s and administrator’s services are paid by the Fund

The address of the Fund Manager is as

follows: Audi Capital Company
Centria Building - 3rd Floor - 2908 Prince Muhammad Ibn Abdulaziz Road
Al Olaya - Unit No. 28, Ar Riyadh 12241-6055
Kingdom of Saudi Arabia

2 REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (“IFR”) published by the Capital Market Authority (CMA) on 3 Dhul Hijja 1427H (corresponding to 24 December 2006) as amended on 12 Rajab 1442H (corresponding to 24 February 2021), which details the requirements for all funds in the Kingdom of Saudi Arabia.

3 BASIS OF PREPARATION

3.1 Statement of compliance

These interim condensed financial statements of the Fund have been prepared in accordance with International Accounting Standard (IAS) 34 - Interim Financial Reporting that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncement issued by the Saudi Organization for Chartered and Professional Accountants (SOCPA) and should be read in conjunction with the Fund’s last annual financial statement for the year ended 31 December 2021. The results for the six-month period ended 30 June 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

3.2 Basis of measurement

These interim condensed financial statements have been prepared under the historical cost convention, using the accrual basis of accounting except for investments held at fair value through profit or loss (FVTPL) which are carried at their fair value. The Fund presents its interim statement of financial position in the order of liquidity.

3.3 Functional and Presentation Currency

Items included in the interim condensed financial statements are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). These interim condensed financial statements are presented in USD Dollars (“USD”) which is the Fund’s functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into USD using the exchange rates prevailing at the date of transactions. Foreign currency assets and liabilities are translated into USD using the exchange rates prevailing at date of the interim statement of financial position. Foreign exchange gains and losses, if any, arising from translation are included in the interim statement of comprehensive income.

Audi Income Fund
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(All amounts in USD Dollars unless otherwise stated)

4 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies, estimates and assumptions used in the preparation of these interim condensed financial statements are consistent with those used and disclosed in the annual financial statements of the Fund for the year ended 31 December 2021. Certain new standards, amendments and interpretations apply for the first time in 2022, as mentioned below, but do not have an impact on the interim condensed financial statements of the Fund.

There are other several amendments and interpretations that are issued, but not yet effective, up to the date of issuance of the Fund's interim condensed financial statements. The management believe that these no significant impact on the interim condensed financial statements of the Fund. The Fund intends to adopt those amendments and interpretations, if applicable, when effective.

New standards, interpretations and amendments adopted by the Fund

The International Accounting Standard Board (IASB) has issued following accounting standards, amendments, which were effective from periods on or after January 1, 2022.

- Amendments to IAS 37 - 'Provisions, contingent liabilities and contingent assets' specify which costs a company includes when assessing whether a contract will be loss-making;
- Amendments to IAS 16 - 'Property, plant and equipment' prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognise such sales proceeds and related cost in statement of income;
- Amendments to IFRS 3 - 'Business combinations' update a reference in IFRS 3 to the Conceptual Framework for Financial Reporting without changing the accounting requirements for business combinations; and
- Annual improvements make minor amendments to IFRS 1, 'First-time Adoption of IFRS', IFRS 9, 'Financial instruments', IAS 41, 'Agriculture' and the Illustrative Examples accompanying IFRS 16, 'Leases'.

The listing of standards and interpretations issued, which the Fund reasonably expects to be applicable at a future date are as follows.

Standard/ Interpretation	Description	Effective from periods beginning on or after
Amendments to IAS 1	Classification of Liabilities as Current or Non-current	January 1, 2024
Amendments to IAS 1 and IFRS Practice Statement 2	Disclosure of Accounting Policies	January 1, 2023
Amendments to IAS 8	Definition of Accounting Estimates	January 1, 2023
Amendments to IAS12	Deferred Tax related to Assets and Liabilities arising from a Single Transaction	January 1, 2023

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(All amounts in USD Dollars unless otherwise stated)

5 INVESTMENTS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

The composition of the investment's portfolio on the last valuation day of the period is summarised below:

30 June 2022 (Unaudited)				
	% of Market Value	Cost	Market value	Cumulative unrealised gain/(loss)
Investments in Sukuks	87%	4,883,679	4,746,254	(137,425)
Murahaba Placements	13%	707,268	707,395	127
	100%	5,590,947	5,453,649	(137,298)

The composition of the investment's portfolio as at 31 December 2021 is summarised below:

31 December 2021 (Audited)				
	% of Market Value	Cost	Market Value	Unrealised gain/(loss)
Investments in Sukuks	96%	5,514,889	5,656,038	141,149
Murahaba Placement	4%	239,942	239,719	(223)
	100%	5,754,831	5,895,757	140,926

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5 INVESTMENTS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)
(continued)

The composition of investments in Sukuks as at 30 June, is summarised below:

Investment name	Maturity date	30 June 2022 (Unaudited)
Sukuk		
Mazoon Assets Co SAOC	8 November 2027	398,958
Mumtalakat Sukuk Holding Co	27 February 2024	306,000
ICD Sukuk Co Ltd	1 February 2027	302,264
Saudi Electricity Global Sukuk	27 January 2024	302,024
Oman Sovereign Sukuk SAOC	1 June 2024	296,406
Arabian Centres Sukuk Ltd	26 November 2024	287,250
Dar Al Arkan Sukuk Co Ltd	21 March 2023	251,423
Dar AlArkan Sukuk Co Ltd	26 February 2027	243,438
Tabreed Sukuk Spc Ltd	31 October 2025	207,667
Adib Capital Invest	20 September 2023	206,244
DIB Tier 1 Sukuk 3 Ltd	22 January 2025	204,000
MAF Sukuk Ltd	14 May 2029	201,250
KIB Tier 1 Sukuk Ltd	10 June 2024	200,500
DIFC Sukuk	12 November 2024	200,490
Mumtalakat Sukuk Holding Co	21 January 2027	195,750
Nogaholding Sukuk Ltd	8 April 2029	194,000
Emaar Sukuk Ltd	15 September 2026	193,383
MAR Sukuk Ltd	2 September 2025	191,039
QIB Sukuk Ltd	27 October 2025	187,568
SA Global Sukuk Ltd	17 January 2031	176,600
		4,746,254
Murabaha Placement		
ALK SAHTD518	26 July 2022	490,870
ALK SAHTD517	28 July 2022	216,525
		707,395
TOTAL		5,453,649

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5 INVESTMENTS HELD AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)
(continued)

The composition of investments in Sukuks as at 31 December, is summarised below:

Investment name	Maturity date	31 December 2021 (Audited)
<i>Sukuk</i>		
Mazoon Assets Co SAOC	11 August 2027	420,528
Mumtalakat Sukuk Holding Co	21 January 2027	410,500
ICD Sukuk Co Ltd	2 January 2027	326,540
Saudi Electricity Global Sukuk	27 January 2024	317,459
Mumtalakat Sukuk Holding Co	27 February 2024	316,875
Oman Sovereign Sukuk SAOC	6 January 2024	310,656
Arabian Centres Sukuk Ltd	26 November 2024	302,250
Dar AlArkan Sukuk Co Ltd	26 February 2027	260,625
Dar Al Arkan Sukuk Co Ltd	21 March 2023	258,739
Tabreed Sukuk Spc Ltd	31 October 2025	226,322
MAF Sukuk Ltd	14 May 2029	223,000
Nogaholding Sukuk Ltd	4 August 2029	214,500
DP World Crescent Ltd	18 June 2029	213,439
DIFC Sukuk Co Ltd	11 December 2024	213,275
Adib Capital Invest	20 September 2023	211,910
DIB Tier 1 Sukuk 3 Ltd	22 January 2025	211,750
Emaar Sukuk Ltd	15 September 2026	207,573
KIB Tier 1 Sukuk Ltd	10 June 2024	207,500
MAR Sukuk Ltd	9 February 2025	201,690
QIB Sukuk Ltd	27 October 2025	201,142
Saudi Electricity Global Sukuk	17 September 2030	200,840
Fab Sukuk Co Ltd	14 January 2026	198,925
		<u>5,656,038</u>
<i>Murabaha Placement</i>		
ALK SAHTD0001	30 January 2022	239,719
		<u>239,719</u>
TOTAL		<u>5,895,757</u>

6. NET (LOSS) / GAIN FROM INVESTMENTS HELD AT FVTPL

	For the six-month period ended	
	30 June 2022	30 June 2021
Realized loss from sale of investments held at FVTPL	(11,641)	(7,665)
Unrealized (loss) / gain from revaluation of investments held at FVTPL	(278,224)	31,328
	(289,865)	23,663

7. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Fund comprise Audi Capital (being the Fund Manager), the Fund Board and administrator of the Fund and mutual funds managed by the Fund Manager.

In the ordinary course of its activities, the Fund transacts business with Fund Manager and related parties. Related party transactions are governed by limits set by the regulations issued by CMA. All the related party transactions are undertaken at mutually agreed prices and approved by the Fund Manager. These transactions were carried out on the basis of approved Terms and Conditions of the Fund.

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7 TRANSACTIONS WITH RELATED PARTIES (continued)

During the period, the Fund entered into the following transaction with related parties in the ordinary course of business:

Related Party	Relationship	Nature of transaction	Amount of transaction for the six-month period ended 30 June		Closing balance payable As at	
			2022	2021	30 June 2022 (Unaudited)	31 December 2021 (Audited)
Audi Capital	Fund Manager	Fund management fee	21,149	25,927	(3,425)	(3,825)

Management fee and other transactions

The Fund pays a management fee calculated at an annual rate of 0.75% (2021: 0.75%) of the net asset value. The calculation of the management fee is done on a daily basis and the payment is made on the first valuation day of the following month.

Expenses paid by the Fund Manager on behalf of the Fund are reimbursed from the Fund.

Management fee expenses is disclosed in the inteirm statement of comprehensive income while advisory board compensation is disclosed in note 9 to the interim condensed financial statements. Management fee payable is disclosed on the interim statement of financial position.

Trade transactions on the Saudi Exchange are executed through the Fund Manager.

Units held by related parties

The Unitholders' account as at 30 June 2022 included 363,227 units (31 December 2021: 363,227 units), held by affiliates of the Fund Manager.

8 ACCRUED EXPENSES

	As at 30 June 2022 (Unaudited)	As at 31 December 2021 (Audited)
Shariah fee accrual	21,721	21,721
Accrued audit fees	5,951	8,000
Benchmark S&P Index Fee	1,553	5,083
Other	1,004	2,248
	30,229	37,052

9 OTHER EXPENSES

	For the six-month period ended	
	30 June 2022	30 June 2021
Custody fee	7,935	7,935
Adminstration fee	7,935	7,935
VAT expense	6,571	7,299
Shariah fee	3,967	3,967
Benchmark fee	3,471	3,471
Board fee	1,379	3,111
Other	8,018	7,911
	39,276	41,629

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10 DIVIDEND

The Fund distributed the following dividend during the period ended 30 June 2022:

Date of distribution	Total amount of dividend
12 January 2022	61,293
11 April 2022	73,860
	<u>135,153</u>

The Fund distributed the following dividend during the period ended 30 June 2021:

Date of distribution	Total amount of dividend
8 January 2021	96,136
8 April 2021	92,300
	<u>188,436</u>

11 FAIR VALUES OF FINANCIAL INSTRUMENTS

The Fund has only investments at fair value through profit or loss which is measured at fair values and are classified within level 2 of the fair value hierarchy. Management believes that the fair value of all other financial assets and liabilities at the reporting date approximate their carrying values owing to their short-term tenure and the fact that these are readily liquid. There were no transfers between various levels of fair value hierarchy during the current year or prior period.

12 MATURITY ANALYSIS OF ASSETS AND LIABILITIES

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

	Within 12 months	After 12 months	Total
As at 30 June 2022 (Unaudited)			
ASSETS			
Cash and cash equivalents	40,887	-	40,887
Investments held at FVTPL	958,818	4,494,831	5,453,649
Due from a broker for securities sold	198,236	-	198,236
Special commission receivable and other assets	58,744	-	58,744
TOTAL ASSETS	<u>1,256,685</u>	<u>4,494,831</u>	<u>5,751,516</u>
LIABILITIES			
Due to a broker for securities purchased	177,269	-	177,269
Management fee payable	3,425	-	3,425
Custody and administration fee payable	2,360	-	2,360
Accrued expenses	30,498	-	30,498
TOTAL LIABILITIES	<u>213,553</u>	<u>-</u>	<u>213,553</u>

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12 MATURITY ANALYSIS OF ASSETS AND LIABILITIES (continued)

	Within 12 months	After 12 months	Total
As at 31 December 2021 (Audited)			
ASSETS			
Cash and cash equivalents	6,924	-	6,924
Investments at FVTPL	710,208	5,185,549	5,895,757
Special commission receivable and other assets	69,045	-	69,045
TOTAL ASSETS	786,177	5,185,549	5,971,726
LIABILITIES			
Management fee payable	3,825	-	3,825
Custody and administration fee payable	2,716	-	2,716
Accrued expenses	37,052	-	37,052
TOTAL LIABILITIES	43,592	-	43,592

13 FINANCIAL RISK MANAGEMENT

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Fund does not have a formal internal grading mechanism. Credit risk is managed and controlled by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing the creditworthiness of counterparties. Credit risks are generally managed on the basis of external credit ratings of the counterparties. The Fund Manager seeks to limit its credit risk by monitoring credit exposure and by dealing with reputed counterparties.

The table below shows the Fund's maximum exposure to credit risk for the components of the statement of financial position at each reporting date.

	As at 30 June 2022 (Unaudited)	As at 31 December 2021 (Audited)
Cash and cash equivalents	40,887	6,924
Investments FVTPL	5,453,649	5,895,757
Due from a broker for securities sold	198,236	-
Special commission receivable and other assets	58,744	69,045
	5,751,516	5,971,726

All accrued special commission are expected to be received in six months or less. The management has conducted a review for allowance for impairment as required under IFRS 9 and based on such assessment, the management believes that there is no significant impairment allowance is required.

Credit risk on bank balances is limited as these are held with banks with sound credit ratings.

Management believes that receivable from investment sold does not pose any significant credit risk for the Fund.

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in releasing funds to meet commitments associated with financial liabilities that are settled by delivering cash or another financial asset.

The Fund's terms and conditions provide for the terms of subscriptions and redemptions of units and it is, therefore, exposed to the liquidity risk of meeting Unitholder redemptions. The Fund's investments are considered to be readily realizable. The Fund Manager monitors the liquidity requirements on a regular basis and seeks to ensure that sufficient funds are available to meet any commitments as they arise.

The undiscounted value of the financial liabilities of the Fund at the reporting date approximate their carrying values and are all settled within one year from the reporting date.

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13 FINANCIAL RISK MANAGEMENT (continued)

Market risk

Market risk is the risk that changes in market prices - such as foreign exchange rates and special commission rates will affect the Fund's income or the fair value of its holdings in financial instruments.

The following table demonstrates the sensitivity of the Fund's statement of comprehensive income for the period to a reasonably possible change in market values, with all other variables held constant. The Fund's strategy for the management of market risk is driven by the Fund's investment objective as per Fund's terms and conditions. The Fund's market risk is managed on a timely basis by the Fund Manager in accordance with the policies and procedures in place. The Fund's market positions are monitored on a timely basis by the Fund Manager.

	Impact on statement of comprehensive income
Change in market value	
For the period ended 30 June 2022	
Increase by 5%	272,682
Decrease by 5%	(272,682)
For the year ended 31 December 2021	
Increase by 5%	294,788
Decrease by 5%	(294,788)

Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Fund invests in financial instruments and enters into transactions that are denominated in USD Dollar, which is the Fund's functional currency, and therefore management believes that the Fund is not exposed to any significant currency risk.

The Fund's currency risk is managed on a timely basis by the Fund Manager in accordance with the policies and procedures in place.

Special commission rate risk

Special commission rate risk is the risk that the financial instruments will fluctuate due to changes in the market special commission rates. The Fund is subject to special commission rate risk or future risks on its special commission bearing assets including its investments in Sukuk.

The following table demonstrates the sensitivity of the Fund's statement of comprehensive income for the period to a reasonably possible change in interest rates, with all other variables held constant. There is no sensitivity effect on other comprehensive income (OCI) as the Fund has no assets designated as fair value through other comprehensive income or hedging instruments. In practice, the actual trading results may differ from the below sensitivity analysis and the difference could be significant.

	Impact on statement of comprehensive income
Change in profit rate	
For the period ended 30 June 2022	
Increase by 1%	54,537
Decrease by 1%	(54,537)
For the year ended 31 December 2021	
Increase by 1%	58,958
Decrease by 1%	(58,958)

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14 SUBSEQUENT EVENTS

As of the date of approval of these interim condensed financial statements, there have been no significant subsequent events requiring disclosure to or adjustment in these interim condensed financial statements.

15 LAST VALUATION DAY

The last valuation day of the period was 30 June 2022 (31 December 2021).

16 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements was approved and authorized for issue by the Fund's Board on 15 August 2022.