

**Saudi Opportunities Fund  
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 2024**

**Saudi Opportunities Fund**  
**An open-ended mutual fund**  
**(Managed by Audi Capital Company)**  
**Interim Condensed Financial Statements (Unaudited)**  
**For the six-month period ended 30 June 2024**

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## ***Report on review of interim condensed financial statements***

To the Unitholders and the Fund Manager of  
Saudi Opportunities Fund

### **Introduction**

We have reviewed the accompanying interim condensed statement of financial position of Saudi Opportunities Fund (the "Fund") as of 30 June 2024 and the related interim condensed 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**

A blue ink signature, appearing to read "Khalid A. Mahdhar", written over a horizontal line.

Khalid A. Mahdhar  
License Number 368

8 August 2024

**Saudi Opportunities Fund**  
**Open-Ended Mutual Fund**  
**(Managed by Audi Capital Company)**  
**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**  
(All amounts in Saudi Riyals unless otherwise stated)

		<b>As at 30 June 2024 (Unaudited)</b>	<b>As at 31 December 2023 (Audited)</b>
<b>Assets</b>	<b>Note</b>		
Cash and cash equivalents		<b>11,348,623</b>	1,210,563
Investments carried at fair value through profit or loss (FVPL)	5	<b>75,227,425</b>	77,913,268
Dividend receivables		-	152,000
Due from a broker for securities sold		-	4,342,142
<b>Total assets</b>		<b>86,576,048</b>	83,617,973
<b>Liabilities</b>			
Custody and administration fee payable		<b>14,347</b>	13,959
Management fee payable	7	<b>125,540</b>	122,142
Other accrued expenses	8	<b>150,427</b>	147,077
<b>Total liabilities</b>		<b>290,314</b>	283,178
<b>Equity attributable to the Unitholders</b>		<b>86,285,734</b>	83,334,795
Units in issue (number)		<b>4,784,735.42</b>	4,850,687
<b>Equity attributable to each unit</b>		<b>18.0335</b>	17.1800

The accompanying notes from 1 to 15 form an integral part of these interim condensed financial statements.

**Saudi Opportunities Fund**  
**Open-Ended Mutual Fund**  
**(Managed by Audi Capital Company)**  
**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
(All amounts in Saudi Riyals unless otherwise stated)

		<b>For the six-month period ended 30 June</b>	
	<b>Note</b>	<b>2024</b>	<b>2023</b>
<b><u>Income</u></b>			
Net gain from investments carried at FVPL	6	<b>4,123,828</b>	15,277,973
Dividend income		<b>1,013,930</b>	1,102,303
<b>Total income</b>		<b>5,137,758</b>	16,380,276
<b><u>Expenses</u></b>			
Management fee expense	7	<b>(768,661)</b>	(708,138)
Other expenses	9	<b>(294,976)</b>	(283,197)
<b>Total expenses</b>		<b>(1,063,637)</b>	(991,335)
<b>Net income for the period</b>		<b>4,074,121</b>	15,388,941
<b>Other comprehensive income for the period</b>		<b>-</b>	-
<b>Total comprehensive income for the period</b>		<b>4,074,121</b>	15,388,941

The accompanying notes from 1 to 15 form an integral part of these interim condensed financial statements.

**Saudi Opportunities Fund  
Open-Ended Mutual Fund  
(Managed by Audi Capital Company)**

**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO THE UNITHOLDERS (UNAUDITED)**

(All amounts in Saudi Riyals unless otherwise stated)

	<b>For the six-month period ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
<b>Equity attributable to the Unitholders at the beginning of the period</b>	<b>83,334,795</b>	<b>77,911,338</b>
<b>Changes from operations</b>		
Total comprehensive income for the period	<b>4,074,121</b>	<b>15,388,941</b>
<b>Changes from unit transactions</b>		
Issuance of units	-	373,000
Redemption of units	<b>(1,123,182)</b>	<b>(10,716,632)</b>
	<b>(1,123,182)</b>	<b>(10,343,632)</b>
<b>Equity attributable to the Unitholders at the end of the period</b>	<b>86,285,734</b>	<b>82,956,647</b>

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

	<b>For the six-month period ended 30 June</b>	
	<b>2024 Units</b>	<b>2023 Units</b>
<b>Units at the beginning of the period</b>	<b>4,850,687</b>	<b>5,525,004</b>
Units issued during the period	-	22,931.41
Units redeemed during the period	<b>(65,951.58)</b>	<b>(681,175.57)</b>
	<b>(65,951.58)</b>	<b>(658,244.16)</b>
<b>Units at the end of the period</b>	<b>4,784,735.42</b>	<b>4,866,760.39</b>

The accompanying notes from 1 to 15 form an integral part of these interim condensed financial statements.

**Saudi Opportunities Fund**  
**Open-Ended Mutual Fund**  
**(Managed by Audi Capital Company)**  
**INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)**  
(All amounts in Saudi Riyals unless otherwise stated)

	Note	<b>For the six-month period ended 30 June</b>	
		<b>2024</b>	<b>2023</b>
<b>Cash flows from operating activities:</b>			
Net income for the period		<b>4,074,121</b>	15,388,941
<b>Adjustment for:</b>			
Net unrealised loss / (gain) on investments carried at FVPL	6	<b>4,411,871</b>	(12,403,824)
		<b>8,485,992</b>	2,985,117
<b>Net changes in operating assets and liabilities:</b>			
Investments carried at FVPL		<b>(1,726,028)</b>	3,846,325
Due from a broker for securities sold		<b>4,342,142</b>	176,781
Dividend receivables		<b>152,000</b>	(64,250)
Due to a broker for securities purchased		-	139,044
Management fee payable		<b>3,398</b>	2,905
Custody and administration fee payable		<b>388</b>	332
Other accrued expenses		<b>3,350</b>	23,122
<b>Net cash generated from operating activities</b>		<b>11,261,242</b>	7,109,376
<b>Cash flows from financing activities:</b>			
Proceeds from issuance of units		-	373,000
Payments against units redeemed		<b>(1,123,182)</b>	(10,716,632)
<b>Net cash used in financing activities</b>		<b>(1,123,182)</b>	(10,343,632)
<b>Net change in cash and cash equivalents</b>		<b>10,138,060</b>	(3,234,256)
Cash and cash equivalents at the beginning of the period		<b>1,210,563</b>	3,703,536
<b>Cash and cash equivalents at the end of the period</b>		<b>11,348,623</b>	469,280
<b>Supplemental information:</b>			
Purchases of investments		<b>34,956,081</b>	35,596,135
Sales of investments		<b>41,765,752</b>	39,442,460

The accompanying notes from 1 to 15 form an integral part of these interim condensed financial statements.

**Saudi Opportunities Fund**  
**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 2024**  
(All amounts in Saudi Riyals unless otherwise stated)

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**1 GENERAL**

Saudi Opportunities 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 objective of the Fund is to invest according to the Shari’ah guideline, and to achieve long term capital appreciation through investing primarily in the equities of the Saudi listed companies, specifically in SandP Index Sharia Equities. The Fund will not distribute any dividend to Unitholders and will reinvest the profits and cash dividend distributed to the Fund.

The Fund was established on 26 Rajab 1436H (corresponding to 15 April 2015) as per approval from the Capital Market Authority (“CMA”) and commenced its operations on 1 May 2015.

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 (the “Regulations”) published by CMA on 3 Dhul Hijja 1427H (corresponding to 24 December 2006) thereafter amended on 16 Sha’ban 1437H (corresponding to 23 May 2016). The regulation was further amended (the “Amended Regulations”) on 17 Rajab 1442H (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 1442H (corresponding to 1 May 2021).

**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 2023. The results for the six-month period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

**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 carried at fair value through profit or loss (FVPL) 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 Saudi Arabian Riyal (“SAR”) which is the Fund’s functional and presentation currency.

*Transactions and balances*

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

**4 MATERIAL 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 2023. Certain new standards, amendments and interpretations apply for the first time in 2024, as mentioned below, but do not have an impact on the interim condensed financial statements of the Fund.

**Saudi Opportunities Fund**  
**Open-Ended Mutual Fund**  
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**For the six-month period ended 30 June 2024**  
(All amounts in Saudi Riyals unless otherwise stated)

**4 MATERIAL ACCOUNTING POLICIES (continued)**

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 have 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 following standards and interpretations apply for the first time to financial reporting periods commencing on or after January 1, 2024. The management has assessed that the amendments have no significant impact on the Fund's interim condensed financial statements.

Standard, interpretation, amendments	Description	Effective date
Amendment to IFRS 16 – Leases on sale and leaseback	These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.	Annual periods beginning on or after 1 January 2024
Amendments to IAS 7 and IFRS 7 on Supplier finance arrangements	These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on a Group's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concerns that some companies' supplier finance arrangements are not sufficiently visible, hindering investors' analysis.	Annual periods beginning on or after 1 January 2024.
Amendment to IAS 1 – Non-current liabilities with covenants	These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions.	Annual periods beginning on or after 1 January 2024.

The following standards and interpretations had been issued but were not mandatory for annual reporting periods commencing on or after January 1, 2025.

Standard, interpretation, amendments	Description	Effective date
Amendment to IFRS 21 – Lack of exchangeability	An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations	1 January 2025
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Sale or Contribution of Assets between an Investor and its Associate or Joint Ventures.	Available for optional adoption/effective date deferred indefinitely
IFRS 18 – Presentation and disclosure in financial statements	IFRS 18 will replace IAS 1; many of the other existing principles in IAS 1 are retained, with limited changes. IFRS 18 will not impact the recognition or measurement of items in the financial statements, but it might change what an entity reports as its 'operating profit or loss'.  IFRS 18 will apply for reporting periods beginning on or after 1 January 2027 and also applies to comparative information. The changes in presentation and disclosure required by IFRS 18 might require system and process changes for many entities.	1 January 2027
IFRS 19 - Reducing subsidiaries' disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability and its parent produces consolidated financial statements under IFRS Accounting Standards.	1 January 2027

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**5 INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVPL)**

Investments comprise the following sector exposures as at 30 June 2024:

<b>Equities</b>	<b>30 June 2024 (Unaudited)</b>			
	<b>% of Fair value</b>	<b>Cost</b>	<b>Fair Value</b>	<b>Cumulative unrealized gain / (loss)</b>
Petrochemical industries	19%	24,202,400	14,698,320	(9,504,080)
Banking and financial services	22%	18,394,954	17,008,750	(1,386,204)
Oil and gas	20%	16,397,618	14,886,165	(1,511,453)
Industrial investment	11%	10,211,114	7,601,400	(2,609,714)
Real Estate management and development	10%	8,886,217	7,211,400	(1,674,817)
Health care	8%	5,901,308	5,993,840	92,532
Retail	7%	4,971,705	5,160,550	188,845
Telecommunication and information Technology	3%	2,781,565	2,667,000	(114,565)
<b>Total</b>	<b>100%</b>	<b>91,746,881</b>	<b>75,227,425</b>	<b>(16,519,456)</b>

Investments comprise the following sector exposures as at 31 December 2023:

<b>Equities</b>	<b>31 December 2023 (Audited)</b>			
	<b>% of Fair value</b>	<b>Cost</b>	<b>Fair Value</b>	<b>Cumulative unrealized gain / (loss)</b>
Petrochemical industries	28%	32,186,674	21,633,040	(10,553,634)
Banking and financial services	28%	21,372,545	21,619,684	247,139
Retail	4%	2,617,170	2,829,400	212,230
Oil and gas	11%	7,629,714	9,852,900	2,223,186
Real Estate management and development	9%	9,076,845	6,932,800	(2,144,045)
Telecommunication and Information Technology	4%	2,924,764	2,969,400	44,636
Health care	5%	5,070,428	4,027,452	(1,042,976)
Cement	1%	442,859	422,447	(20,412)
Energy and Utilities	10%	8,699,855	7,626,145	(1,073,710)
<b>Total</b>	<b>100%</b>	<b>90,020,854</b>	<b>77,913,268</b>	<b>(12,107,586)</b>

**6 NET GAIN FROM INVESTMENTS CARRIED AT FVPL**

	<b>For the six-month period ended</b>	
	<b>30 June 2024</b>	<b>30 June 2023</b>
Realized gain from sale of investments carried at FVPL	8,535,699	2,874,149
Change in fair value of investments carried at FVPL	(4,411,871)	12,403,824
	<b>4,123,828</b>	<b>15,277,973</b>

**7 TRANSACTIONS WITH RELATED PARTIES**

Related 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. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

Related parties of the Fund comprise Audi Capital Company (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.

**Saudi Opportunities Fund**  
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**For the six-month period ended 30 June 2024**  
(All amounts in Saudi Riyals unless otherwise stated)

**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	
			2024	2023	30 June 2024 (Unaudited)	31 December 2023 (Audited)
Audi Capital	Fund Manager	Fund management fee	768,661	708,138	125,540	122,142
Bank Audi Suisse	Shareholder of Fund Manager	Investment in Fund's units	-	(658,245)	480,857	480,857
Fund Board	Fund Board	Board fee	9,944	9,890	-	-

*Management fee and other transactions*

The Fund pays a management fee calculated at an annual rate of 1.75% (2023: 1.75%) 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 expense is disclosed in the interim condensed statement of comprehensive income while Shariah advisory board compensation is disclosed in note 9 to the interim condensed financial statements. Management fee payable is disclosed on the interim condensed 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 2024 included 480,857 units (31 December 2023: 480,857), held by affiliates of the Fund Manager.

**8 OTHER ACCRUED EXPENSES**

	As at 30 June 2024 (Unaudited)	As at 31 December 2023 (Audited)
Shariah board fee	91,399	108,612
Professional fee	32,377	13,000
Standard and Poor Index benchmark fee	7,590	20,791
Other	19,061	4,674
	<b>150,427</b>	<b>147,077</b>

**Saudi Opportunities Fund**  
**Open-Ended Mutual Fund**  
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**For the six-month period ended 30 June 2024**  
(All amounts in Saudi Riyals unless otherwise stated)

**9 OTHER EXPENSES**

	<b>For the six-month period ended</b>	
	<b>30 June 2024</b>	<b>30 June 2023</b>
VAT expense	<b>133,303</b>	123,834
Custody and administration fee	<b>87,847</b>	80,929
Professional fee*	<b>22,500</b>	22,500
Shariah board fee	<b>14,918</b>	14,877
Benchmark index fee	<b>13,059</b>	13,023
Transaction fee	<b>7,312</b>	11,700
Publication of fund information on Tadawul's website	<b>2,486</b>	2,480
Other	<b>13,551</b>	13,854
	<b>294,976</b>	283,197

\* This includes auditor's remuneration for the statutory audit and interim review of the Fund's financial statements and interim financial information for the year ended 31 December 2024 amounting to SAR 30,000 and SAR 15,000 respectively. (2023: SAR 30,000 and SAR 15,000 respectively).

**10 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:

<b>As at 30 June 2024 (Unaudited)</b>	<b>Within 12 months</b>	<b>After 12 months</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	<b>11,348,623</b>	-	<b>11,348,623</b>
Investments carried at FVPL	<b>75,227,425</b>	-	<b>75,227,425</b>
<b>Total assets</b>	<b>86,576,048</b>	-	<b>86,576,048</b>
<b>Liabilities</b>			
Due to a broker for securities purchased	-	-	-
Management fee payable	<b>125,540</b>	-	<b>125,540</b>
Custody and administration fee payable	<b>14,347</b>	-	<b>14,347</b>
Other accrued expenses	<b>150,427</b>	-	<b>150,427</b>
<b>Total liabilities</b>	<b>290,314</b>	-	<b>290,314</b>
<b>As at 31 December 2023 (Audited)</b>	<b>Within 12 months</b>	<b>After 12 months</b>	<b>Total</b>
<b>Assets</b>			
Cash and cash equivalents	1,210,563	-	1,210,563
Investments carried at FVPL	77,913,268	-	77,913,268
Dividend Receivables	152,000	-	152,000
Due from a broker for securities sold	4,342,142	-	4,342,142
<b>Total assets</b>	<b>83,617,973</b>	-	<b>83,617,973</b>
<b>Liabilities</b>			
Management fee payable	122,142	-	122,142
Custody and administration fee payable	13,959	-	13,959
Other accrued expenses	147,077	-	147,077
<b>Total liabilities</b>	<b>283,178</b>	-	<b>283,178</b>

## 11 FINANCIAL RISK MANAGEMENT

### **Concentration risk**

Concentration indicates the relative sensitivity of the Fund's performance to developments affecting a particular industry or geographical location. Concentrations of risk arise when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations of liquidity risk may arise from the repayment terms of financial liabilities, sources of borrowing facilities or reliance on a particular market in which to realise liquid assets. Concentrations of foreign exchange risk may arise if the Fund has a significant net open position in a single foreign currency, or aggregate net open positions in several currencies that tend to move together.

In order to avoid excessive concentrations of risk, the Fund's policies and procedures include specific guidelines to focus on maintaining a diversified portfolio.

### **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 component of interim statement of financial position at each reporting date.

	<b>As at 30 June 2024</b>	<b>As at 31 December 2023</b>
Cash and cash equivalents	<b>11,348,623</b>	1,210,563
Due from a broker for securities sold	-	4,342,142
Dividend receivables	-	152,000
	<b>11,348,623</b>	<b>5,704,705</b>

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

### **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.

### **Market risk**

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

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.

**Saudi Opportunities Fund**  
**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 2024**  
(All amounts in Saudi Riyals unless otherwise stated)

**11 FINANCIAL RISK MANAGEMENT (continued)**

***Market risk (continued)***

***Equity price risk***

Equity price risk is the risk that the value of financial instruments will fluctuate because of changes in market prices. The Fund's investments are susceptible to market price risk arising from uncertainties about future prices. The Fund Manager manages this risk through diversification of its investment portfolio in terms of sector concentration.

***Sensitivity analysis***

The table below sets out the effect on net assets attributable to Unitholders of a reasonably possible weakening / strengthening in the individual equity market prices of 5% at reporting date. The estimates are made on an individual investment basis. The analysis assumes that all other variables, in particular commission and foreign currency rates, remain constant.

	<b>As at 30 June 2024 (Unaudited)</b>	<b>As at 31 December 2023 (Audited)</b>
Strengthening of 5%	<b>3,761,371</b>	3,895,663
Weakening of 5%	<b>(3,761,371)</b>	(3,895,663)

***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 SAR, which is the Fund's functional and presentation 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***

The fund has no special commission rate bearing financial assets or liabilities, therefore, the Fund is not exposed to any special commission rate risk.

**12 FAIR VALUES OF FINANCIAL INSTRUMENTS**

The Fund has only investments carried at fair value through profit or loss which is measured at fair values and are classified within level 1 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.

**13 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.

**14 LAST VALUATION DAY**

The last valuation day of the period was 30 June 2024 (31 December 2023).

**15 APPROVAL OF THE INTERIM CONDENSED FINANCIAL STATEMENTS**

These interim condensed financial statements was approved and authorized for issue by the Fund's Board on 6 August 2024 (corresponding to 2 Safar 1446H).