

صندوق بي ام كي للإصدارات الأولية

تقرير النصف الأول للعام 2020

المحتوى

- I. معلومات الصندوق 2
- اسم الصندوق
أهداف وسياسات الاستثمار
توزيع الأرباح
تنويه
- II. معلومات أداء الصندوق 3
- الأداء التاريخي للصندوق
مقابل الخدمات والأتعاب
تنويه
التغييرات الجوهرية خلال الفترة
ممارسات التصويت خلال الفترة
- III. مدير الصندوق 4
- مدير الصندوق بالباطن
الأنشطة الاستثمارية للصندوق
التغييرات على الشروط والأحكام
استثمار مدير الصندوق في صناديق أخرى
العمولات الخاصة
أي بيانات ومعلومات أخرى أوجبت هذه اللائحة تضمينها بهذا التقرير
- IV. امين الحفظ 5
- مهام امين الحفظ
- V. المحاسب القانوني 6
- (1) أسم وعنوان المحاسب القانوني:
(2) رأي المحاسب القانوني في القوائم المالية المعدة:
- VI. القوائم المالية 6

معلومات الصندوق

اسم الصندوق

صندوق بي ام كي للإصدارات الأولية (BMK IPO Fund).

أهداف وسياسات الاستثمار

الصندوق هو من النوع المفتوح، وسوف يستثمر في أسهم الشركات السعودية المدرجة في السوق المالية السعودية، حيث تتمثل أهداف "الصندوق" تحقيق نمو في رأس المال من خلال الاستثمار بشكل أساسي في الإصدارات الأولية وأسهم الشركات المدرجة حديثاً خلال أول خمس سنوات من إدراجها في السوق المالية السعودية "تداول" ويحق لصندوق استثمار السيولة النقدية المتوفرة له في أدوات وصناديق أسواق النقد وصناديق الإصدارات الأولية والمرخصة من هيئة السوق المالية السعودية. كما أن الصندوق لن يوزع أية أرباح على مالكي الوحدات فيه، بل سيعاد استثمار جميع الأرباح المحصلة في الصندوق مما سينعكس على سعر وحدة الصندوق.

المؤشر الارشادي للصندوق: لن يرتبط أداء الصندوق بأي مؤشر، وسيتم استخدام مؤشر بي ام كي ستاندرد أند بورز للإصدارات الأولية لمقارنة الإداء وبإمكان مالك الوحدات الحصول على معلومات المؤشر من خلال الموقع الالكتروني لمدير الصندوق.

توزيع الأرباح

لم يتم توزيع الأرباح

تنويه

نود التنويه بان التقارير الصندوق متاحة عند الطلب وبدون مقابل، ويمكن الاطلاع عليها من خلال الموقع الالكتروني للشركة

www.bmk.com.sa

معلومات أداء الصندوق

الأداء التاريخي للصندوق

1. جدول المقارنة

نسبة المصروفات % % Expense	عدد الوحدات المصدرة في نهاية الفترة No of Unit Holders	صافي قيمة الأصول الصندوق لكل وحدة NAV/Unit			صافي قيمة الأصول الصندوق AUM	كما في 31 ديسمبر As Of 31 Dec
		أقل قيمة خلال الفترة Lowest	أعلى قيمة خلال الفترة Highest	نهاية الفترة End of Year		
0.43%	519,338	9.9748	10.5587	10.4536	5,428,956	2014
2.23%	8,390,353	10.1896	14.2224	14.0577	117,949,339	2015
2.22%	159,142	13.0475	15.4771	14.4561	2,300,569	2016
7.46%	5,393,230	12.7635	15.0565	14.2306	76,749,157	2017
2.44%	5,075,902	13.7209	14.3156	13.7860	69,976,355	2018
3.32%	750,387	13.3981	14.8743	13.6761	10,262,348	2019
1.87%	516,809	12.9416	13.6761	13.4427	6,947,284	2020 يونيو

2. سجل الأداء

Period	Total Return – العائد الإجمالي	الفترة
YTD	-1.71%	النصف الأول من 2020م
3 Years	-10.72%	ثلاث سنوات
5 Year	-3.56%	خمس سنوات
Since Inception	34.43%	منذ التأسيس
2014	4.54%	عام 2014
2015	34.48%	عام 2015
2016	2.83%	عام 2016
2017	-1.56%	عام 2017
2018	-3.12%	عام 2018
2019	-0.80%	عام 2019
June 2020	-1.71%	2020 يونيو

Period	31-DEC	30-JUNE	الفترة
2014	10.45	-	عام 2014
2015	14.06	13.94	عام 2015
2016	14.46	15.00	عام 2016

2017	14.23	14.00	عام 2017
2018	13.79	14.28	عام 2018
2019	13.67	14.02	عام 2019
June 2020	-	13.44	يونيو 2020

مقابل الخدمات والأتعاب - يونيو

Expense Information	Amount (SAR)	الرسوم والمصاريف الفعلية
Management Fees	78,725	رسوم الإدارة
Custody Fees	30,000	رسوم الحفظ
CMA Fees	3,740	رسوم متابعه ومراجعة وافصاح
TADAWUL	2,618	رسوم تداول
Audit Fees	10,500	رسوم المراجع الخارجي
Brokerage Fees	503	رسوم الوساطة
BOD Remuneration	6,000	مكافأة أعضاء مجلس إدارة الصندوق
VAT for Management & Custody Fees	13,089	رسوم ضريبة القيمة المضافة على خدمات الإدارة والحفظ
Other	5,436	مصاريف اخرى

تنويه

يتبع مدير الصندوق قواعد حساب بيانات أداء الصندوق بيت المال الخليجي للأسهم السعودية كما هو مفصّل عنه في الشروط والاحكام.

التغييرات الجوهرية خلال الفترة

لم يتم مدير الصندوق بإحداث أي تغييرات جوهرية خلال الفترة.

ممارسات التصويت خلال الفترة

لا يوجد.

مدير الصندوق

شركة بيت المال الخليجي

ص ب: 9177

الدمام 31413

المملكة العربية السعودية

هاتف: 0138316666

فاكس: 0138316600

www.bmk.com.sa

مدير الصندوق بالباطن

لا ينطبق

الأنشطة الاستثمارية للصندوق

تم تنفيذ جميع استثمارات الصندوق بما يتوافق مع اهداف واستراتيجيات الصندوق مع استغلال الفرص الاستثمارية الممكنة
أخذين بالاعتبار الالتزام بقيود الاستثمار التي نصت عليها الشروط والاحكام الصندوق قدر الإمكان

التغييرات على الشروط والأحكام

- تحديث ملخص الإفصاح المالي

لمزيد من المعلومات يرجى الرجوع إلى شروط واحكام الصندوق.

استثمار مدير الصندوق في صناديق اخرى

لا يوجد.

العمولات الخاصة

لم يبرم مدير الصندوق خلال الفترة أي عمولات خاصة

أي بيانات ومعلومات أخرى أوجبت هذه اللائحة تضمينها بهذا التقرير

لا يوجد.

امين الحفظ

شركة الرياض المالية – شركة مساهمة مقفلة سعودية برأس مال مدفوع 200 مليون ريال سعودي مرخصة ومنظمة من قبل
هيئة السوق المالية في المملكة العربية السعودية بموجب الترخيص رقم (37-07070) الصادر بتاريخ 2007/6/19م.

العنوان: شارع التخصصي - العليا الرياض 3712-12331

ص.ب: 21116 الرمز البريدي: 11475

المملكة العربية السعودية

هاتف: 486 5858 / 486 5866 11 966+

www.riyadcapital.com

مهام امين الحفظ

- يعد أمين الحفظ مسؤولاً عن التزاماته وفقاً لأحكام لائحة صناديق الاستثمار سواء أدى مسؤولياته بشكل مباشر أم كلف بها طرفاً ثالثاً بموجب أحكام لائحة صناديق لاستثمار أو لائحة الأشخاص المرخص لهم.

- يعد أمين الحفظ مسؤولاً اتجاه مدير الصندوق وملاك الوحدات عن خسائر الصندوق الناتجة عن احتيال أو إهمال أو سوء تصرف أو تقصير معتمد من قبل أمين الحفظ.
- يعد أمين الحفظ مسؤولاً عن حفظ أصول الصندوق وحمايتها لصالح ملاك الوحدات وهو مسؤول عن اتخاذ جميع الإجراءات الإدارية اللازمة فيما يتعلق بحفظ أصول الصندوق.

المحاسب القانوني

(1) أسم وعنوان المحاسب القانوني:

تم تعيين مجموعة بيكر تيلي
محاسبون قانونيون واستشاريون
ص.ب: 34422 | مدينه الخبر
المملكة العربية السعودية
هاتف: +0906 13830 0966
فاكس: +966 13834 7582
www.bakertillyjfc.com

(2) رأي المحاسب القانوني في القوائم المالية المعدة:

أن القوائم المالية الأولية أعدت وفقاً لمعايير المحاسبة الصادرة عن الهيئة السعودية للمحاسبين القانونيين وأحكام لائحة صناديق الاستثمار وشروط وأحكام الصندوق، وأن القوائم المالية الأولية تقدم صورة صحيحة وعادلة لصافي الدخل وصافي الأرباح والخسائر لأصول صندوق الاستثمار عن الفترة المحاسبية لتلك القوائم، وأن القوائم المالية الأولية تقدم صورة صحيحة وعادلة للمركز المالي لصندوق الاستثمار في نهاية الفترة.

القوائم المالية

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

**CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020
AND INDEPENDENT AUDITOR'S REVIEW REPORT**

**INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED
INTERIM FINANCIAL STATEMENTS****To the Unitholders
BMK IPO Fund****Introduction**

We have reviewed the accompanying condensed interim financial statements of BMK IPO fund (the "Fund"), managed by Bait Al Mal Al Khaleeji Company (the "Fund Manager") which comprises of condensed interim statement of financial position as at 30 June 2020, and the related condensed interim statements of profit or loss and other comprehensive income, changes in net assets attributable to unit holders and cash flows for the period then ended, and a summary of significant accounting policies and other explanatory notes. The Fund Manager is responsible for the preparation and fair presentation of these condensed interim financial statements in accordance with IAS 34 'Interim Financial Reporting' as endorsed in the Kingdom of Saudi Arabia and to comply with the Fund's terms and conditions. Our responsibility is to express a conclusion on the 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' 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 condensed interim financial statements are not prepared, in all material respects, in accordance with IAS 34 as endorsed in the Kingdom of Saudi Arabia.

Other matter

The condensed interim financial statements for the six-month period ended 30 June 2019 were reviewed by another auditor who expressed an unmodified review conclusion on those condensed interim financial statements on 23 July 2019. The financial statements for the year ended 31 December 2019 were audited by another auditor who expressed an unmodified opinion on those financial statements on 23 January 2020.

BAKER TILLY MKM & CO.
Certified Public Accountants
Majid Muneer Alnemer

License No. 381

Al-Khobar 4 Muharram 1442H
23 August 2020

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**AS AT 30 JUNE 2020**

	<i>Note</i>	30 June 2020	31 December 2019
		<i>SR</i> <i>(Unaudited)</i>	<i>SR</i> <i>(Audited)</i>
ASSETS			
Prepayments and other assets		7,113	-
Investments at fair value through profit or loss	8	1,993,608	2,173,443
Cash and cash equivalents		4,995,203	8,156,079
TOTAL ASSETS		6,995,924	10,329,522
LIABILITIES			
Accrued expenses	10	48,641	67,174
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		6,947,283	10,262,348
Units in issue (number)		516,808	750,387
Net assets attributable to each unit (SR)		13.44	13.68

The accompanying notes from 1 to 12 form an integral part of these condensed interim financial statements

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020**

	<i>Note</i>	<i>For the six month period ended 30 June 2020</i>	<i>For the six month period ended 30 June 2019</i>
		<i>SR</i>	<i>SR</i>
Income			
(Loss) gain on investments at fair value through profit or loss	8	(108,470)	180,853
Dividend income		27,794	44,527
		<u>(80,676)</u>	<u>225,380</u>
Expenses			
Fund management fees	10	(78,725)	(109,678)
Custody fees		(30,000)	(24,543)
Fund board expenses	10	(6,000)	(6,000)
Brokerage commission		(503)	(3,275)
Other administrative expenses		(41,835)	(43,221)
		<u>(157,063)</u>	<u>(186,717)</u>
(Loss) profit for the period		<u>(237,739)</u>	<u>38,663</u>
Other comprehensive income		-	-
TOTAL COMPREHENSIVE (LOSS) PROFIT FOR THE PERIOD		<u><u>(237,739)</u></u>	<u><u>38,663</u></u>

The accompanying notes from 1 to 12 form an integral part of these condensed interim financial statements

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

**CONDENSED INTERIM STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS (UNAUDITED)
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020**

	<i>For the six month period ended 30 June 2020</i>	<i>For the six month period ended 30 June 2019</i>
	<i>SR</i>	<i>SR</i>
Net assets attributable to unit holders at 1 January	10,262,348	69,976,354
(Loss) profit for the period	(237,739)	38,663
Payments for units redeemed	(3,077,326)	(66,058,113)
Net assets attributable to unit holders at 30 June	6,947,283	3,956,904

The accompanying notes from 1 to 12 form an integral part of these condensed interim financial statements

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020**

	<i>For the six month period ended 30 June 2020</i>	<i>For the six month period ended 30 June 2019</i>
	<i>SR</i>	<i>SR</i>
Operating activities		
(Loss) profit for the period	(237,739)	38,663
Adjustments for:		
(Gain) loss on investments at fair value through profit or loss	108,470	(180,853)
Changes in operating assets and liabilities:		
Net change in investments at fair value through profit or loss	71,365	557,103
Prepayments and other assets	(7,113)	(2,639)
Accrued expenses	(18,533)	(159,668)
Net cash (utilized in) generated from operating activities	(83,550)	252,606
Financing activities		
Payments for units redeemed	(3,077,326)	(66,058,113)
Net cash utilized in financing activities	(3,077,326)	(66,058,113)
Net change in cash and cash equivalents	(3,160,876)	(65,805,507)
Cash and cash equivalents at the beginning of the period	8,156,079	69,224,406
Cash and cash equivalents at the end of the period	4,995,203	3,418,899

The accompanying notes from 1 to 12 form an integral part of these condensed interim financial statements

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020**

1 - THE FUND AND ITS ACTIVITIES

BMK IPO Fund (the "Fund") is an open-ended investment Fund, established and managed by the Bait Al Mal Al Khaleeji Company (the "Fund Manager"). The terms and conditions of the Fund were approved by the Capital Market Authority ("CMA") on 17 Thul-Qi'dah 1435H (corresponding to 11 September 2014) and the Fund commenced its activities on 17 Muharram 1436H (corresponding to 10 November 2014) pursuant to such approval and after concluding the subscription procedures.

The Fund's objective is to achieve long-term capital growth through investment in initial public offerings and newly listed companies not exceeding 5 years from its listing on the Saudi Stock Market.

The Fund manager is licensed and regulated by the CMA, through license no. 08123-37, to engage in dealing as a principle, managing mutual funds and providing consultation and safekeeping services for securities business.

The Fund is governed by 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), detailing requirements of all funds within the Kingdom of Saudi Arabia.

In dealing with the unit holders, the Fund manager considers the Fund as an independent entity. Accordingly, the Fund prepares its own financial statements. Furthermore, unit holders are considered as owners of the assets of the Fund and distributions are made in relation to their respective ownership in the total number of outstanding units.

2 - BASIS OF PREPARATION**2.1 Statement of compliance**

The condensed interim financial statements of the Fund for the six - month period ended 30 June 2020 have been prepared in accordance with IAS 34 "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia.

The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Fund's annual financial statements. The interim results may not be an indicator of the annual results of the Fund.

2.2 Basis of measurement

The condensed interim financial statements have been prepared on a historical cost basis, except for investments at fair value through profit or loss that have been measured at fair value.

2.3 Functional and presentation currency

The Fund condensed interim financial statements are presented in Saudi Riyals, which is the Fund's functional currency.

3 - SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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

Estimates and their underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised.

The key judgments and estimates and assumptions that have a significant impact on the condensed interim financial statements of the Fund are discussed below:

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020**3 - SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS (Continued)***Classification of investments*

Management designates at the time of acquisition of securities whether these should be classified as at fair value or amortised cost. In judging whether investments in securities are classified as at fair value or amortised cost, management has considered the detailed criteria for determination of such classification as set out in IFRS 9 "Financial Instruments".

4 - ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial statements are consistent with those applicable in the annual financial statements for the year ended 31 December 2019.

5 - STANDARDS ISSUED BUT NOT YET EFFECTIVE

There are no new standards issued; however, the adoption of the following amendments to the existing standards had no significant financial impact on the condensed interim financial statements of the Fund on the current period or prior periods and is expected to have no significant effect in future periods:

- Amendments to References to Conceptual Framework in IFRS Standards
- Definition of a Business (Amendment to IFRS 3)
- Definition of Material (Amendment to IAS 1 and IAS 8)
- Interest Rate Benchmark Reform (Amendments to IFRS 9, IAS 39 and IFRS 7)

6 - STANDARDS ISSUED BUT NOT YET EFFECTIVE

A number of new pronouncements are effective for annual periods beginning on or after 1 January 2021, and earlier application is permitted; however, the Fund has not early adopted the new or amended standards in preparing these condensed interim financial statements.

<i>Standard/ Interpretation</i>	<i>Description</i>	<i>Effective from periods beginning on or after the following date:</i>
IFRS 17	Insurance Contracts	1 January 2021
IAS 1	Classification of Liabilities as Current or Non-Current (amendments to IAS 1)	1 January 2022
IFRS 10 and IAS 28	Sale or contribution of assets between an investor and its associate or joint venture (amendments to IFRS 10 and IAS 28).	1 January 2022 Available for optional adoption/ effective date deferred indefinitely

7 - MANAGEMENT FEE AND OTHER EXPENSES

The Fund is managed and administered by the Fund Manager. For these services, the Fund accrues a management fee, as set out in the Fund's terms and conditions, at an annual rate of 1.9% of the Funds net assets calculated every valuation day.

The Fund is responsible for all expenses, fees, other costs and liabilities incurred in managing and operating the Fund. Such expenses include, but are not limited to, Sharia advisory, audit, remuneration of the Fund's Board, administration, dealing costs, custody, government and other professional fees.

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020**8 - INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS**

This represents investment in equity securities listed on the Saudi stock exchange ("Tadawul")

The investment portfolio is allocated among the various economic sectors, the fair values of these investments are as follows :

Sector	30 June 2020		31 December 2019	
	(Unaudited)		(Audited)	
	Fair value	%	Fair value	%
	SR		SR	
Energy	1,931,508	96.89	2,094,943	96.39
Real Estate	62,100	3.11	78,500	3.61
Total	1,993,608	100.00	2,173,443	100.00

(Loss) gain on investments at fair value through profit or loss is as follows:

	For the six month period ended 30 June 2020	For the six month period ended 30 June 2019
	SR	SR
	(Unaudited)	(Unaudited)
Realized gain	71,365	134,003
Unrealized (loss) gain	(179,835)	46,850
	(108,470)	180,853

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2020**9 - FAIR VALUES**

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, 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.

	30 June 2020					
	Carrying amount		Fair value			
Fair value	Amortised cost	Total	Level 1	Level 2	Level 3	Total
SR	SR	SR	SR	SR	SR	SR
1,993,608	-	1,993,608	1,993,608	-	-	1,993,608
-	4,995,203	4,995,203	-	-	-	-
1,993,608	4,995,203	6,988,811	1,993,608	-	-	1,993,608
-	48,641	48,641	-	-	-	-
-	48,641	48,641	-	-	-	-
31 December 2019						
	Carrying amount		Fair value			
Fair value	Amortised cost	Total	Level 1	Level 2	Level 3	Total
SR	SR	SR	SR	SR	SR	SR
2,173,443	-	2,173,443	2,173,443	-	-	2,173,443
-	8,156,079	8,156,079	-	-	-	-
2,173,443	8,156,079	10,329,522	2,173,443	-	-	2,173,443
-	67,174	67,174	-	-	-	-
-	67,174	67,174	-	-	-	-

BMK IPO FUND

(Managed by Bait Al Mal Al Khaleeji Company)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2020**10 - TRANSACTIONS WITH RELATED PARTIES**

Related parties represent the Fund Manager, the Fund Board and funds managed by Fund Manager.

The following table provides the total amount of transactions that have been entered into with related parties during the period and their related accruals as at :

Related party	Nature of transaction	Transactions for six month period ended 30 June		Balances	
		2020	2019	As at 30 June 2020	As at 31 December 2019
		SR	SR	SR	SR
Fund Manager	Management fee	78,725	109,678	10,845	44,523
Fund Board	Board of directors remuneration	6,000	6,000	-	-
Elite House GCC Equity Fund	Redemption	3,050,000	66,000,000	-	-
				10,845	44,523

As at 30 June 2020 the Elite House GCC Equity Fund (managed by same Fund Manager) holds 511,808 units in BMK IPO Fund (31 December 2019: 743,387).

Basis and term of payment for fee payable to related parties as per terms and conditions of the Fund approved by CMA are as follows:

Type of fee	Basis and rate	Basis of calculation
Management fees	1.9 % of net asset value	Annual, calculated every valuation date
Board of Directors remunerations	SR 3,000 per meeting only payable to the independent members, maximum up to SR 12,000 per annum.	Per member per meeting

11 - VALUATION DAY

The Fund's units are valued at every Monday and Wednesday and unit price is announced on the following business day. The last valuation day for the purpose of preparation of these condensed interim financial statements was 30 June 2020.

12 - APPROVAL OF CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were approved by the Fund Manger on 23 August 2020.