MUSHARAKA MURABAHAT AND SUKUK FUND
(Managed by Musharaka Capital Company)

CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2026
AND REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

MUSHARAKA MURABAHAT AND SUKUK FUND
(Managed by Musharaka Capital Company)

Condensed interim financial information for the six-month period ended 30 June 2026 (unaudited)

RSM Allied Accountants Professional Services Co.

Riyadh - Olaya District - Al Oruba Street
1st Floor, Building No. 3193
P.O. Box 8335, Riyadh - 12333
Tel.: +966 11 416 9361
Fax: +966 11 416 9349
Kingdom of Saudi Arabia
www.rsmksa.com
C.R : 4030228773

RSM

شركة ار اس ام المحاسبون المتحدون للإستشارات المهنية

الريـاض – حي العليا - طريق العروبة
مبنى رقم ٣١٩٣ ، الطابق الأول
ص. ب ٨٣٣٥ ، الرياض - ١٢٣٣٣
هـاتف: ٩٣٦١ ٤١٦ ١١ ٩٦٦+
فاكس: ٩٣٤٩ ٤١٦ ١١ ٩٦٦+
المملكة العربية السعودية
www.rsmksa.com
س.ت ٤٠٣٠٢٢٨٧٧٣

REPORT ON REVIEW OF THE CONDENSED INTERIM FINANCIAL INFORMATION

To the Unitholders
Musharaka Murabahat and Sukuk Fund

Introduction
We have reviewed the accompanying condensed interim statement of financial position of Musharaka Murabahat and Sukuk Fund (the "Fund"), managed by Musharaka Capital Company (the "Fund Manager") as of 30 June 2026 and the related condensed interim statements of profit or loss and other comprehensive income, changes in net assets attributable to unitholders and cash flows for the six-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34"), that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on this condensed 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*", that is 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 information is not prepared, in all material respects, in accordance with IAS 34, that is endorsed in the Kingdom of Saudi Arabia.

Other matter
The condensed interim financial information of the Fund for the six-month period ended 30 June 2025 was reviewed by another auditor who expressed an unmodified conclusion on that condensed interim financial information on 4 August 2025 (corresponding to 10 Safar 1447H), and the financial statements of the Fund as at and for the year ended 31 December 2025 were audited by another auditor who expressed an unmodified opinion on those financial statements on 26 March 2026 (corresponding to 7 Shawwal 1447H).

RSM Allied Accountants Professional Services

Mohammed Bin Farhan Bin Nader
License No. 435
Khobar, Kingdom of Saudi Arabia
13 August 2026 (Corresponding 30 Safar 1448H)

شركة ار اس ام المحاسبون المتحدون للإستشارات المهنية
س.ت: ٤٠٣٠٢٢٨٧٧٣
C.R. 4030228773
RSM Allied Accountants Professional Services Co.

MUSHARAKA MURABAHAT AND SUKUK FUND
(Managed by Musharaka Capital Company)

Condensed interim statement of profit or loss and other comprehensive income (unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the six-month period ended 30 June 2026 (Unaudited)	2025 (Unaudited)
Revenue			
Gain on investments carried at fair value through profit or loss	6	**1,343,230**	782,936
Finance income	8	**1,041,542**	1,074,930
Total revenue		**2,384,772**	1,857,866
Expenses			
Fund management fee	9	**(255,032)**	(187,050)
Other expenses	10	**(40,113)**	(50,812)
Total expenses		**(295,145)**	(237,862)
Profit for the period		**2,089,627**	1,620,004
Other comprehensive income		**-**	-
Total comprehensive income for the period		**2,089,627**	1,620,004

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

MUSHARAKA MURABAHAT AND SUKUK FUND
(Managed by Musharaka Capital Company)

Condensed interim statement of financial position (unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

	Note	**As at 30 June 2026 (Unaudited)**	As at 31 December 2025 (Audited)
Assets			
Investments	6	**55,895,374**	55,667,144
Cash and cash equivalents	7	**51,183,138**	78,490,485
Total assets		**107,078,512**	134,157,629
Liabilities			
Accrued management fee	12	**86,503**	56,339
Accrued expenses and other liabilities	11	**49,416**	64,690
Total liabilities		**135,919**	121,029
Net assets attributable to unitholders		**106,942,593**	134,036,600
Units in issue (Numbers)		**8,757,526**	11,210,189
Net asset value per unit (Saudi Riyals)		**12.21**	11.96

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

MUSHARAKA MURABAHAT AND SUKUK FUND
(Managed by Musharaka Capital Company)

Condensed interim statement of changes in net assets attributable to unit holders (unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

	For the six-month period ended 30 June	
	2026	2025
	(Unaudited)	(Unaudited)
At 1 January	**134,036,600**	51,898,003
Changes from operations		
Total comprehensive income for the period	**2,089,627**	1,620,004
Changes from unit transactions		
Proceeds from units issued during the period	**123,453,780**	110,109,493
Payment against units redeemed during the period	**(152,637,414)**	(129,443,766)
Net change from unit transactions	**(29,183,634)**	(19,334,273)
At 30 June	**106,942,593**	34,183,734
Movement in number of units		
At 1 January	**11,210,189**	4,539,562
Units issued during the period	**10,252,303**	9,559,813
Units redeemed during the period	**(12,704,966)**	(11,174,850)
Net change in units	**(2,452,663)**	(1,615,037)
At 30 June	**8,757,526**	2,924,525

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

MUSHARAKA MURABAHAT AND SUKUK FUND
(Managed by Musharaka Capital Company)

Condensed interim statement of cash flows (unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the six-month period ended 30 June 2026 (Unaudited)	2025 (Unaudited)
Cash flows from operating activities			
Profit for the period		**2,089,627**	1,620,004
Adjustment for:			
Fair value changes on investments carried at fair through profit or loss	6	**(914,029)**	(322,645)
Finance income	8	**(1,041,542)**	(1,074,930)
Changes in operating assets and liabilities:			
Additions to investments carried at fair value through profit or loss	6	**(13,585,000)**	(29,070,000)
Disposals of investments carried at fair value through profit or loss	6	**14,270,799**	41,956,929
Increase in prepaid expenses		**-**	(1,544)
Increase in short-term Murabaha deposits		**-**	(2,500,000)
Increase in accrued management fee	12	**30,164**	40,208
(Decrease) increase in accrued expenses and other liabilities	11	**(15,274)**	12,028
Cash generated from operations		**834,745**	10,660,050
Finance income	8	**1,041,542**	1,029,892
Net cash inflow from operating activities		**1,876,287**	11,689,942
Cash flows from financing activities			
Proceeds from subscription of units		**123,453,780**	110,109,493
Payment against redemption of units		**(152,637,414)**	(138,517,743)
Net cash outflow from financing activities		**(29,183,634)**	(28,408,250)
Net decrease in cash and cash equivalents		**(27,307,347)**	(16,718,308)
Cash and cash equivalents at the beginning of period		**78,490,485**	33,401,505
Cash and cash equivalents at the end of period		**51,183,138**	16,683,197

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

1 GENERAL INFORMATION

Musharaka Murabahat and Sukuk Fund (the "Fund") is an open-ended investment fund, managed by Musharaka Capital Company (the "Fund Manager"), licensed by the Capital Market Authority (" the CMA") under license no. 13169-27 dated 8 March 2020.

The Fund is governed by the Investment Fund Regulations (the "Regulations") published by the CMA detailing requirements for all funds within the Kingdom of Saudi Arabia. The Regulations were amended by the CMA board on 3 Jumada Al-Thani 1447H (corresponding to 24 November 2025).

The terms and conditions of the Fund were approved by the CMA on 29 Rabi II 1441H (corresponding to 26 December 2019). The Fund commenced its activities on 13 Rajab 1441H (corresponding to 8 March 2020) pursuant to such approval and after concluding the subscription procedures.

The primary investment objective of the Fund is to generate returns for the investors in the short and medium term and to sustain the capital investment.

In dealing with the unitholders, the Fund Manager considers the Fund as an independent entity. Accordingly, the Fund prepares its own financial statements. Furthermore, unitholders are considered as owners of the assets of the Fund.

The registered address of the Fund Manager is P.O. Box 712, Al Khobar 31952, Kingdom of Saudi Arabia.

2 BASIS OF PREPARATION

a) Statement of compliance

This condensed interim financial information for the six-month period ended 30 June 2026 has been prepared in accordance with IAS 34 "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

The Fund has also complied with Investment Funds Regulations published by the CMA and the Fund's terms and conditions, information memorandum and key information summary (collectively hereinafter referred to as "Terms and Conditions").

The condensed interim financial information does not include all the information and disclosures required in the annual financial statements. Therefore, this condensed interim financial information should be read in conjunction with the Fund's annual financial statements for the year ended 31 December 2025. These interim results may not be an indicator of the annual result of the Fund

b) Historical cost convention

The condensed interim financial information has been prepared on a historical cost basis except for investments that are carried at fair value through profit or loss ("FVTPL") that have been measured at fair value.

c) Functional and presentation currency

Items included in the condensed interim financial information of the Fund is measured using the currency of the primary economic environment in which the Fund operates (the "functional currency"). The condensed interim financial information is presented in Saudi Arabian Riyals ("Saudi Riyals") which is also the Fund's functional currency.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information adopted in the preparation of the condensed interim financial information are consistent with those followed in the preparation of the Fund's annual financial statements for the year ended 31 December 2025.

(All amounts in Saudi Riyals unless otherwise stated)

4 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of condensed interim financial information in conformity with International Financial Reporting Standards ("IFRS"), that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements endorsed by SOCPA, requires the use of certain critical estimates and judgments that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date and the reported amounts of revenue and expenses during the reporting period. Estimates and judgements are continually evaluated and are based on historical experience and other factor, including expectations of future events that are believed to be reasonable under the circumstances. The Fund makes estimates and judgements concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

In preparing this condensed interim financial information, the significant judgments and assumptions made by management in applying the Fund's accounting policies and the key sources of estimation uncertainty including the risk management policies were the same as those that applied and disclosed in the annual financial statements for the year ended 31 December 2025.

5 NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

A number of new and amended standards became applicable for the current reporting period.

- Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7.
- Annual improvements to IFRS - Volume 11.
- IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity.

The adoption of above amendments did not have a material impact on the condensed interim financial information.

Certain new accounting standards, amendments and interpretations have been published that are mandatory from 1 July 2026 or later reporting periods and have not been early adopted by the Fund. The Fund is in the process of assessing the impacts of new standards and interpretations on its condensed interim financial information.

6 INVESTMENTS

	30 June 2026	31 December 2025
	(Unaudited)	(Audited)
At fair value through profit or loss (FVTPL)		
- Open ended mutual funds	**55,895,374**	55,667,144
As at period / year end	**55,895,374**	55,667,144

The movement in these investments is as follows:

	For the six-month period ended 30 June 2026	For the year ended 31 December 2025
	(Unaudited)	(Audited)
At 1 January	**55,667,144**	26,885,870
Additions	**13,585,000**	69,512,923
Disposals	**(14,270,799)**	(41,982,665)
Change in fair value	**914,029**	1,251,016
At period / year end	**55,895,374**	55,667,144

(All amounts in Saudi Riyals unless otherwise stated)

6 INVESTMENTS (continued)

Cost and fair value of the investment portfolio as at 30 June 2026 and 31 December 2025 is as follows:

	As at 30 June 2026 (Unaudited)		As at 31 December 2025 (Audited)	
	Weighted average Cost	**Market value**	Weighted average Cost	Market value
Units of open-ended mutual funds				
Al-Badr Murabaha Fund SAR (BSF Murabaha SAR)	**9,756,305**	**10,212,340**	9,756,305	9,964,225
Alistithmar Capital SAR Murabaha Fund	**17,345,773**	**18,046,387**	17,345,773	17,630,112
Alpha Murabaha Fund	**23,065,707**	**23,855,187**	23,792,914	24,379,033
Itqan Fund for Murabahat and Sukuk	**3,521,136**	**3,781,460**	3,521,136	3,693,774
Total investment at FVTPL	**53,688,921**	**55,895,374**	54,416,128	55,667,144

Gain from investments carried at FVTPL:

	For the six-month period ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)
Realized gain from investments carried at FVTPL	**429,201**	460,291
Unrealized gain from investments carried at FVTPL	**914,029**	322,645
	1,343,230	782,936

7 CASH AND CASH EQUIVALENTS

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Short-term Murabaha deposits	**51,154,936**	78,238,672
Cash at banks	**28,202**	251,813
	51,183,138	78,490,485

Short-term Murabaha deposits represent amount invested by the Fund in Murabaha deposits held with local banks and financial institutions and have an original maturity of less than three months from the placement date with profit rates ranging from 3.65% to 4.85% (31 December 2025: 3.95% to 5.3%) per annum. As at period / year end, accrued finance income on such deposits is Saudi Riyals 0.12 million (31 December 2025: Saudi Riyals 0.24 million).

(All amounts in Saudi Riyals unless otherwise stated)

8 FINANCE INCOME

	For the six-month period ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)
Finance income on Murabaha deposits:		
- original maturity less than 3 months	**1,041,542**	1,023,546
- original maturity more than 3 months but less than 12 months	**-**	45,038
	1,041,542	1,068,584
Finance income on sukuk	**-**	6,346
	1,041,542	1,074,930

9 FUND MANAGEMENT FEE

The Fund is managed and administered by the Fund Manager. For these services, the Fund calculates the management fee, as set out in the Fund's terms and conditions, at an annual rate of 0.45% of the Fund's net assets. For the six-month period ended 30 June 2026 management fee amounted to Saudi Riyals 255,032 (six-month period ended 30 June 2025: Saudi Riyals 187,050) inclusive of VAT.

10 OTHER EXPENSES

	For the six-month period ended 30 June	
	2026 (Unaudited)	2025 (Unaudited)
Professional fee	**12,744**	10,265
Custody fee	**6,844**	14,257
Fund Board fee	**5,951**	5,951
Capital Market Authority ("CMA") fee	**4,788**	3,719
Shariah Committee fee	**3,967**	9,013
Saudi exchange (Tadawul) fee	**2,851**	2,851
Other	**2,968**	4,756
	40,113	50,812

11 ACCRUED EXPENSES AND OTHER LIABILITIES

	30 June 2026 (Unaudited)	31 December 2025 (Audited)
Shariah Committee fee	**14,954**	18,987
Professional fee	**13,494**	29,900
Saudi exchange (Tadawul) fee	**7,850**	11,500
Fund Board fee	**5,951**	-
CMA fee	**3,719**	-
Custody fee	**3,448**	3,504
Other	**-**	799
	49,416	64,690

(All amounts in Saudi Riyals unless otherwise stated)

12 RELATED PARTIES' TRANSACTIONS AND BALANCES

Related parties comprise the Fund Manager, directors, the associated funds, and key management personnel of the Fund. Related parties also include business entities in which certain Fund manager or senior management have an interest.

In the ordinary course of its activities, the Fund transacts with related parties. Related party transactions are in accordance with the Terms and Conditions of the Fund. All the related party transactions are approved by the Fund's Board.

Transactions with related parties during the period / year, along with the related balances as at the period / year end were as follows:

		Transaction for the six-month period ended 30 June		**Balances**	
Name and nature of related parties	**Nature of transaction with the related parties**	**2026 (Unaudited)**	2025 (Unaudited)	**As at 30 June 2026 (Unaudited)**	As at 31 December 2025 (Audited)
Musharaka Capital Company - Fund Manager	Fund management fee	**255,032**	187,050	**86,503**	56,339
Board of Directors	Fund board fee	**5,951**	5,951	**5,951**	-
Shariah Committee	Sharia Committee fee	**3,967**	9,013	**14,954**	18,987
Alinma Investment Company	Custody fee	**6,844**	14,257	**3,448**	3,504

The Fund Manager's investment in the Fund at 30 June 2026 and 31 December 2025 was Nil.

Type of fee	**Rate**	**Payment term**
Management fee	0.45% of the net assets calculated on a daily basis.	Monthly
Fund Board	Saudi Riyals 3,000 per meeting only payable to the independent members, maximum up to Saudi Riyals 6,000 per annum per member.	Immediately after the meeting
Shariah committee fee	Saudi Riyals 8,000 per annum (Saudi Riyals 18,000 per annum for the six-month period ended 30 June 2025).	Calculated on daily basis, paid semi-annually
Custody fee	Saudi Riyals 12,000 annually or 0.015% of daily net asset value, whichever is higher (Saudi Riyals 25,000 per annum for the six-month period ended 30 June 2025).	Calculated on daily basis and paid quarterly

13 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

(All amounts in Saudi Riyals unless otherwise stated)

13 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)

When available, the Fund measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an on-going basis. The Fund measures instruments quoted in an active market at a market price, because this price is reasonable approximation of the exit price.

If there is no quoted price in an active market, then the Fund uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction. The Fund recognizes transfer between levels of fair value at the end of the reporting period during which the change has occurred.

The fair value hierarchy has the following levels:

Level 1 - quoted (unadjusted) market price in active markets for identical assets or liabilities;

Level 2 - valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and

Level 3 - valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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.

	As at 30 June 2026 (Unaudited)						
	Carrying amount			**Fair value**			
	Fair value	**Amortized cost**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets							
Investments at fair value through profit or loss	**55,895,374**	**-**	**55,895,374**	**-**	**55,895,374**	**-**	**55,895,374**
Cash and cash equivalents	**-**	**51,183,138**	**51,183,138**	**-**	**-**	**-**	**-**
	55,895,374	**51,183,138**	**107,078,512**	**-**	**55,895,374**	**-**	**55,895,374**

	As at 31 December 2025 (Audited)						
	Carrying amount			Fair value			
	Fair value	Amortized cost	Total	Level 1	Level 2	Level 3	Total
Financial assets							
Investments at fair value through profit or loss	55,667,144	-	55,667,144	-	55,667,144	-	55,667,144
Cash and cash equivalents	-	78,490,485	78,490,485	-	-	-	-
	55,667,144	78,490,485	134,157,629	-	55,667,144	-	55,667,144

14 LAST VALUATION DAY

The Fund's units are valued daily from Sunday to Thursday, and unit price is announced on the following business day. The last valuation day for the purpose of preparation of this condensed interim financial information was 30 June 2026.

15 SUBSEQUENT EVENTS

As of the date of approval of this condensed interim financial information, the Fund's management has assessed that there are no subsequent events requiring adjustment to or disclosure in the condensed interim financial information as of 30 June 2026.

16 APPROVAL OF THE FINANCIAL INFORMATION

The condensed interim financial information was approved by the Fund's Manager on 13 August 2026 (Corresponding 30 Safar 1448H).