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A) Investment Fund Information

أ) معلومات صندوق الاستثمار

1) Name of the Investment Fund

1) اسم صندوق الاستثمار

SNB Capital Al Razeen USD Liquidity Fund

صندوق الأهلي الرزين بالدولار

2) Investment Objectives and Policies

2) أهداف وسياسات الاستثمار وممارساته

• Fund's Objectives:

The Fund aims to provide liquidity and capital growth through investments in short term Money Market Instruments dominated in SAR and/or USD. The Fund will also invest in other CMA licensed public investment funds with similar objectives and risks. The Fund may invest up to 20% of the Fund NAV in long-term investments such as Sukuk, bonds and structured products denominated in SAR and/or USD.

• أهداف الصندوق:

يهدف الصندوق إلى توفير السيولة وزيادة رأس المال من خلال الاستثمار في أدوات النقد قصيرة الأجل المقومة بالريال أو الدولار أو كلاهما وغيرها من الصناديق الاستثمارية العامة والمرخصة من الهيئة ذات الأهداف والمخاطر المماثلة. كما يجوز للصندوق الاستثمار كحد أقصى وبنسبة لا تتعدى 20% من صافي قيمة الأصول في الاستثمارات طويلة الأجل مثل الصكوك والسندات والمنتجات المركبة المقومة بالريال السعودي أو الدولار الأمريكي أو كلاهما.

• Investment Policies and Practices:

The Fund invests mainly in short term Money Market denominated in SAR and/or USD. The Fund may also invest up to 20% of the Fund NAV in long-term investments such as sukuk, bonds and structured products (other than securitisation) denominated in SAR and/or USD. The fund may also invest up to 10% of the Fund NAV in other CMA licensed public investment funds with similar objectives and risks.

• سياسات الاستثمار وممارساته:

يستثمر الصندوق بشكل أساسي في أدوات النقد قصيرة الأجل المقومة بالريال أو الدولار أو كلاهما بالإضافة إلى الاستثمار بنسبة لا تتجاوز 20% من صافي قيمة الأصول في أدوات مثل الصكوك والسندات والمنتجات المركبة (فيما عدا التوريق) المقومة بالريال أو الدولار أو كلاهما، كما يجوز للصندوق الاستثمار في وحدات الصناديق الاستثمارية العامة المشابهة بنسبة لا تتجاوز 10% من صافي قيمة الأصول في الصناديق الاستثمارية العامة والمرخصة من الهيئة ذات الأهداف والمخاطر المماثلة.

3) Distribution of Income & Gain Policy

3) سياسة توزيع الدخل والأرباح

The Fund will not make any distributions to unitholders. Instead, capital gains and cash dividends will be reinvested in the Fund which will be reflected in and improve the value and units of the Fund.

لن يقوم الصندوق بأي توزيعات على مالكي الوحدات. وبدلاً من ذلك سيتم إعادة استثمار الأرباح الرأسمالية والأرباح النقدية الموزعة في الصندوق. وسينعكس ذلك بارتفاع صافي قيمة الأصول وسعر وحدة الصندوق.

4) The fund's reports are available upon request free of charge.

4) تتاح تقارير الصندوق عند الطلب وبدون مقابل.

5) The fund's benchmark and the service provider's website (if any)

5) المؤشر الاسترشادي للصندوق، والموقع الإلكتروني لمزود الخدمة (إن وجد)

30-day rolling average of the 1-month term SOFR rate.
The index service and data are provided by the CME Group.

المعدل المتحرك لآخر (30) يوم لمؤشر سوفر لأجل محدد لمدة شهر واحد.
يتم تزويد خدمة المؤشر وبياناته عن طريق مجموعة سي إم إي.

B) Fund Performance

(ب) أداء الصندوق

- 1) A comparative table covering the last three financial years/or since inception, highlighting: جدول مقارنة يغطي السنوات المالية الثلاث الأخيرة/ أو منذ التأسيس، يوضح:

Year	2024	2023	2022	السنة
NAV*	11,497,716	11,473,349	12,264,809	صافي قيمة أصول الصندوق*
NAV per Unit*	30.91	29.42	28.07	صافي قيمة أصول الصندوق لكل وحدة*
ECL NAV*	30.90	29.42	28.06	سعر الوحدة مع الخسائر الائتمانية المتوقعة*
Highest Price per Unit*	30.91	29.42	28.07	أعلى سعر وحدة*
Lowest Price per Unit *	29.43	28.07	27.58	أقل سعر وحدة*
Number of Units	371,960	390,041	437,001	عدد الوحدات
Income Distribution Per Unit	N/A	N/A	N/A	قيمة الأرباح الموزعة لكل وحدة
Fees & Expense Ratio	0.57%	0.72%	0.28%	نسبة الرسوم والمصروفات
Percentage of borrowed assets from the total asset value, the period of their exposure period and due date (if any)	N/A	N/A	N/A	نسبة الأصول المقرضة من إجمالي قيمة الأصول، ومدة انكشافها وتاريخ استحقاقها (إن وجدت)
*In USD				*بالدولار الأمريكي

- 2) A performance record that covers the following: سجل أداء يغطي ما يلي:

- a. The total return for the fund compared to the benchmark for 1 year, 3 years, 5 years and since inception: أ. العائد الإجمالي للصندوق مقارنة بالمؤشر لسنة واحدة، ثلاث سنوات، خمس سنوات ومنذ التأسيس:

Period	Since Inception منذ التأسيس	5 Years 5 سنوات	3 Years 3 سنوات	1 Year سنة	الفترة
Return %	3.08	2.58	3.88	5.07	عائد الصندوق %
Benchmark %	2.51	2.62	4.19	5.38	عائد المؤشر %

- b. The annual total return for the fund compared to the benchmark for the last 10 years/ or since inception: ب. العائد الإجمالي السنوي للصندوق مقارنة بالمؤشر للعشر سنوات الماضية/ أو منذ التأسيس:

Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	السنة
Return %	5.07	4.83	1.77	0.48	0.83	1.82	1.58	1.09	1.23	0.39	عائد الصندوق %
Benchmark %	5.38	5.31	1.93	0.10	0.53	2.28	2.03	1.12	0.49	0.20	عائد المؤشر %

c. Actual fees and fund expenses paid by the investment fund during the year as a percentage of average Net Asset Value:

ج. مقابل الخدمات والعمولات والآتعب التي دفعها الصندوق على مدار العام كنسبة مئوية من متوسط صافي قيمة أصول الصندوق:

Fees and Expenses	ألف دولار USD '000	النسبة المئوية %	الرسوم والمصروفات
Management Fees	23	0.20%	أتعاب الإدارة
VAT on Management Fees	3	0.03%	ضريبة القيمة المضافة على أتعاب الإدارة
Custodian Fees	6	0.05%	رسوم الحفظ
Auditor Fees	15	0.13%	أتعاب مراجع الحسابات
Fund Admin Expenses	12	0.11%	مصاريف العمليات الإدارية
CMA Fees	2	0.02%	رسوم هيئة السوق المالية
Tadawul Fees	2	0.02%	رسوم نشر معلومات الصندوق على موقع تداول
Other Fees	0	0.00%	مصاريف أخرى
Independent Fund Board Remunerations	1	0.01%	مكافآت أعضاء مجلس إدارة الصندوق المستقلين
Total Fees and Expenses	64	0.57%	مجموع الرسوم والمصاريف

3) Material Changes

(3) تغيرات جوهرية حدثت خلال الفترة

- شهدت اللجنة الفيدرالية الأمريكية للسوق المفتوحة (FOMC) تحولاً ملحوظاً نحو اعتماد سياسة نقدية أكثر مرونة خلال عام 2024. قامت اللجنة بتنفيذ سلسلة من القرارات المتعلقة بخفض أسعار الفائدة، بهدف دعم النمو الاقتصادي وسط انخفاض معدلات التضخم وتراجع نشاط سوق العمل. وقد انخفض معدل الفائدة على الأموال الفيدرالية (FFR) بمقدار إجمالي بلغ 100 نقطة أساس، لينخفض من 5.50% في ديسمبر 2023 إلى 4.50% بنهاية ديسمبر 2024.
- كما اتسع نطاق هذا التحول في السياسة النقدية ليشمل البنوك المركزية عالمياً، حيث قام البنك المركزي السعودي (ساما) بخفض معدلات سياسته النقدية بمقدار إجمالي 100 نقطة أساس خلال العام. وشمل ذلك انخفاض معدل اتفاقيات إعادة الشراء (الريبو) من 6.00% إلى 5.00%، ومعدل اتفاقيات إعادة الشراء العكسي (الريبو العكسي) من 5.50% إلى 4.50% بنهاية ديسمبر 2024.
- شهد منحني العائد على سندات الخزينة الأمريكية تغيرات ملحوظة خلال عام 2024، حيث سجلت عوائد السندات طويلة الأجل ارتفاعاً مقارنة بالعام السابق. ارتفع عائد السندات لأجل 10 سنوات بمقدار 69 نقطة أساس ليصل إلى 4.57%، كما ارتفع عائد السندات لأجل 5 سنوات بمقدار 53 نقطة أساس ليبلغ 4.38%. وفي المقابل، استقر عائد السندات لأجل سنتين عند 4.24% مع انخفاض طفيف بمقدار 1 نقطة أساس.
- شهد منحني الصكوك السيادية السعودية بالريال السعودي ارتفاع في جميع الفترات الزمنية، ارتفع عائد الصكوك لأجل سنتين بمقدار 44 نقطة أساس ليصل إلى 5.19%، وارتفع عائد الصكوك لأجل 5 سنوات بمقدار 84 نقطة أساس ليبلغ 5.42%. في المقابل، سجل عائد الصكوك لأجل 10 سنوات ارتفاعاً بمقدار 84 نقاط أساس ليصل إلى 5.66%.

- SAIBOR Saudi Arabian Interbank Offered Rate (SAIBOR) decreased across all tenors; 1-Month, 3-Month, and 12-Month SAIBOR decreased by 29 Bps, 69 Bps, and 75 Bps reaching levels of 5.62%, 5.54%, and 5.25% respectively.
- The 1-Month, 3-Month, and 12-Month Term SOFR rates have also declined YoY as the 1-Month, 3-Month, and 12-Month tenors decreased by 102 Bps, 103 Bps, and 60 Bps reaching levels of 4.33%, 4.30%, and 4.17% respectively.
- Saudi Sovereign debt issuances amounted to SAR 245 Bln in 2024, taking the total outstanding government indebtedness to SAR 1,216 Bln, equivalent to 29.7% of GDP, compared to 26.2% closing 2023.
- Excess Saudi Riyal liquidity in the banking sector - measured by the net daily average reverse repo volumes - averaged SAR 45 Bln for the year, an increase of 66% compared to 2023. Broader money supply (M3) steadily increased during the year reaching SAR 2.94 Tln (+8.89% YoY).
- Brent crude oil price remained relatively range-bound, decreasing slightly from an average of \$82 per barrel to \$80 per barrel in 2024 (-3% YoY), with increased production from non-OPEC countries, and despite geopolitical tensions.

- سجلت معدلات الإقراض بين البنوك السعودية (سايبور) انخفاضًا ملحوظًا على مختلف الفترات الزمنية خلال عام 2024. حيث تراجع معدل السايبور لفترة شهر واحد بمقدار 29 نقطة أساس ليصل إلى 5.62%، وانخفض معدل السايبور لفترة ثلاثة أشهر بمقدار 69 نقطة أساس ليبلغ 5.54%، بينما شهد معدل السايبور لفترة اثني عشر شهرًا انخفاضًا بمقدار 75 نقطة أساس ليسجل 5.25%.
- تراجعت معدلات التمويل (سوفر) عبر فترات زمنية مماثلة خلال العام، حيث انخفض معدل الشهر الواحد بمقدار 102 نقطة أساس ليصل إلى 4.33%، بينما سجل معدل الثلاثة أشهر انخفاضًا بمقدار 103 نقاط أساس ليصل إلى 4.30%، وانخفض معدل الاثني عشر شهرًا بمقدار 60 نقطة أساس ليصل إلى 4.17% بنهاية العام.
- بلغت إصدارات الدين السيادي السعودي خلال عام 2024، 245 مليار ريال رفع إجمالي الدين الحكومي القائم إلى 1,216 مليار ريال، ما يعادل 29.7% من الناتج المحلي الإجمالي، مقارنة بـ 26.2% بنهاية عام 2023.
- بلغت مستويات السيولة الفائضة للريال السعودي في القطاع المصرفي، المتمثلة في المتوسط اليومي لعمليات إعادة الشراء العكسي، لتصل إلى 45 مليار ريال سعودي خلال عام 2024، بزيادة قدرها 66% مقارنة بالعام السابق. كما سجل عرض النقود (M3) ارتفاعًا بنهاية العام بنسبة 8.89% ليصل إلى 2.94 تريليون ريال سعودي.
- انخفض متوسط سعر خام برنت من 82 دولارًا للبرميل في عام 2023 إلى 80 دولارًا للبرميل خلال عام 2024، مسجلًا تراجعًا (ما يعادل 3% على أساس سنوي). جاء هذا الانخفاض نتيجة لزيادة الإنتاج من الدول غير الأعضاء في منظمة أوبك، وعلى الرغم من استمرار التوترات الجيوسياسية.

4) Exercising of Voting Rights

No voting rights were exercised during the year.

4) ممارسات التصويت السنوية

لم تتم أي ممارسات تصويت خلال العام.

5) Fund Board Annual Report

5) تقرير مجلس إدارة الصندوق السنوي

a. Names of Fund Board Members

- Ali Abdulaziz Al Hawas - Chairman - Dependent Member
- Feras Abdulrazaq Houhou - Dependent Member
- Naif Abdulaziz Al Degaitheer - Independent member
- Hamad Mohammad Alhammad - Independent member

أ. أسماء أعضاء مجلس إدارة الصندوق

- علي عبدالعزيز الحواس - رئيس مجلس إدارة الصندوق - عضو غير مستقل
- فراس عبدالرازق حوحو - عضو غير مستقل
- نايف عبدالعزيز الدغيثر - عضو مستقل
- حمد محمد الحماد - عضو مستقل

b. A brief about the fund board members' qualifications

Ali Al Hawas: Executive Vice President, and Head of Global Markets at Saudi National Bank. He joined Samba in 2008 and has over 24 years of Treasury business experience. He is member of Bank's Asset Liability Management Committee and responsible of managing the business under Samba Global Markets Ltd platform. He holds a diploma certificate from ACI University.

Feras Houhou: General Legal Counsel at Savvy Electronic Gaming Group ("Savvy"), a leading company aiming to drive long-term growth in the global gaming and eSports sector. In his position as general legal counsel, he oversees many tasks and responsibilities related to five main departments: legal affairs, risk management, compliance, governance, and board affairs. Mr. Feras also held the position of head at SNB

ب. نبذة عن مؤهلات أعضاء مجلس إدارة الصندوق

علي الحواس: نائب الرئيس التنفيذي، رئيس الأسواق العالمية في البنك الأهلي السعودي. انضم إلى مجموعة سامبا المالية في عام 2008 ولديه أكثر من 24 عامًا من الخبرة في مجال الخزينة. مسؤول عن الناحية التشغيلية من إدارة أعمال في منصة شركة الأسواق العالمية المحدودة لدى سامبا. عضو في لجنة إدارة الموجودات والمطلوبات في البنك. بالإضافة إلى ذلك، حاصل على شهادة دبلوم من جامعة ACI.

فراس حوحو: المستشار القانوني العام في مجموعة سافي للألعاب الإلكترونية ("سافي")، الشركة الرائدة التي تهدف إلى تعزيز النمو طويل المدى في قطاع الألعاب والرياضات الإلكترونية عالمياً. ويشرف في وظيفته كمستشار قانوني عام على العديد من المهام والمسؤوليات المعنية بخمسة أقسام رئيسية هي الشؤون القانونية وإدارة المخاطر والامتثال والحوكمة وشؤون مجلس الإدارة. أيضاً كان يشغل الأستاذ/ فراس منصب رئيس قسم الشؤون القانونية والحوكمة بشركة الأهلي

Capital's Legal and Governance Division and the Secretary of the Board. In March 2015, Feras joined the Legal Division besides his role as a Board Secretary. His expertise covers a wide range of tasks such as working on various Equity Capital Market and Debt Capital Market transactions and handling all litigations in which the Company is involved. He also has worked extensively in Merger & Acquisition and all sorts of investment funds locally and internationally. His role in these transactions included negotiations, drafting and execution of its relevant agreements, documents and structure. Prior to joining SNB Capital, Feras worked at the Legal Division in the Capital Market Authority where he participated in drafting many of the Capital Market Regulations and advised in many policy matters. Mr. Feras holds an LLM specialized in Securities and Financial Regulations from Georgetown Law School and a law degree from King Abdulaziz University. He was appointed in July 2021 as member of the Middle East & North Africa (MENA) advisory Board at Georgetown Law Centre.

Naif Abdulaziz Al Degaither: He has over 23 years of practical experience in strategy, business development, project management and banking. He is the Vice Chairman of the Capital Market Institutions Committee, Vice Chairman of the Financial Technology Committee and a Managing Partner at the Competitiveness Center for Consulting. He also served as the Deputy Authority for Strategic and International Affairs at the Capital Market Authority, and then worked as the Director of Strategy at Al Rajhi Capital. He also worked at the National Manufacturing Company, and was a member of many of its subsidiaries' boards of directors and committees. He also worked as a financial analyst at the Saudi Industrial Development Fund (SIDF). He holds a Master's degree in Business Administration, Finance, from Prince Sultan University, and a Bachelor's degree in Industrial Engineering from King Saud University.

Hamad Mohammad Alhammad: He has extensive and deep experience in financial markets through his work in several investment companies. He currently works as an executive member at Ajdar Fintech Company, where he played a fundamental role in establishing the company and developing its strategies. He also held the position of "Vice President" of Local Equities at Hassana Investment Company, where he contributed to managing financial portfolios, and "Assistant Manager of Equity Research" at SNB Capital in the Asset Management Department. On the academic level, he obtained a Bachelor's degree in Financial Management from Prince Sultan University, and he holds the professional Chartered Financial Analyst (CFA) certificate.

المالية وأمين مجلس إدارة الشركة، حيث التحق بقسم الشؤون القانونية بشركة الأهلي المالية في مارس 2015 م إلى جانب دوره كأمين لمجلس الإدارة. تغطي خبرة الأستاذ فراس مجموعة واسعة من المهام مثل الصفقات المتعلقة بالأسهم (ECM) (وصفقات الإفراض DCM) في السوق المالية، ومتابعة الدعاوى القضائية التي تخص الشركة. كما تمتد خبرته إلى العمل في صفقات الاندماج والاستحواذ والصناديق الاستثمارية محلياً ودولياً حيث عمل على المفاوضات وإعداد ومراجعة الاتفاقيات والوثائق ذات العلاقة بعدد من الصفقات في السوق المالية السعودية وعدد من الدول الأجنبية. قبل انضمامه إلى شركة الأهلي المالية، عمل الأستاذ فراس في الإدارة القانونية بهيئة السوق المالية حيث شارك في صياغة العديد من لوائح السوق المالية وقدم المشورة بخصوص العديد من المسائل المتعلقة بسياسات السوق. يحمل الأستاذ فراس شهادة ماجستير في القانون من جامعة جورج تاون في تخصص الأوراق المالية والتشريعات المالية وشهادة في القانون من جامعة الملك عبد العزيز. كما عُيِّن في يوليو 2021 م في المجلس الاستشاري لشؤون الشرق.

نايف الدغيثر: يحمل خبرة عملية لأكثر من 23 عام في الشؤون الاستراتيجية وتطوير الأعمال وإدارة المشاريع والأعمال المصرفية. وهو نائب الرئيس في لجنة مؤسسات السوق المالية، ونائب رئيس لجنة التقنية المالية وهو شريك إداري في مركز التنافسية للاستشارات. كما شغل منصب وكيل الهيئة للشؤون الاستراتيجية والدولية في هيئة السوق المالية، كما عمل بعدها كمدير للاستراتيجية في شركة الراجحي المالية. كما عمل في شركة التصنيع الوطنية، وشغل عضوية العديد من مجالس إدارات شركاتها التابعة ولجانها. كما عمل كمحلل مالي في صندوق التنمية الصناعية السعودي (SIDF). يحمل درجة الماجستير في إدارة الأعمال، تخصص مالية، من جامعة الأمير سلطان، ودرجة البكالوريوس في الهندسة الصناعية من جامعة الملك سعود.

حمد الحماد: يتمتع بخبرة واسعة وعميقة في الأسواق المالية من خلال عمله في عدة شركات استثمارية. يعمل حالياً كعضو تنفيذي في شركة أجدر للتقنية المالية حيث كان له دور جوهري في تأسيس الشركة وتطوير استراتيجياتها. كما شغل منصب "نائب رئيس" الأسهم المحلية في شركة حصانة الاستثمارية حيث ساهم في إدارة المحافظ المالية، و "مساعد مدير أبحاث الاستثمار" في الأهلي المالية في قسم إدارة الأصول. وعلى الصعيد العلمي، حصل على درجة البكالوريوس في الإدارة المالية من جامعة الأمير سلطان، وهو حاصل على شهادة محلل مالي معتمد (CFA) المهنية.

c. Roles and responsibilities of the Fund Board

ج. أدوار مجلس إدارة الصندوق ومسؤولياته

The responsibilities of the members of the fund board shall include the following:

1. Approving material contracts, decisions and reports involving the fund.
2. Approve a written policy in regards to the voting rights related to the fund assets.
3. Overseeing and, where appropriate, approving or ratifying any conflicts of interest the fund manager has identified.
4. Meeting at least twice annually with the fund manager's compliance committee or its compliance officer to review the fund manager's compliance with all applicable rules, laws and regulations.
5. Approving all changes stipulated in Articles (62) and (63) of the Investment Funds Regulations "IFRs" before the fund manager obtains the approval or notification of the unitholders and the Authority (as applicable).
6. Confirming the completeness and accuracy (complete, clear, accurate, and not misleading), and compliance with the IFRs, of the Terms and Conditions and of any other document, contractual or otherwise.
7. Ensuring that the fund manager carries out its obligations in the best interests of the unitholders, in accordance with the IFRs and the Fund's Terms and Conditions.
8. Reviewing the report that includes assessment of the performance and quality of services provided by the parties involved in providing significant services to the fund referred to in Paragraph (I) of Article (9) of IFRs, in order to ensure that the fund manager fulfils his responsibilities in the interest of unitholders in accordance with the Fund's Terms and Conditions and the provisions stipulated in IFRs.
9. Assessing the mechanism of the fund manager's handling of the risks related to the fund's assets in accordance with the fund manager's policies and procedures that detect the fund's risks and how to treat such risks.
10. Have a fiduciary duty to unitholders, including a duty to act in good faith, a duty to act in the best interests of the unitholders and a duty to exercise all reasonable care and skill.
11. Approving the appointment of the external Auditor nominated by the Fund Manager.
12. Taking minutes of meetings that provide all deliberations and facts of the meetings and the decisions taken by the fund's board of director.
13. Review the report containing all complaints and the measures taken regarding them referred to in Paragraph (m) of Article (9) of IFRs, in order to ensure that the fund manager carries out his responsibilities in a way that serves the interest of unitholders in accordance with the

تشمل مسؤوليات أعضاء مجلس إدارة الصندوق، على سبيل المثال لا الحصر، الآتي:

1. الموافقة على جميع العقود والقرارات والتقارير الجوهرية التي يكون الصندوق طرفاً فيها.
2. اعتماد سياسة مكتوبة فيما يتعلق بحقوق التصويت المتعلقة بأصول الصندوق.
3. الإشراف، ومتى كان ذلك مناسباً، الموافقة أو المصادقة على أي تعارض مصالح يفصح عنه مدير الصندوق وفقاً لللائحة صناديق الاستثمار.
4. الاجتماع مرتين سنوياً على الأقل مع لجنة المطابقة والالتزام لدى مدير الصندوق أو مسؤول المطابقة والالتزام لديه، للتأكد من التزام مدير الصندوق بجميع اللوائح والأنظمة المتبعة.
5. الموافقة على جميع التغييرات المنصوص عليها في المادتين (62) و (63) من لائحة صناديق الاستثمار وذلك قبل حصول مدير الصندوق على موافقة مالكي الوحدات والهيئة أو إشعارهم (حيثما ينطبق).
6. التأكد من اكتمال ودقة شروط وأحكام الصندوق وأي مستند آخر (سواء أكان عقداً أم غيره) يتضمن إفصاحات تتعلق بالصندوق ومدير الصندوق وإدارته للصندوق، إضافةً إلى التأكد من توافق ما سبق مع أحكام لائحة صناديق الاستثمار.
7. التأكد من قيام مدير الصندوق بمسؤولياته بما يحقق مصلحة مالكي الوحدات وفقاً لشروط وأحكام الصندوق، وأحكام لائحة صناديق الاستثمار.
8. الاطلاع على التقرير المتضمن تقييم أداء وجودة الخدمات المقدمة من الأطراف المعنية بتقديم الخدمات الجوهرية للصندوق المشار إليه في الفقرة (ل) من المادة (9) من لائحة صناديق الاستثمار؛ وذلك للتأكد من قيام مدير الصندوق بمسؤولياته بما يحقق مصلحة مالك الوحدات وفقاً لشروط وأحكام الصندوق وما ورد في لائحة صناديق الاستثمار.
9. تقييم آلية تعامل مدير الصندوق مع المخاطر المتعلقة بأصول الصندوق وفقاً لسياسات وإجراءات مدير الصندوق حيال رصد المخاطر المتعلقة بالصندوق وكيفية التعامل معها.
10. العمل بأمانة وحسن نية واهتمام ومهارة وعناية وحرص وبما يحقق مصلحة مالكي الوحدات.
11. الموافقة على تعيين مراجع الحسابات بعد ترشيحه من قبل مدير الصندوق.
12. تدوين محاضر الاجتماعات التي تشمل على جميع وقائع الاجتماعات والقرارات التي اتخذها مجلس إدارة الصندوق.
13. الاطلاع على التقرير المتضمن جميع الشكاوى والإجراءات المتخذة حيالها المشار إليه في الفقرة (م) من المادة (9) من لائحة صناديق الاستثمار؛ وذلك للتأكد من قيام مدير الصندوق بمسؤولياته بما يحقق مصلحة مالكي الوحدات وفقاً لشروط وأحكام الصندوق وما ورد في لائحة صناديق الاستثمار.

Fund's Terms and Conditions and what contained in this Regulation.

d. Remuneration of fund board members

Independent Board members shall be remunerated by the Fund Manager in the case of attending two meetings per year, being the minimum amount of Board meetings, such remuneration to be paid to each independent Board member from the Fund's assets. It should be noted that this remuneration is allocated from the total expenses paid to conventional funds managed by the Fund Manager for a total amount of SR 80,000 per year to the independent board members collectively. The fees will be allocated based on the percentage of the Fund's NAV to the aggregate net asset value of these conventional funds. In addition, independent Board members are compensated for travel allowances up to a maximum of SAR 7,500 to be paid from the Fund's assets. Non-independent Board members shall not be entitled to any remuneration from the Fund Manager in consideration to their roles as Board members of the Fund.

e. A statement of any conflict or potential conflict of interest between the interests of a fund board member and the interests of the fund

The Fund Board is composed of certain employees of the Fund Manager. However, the Fund Board members have fiduciary duties to Unitholders and will use their best efforts to resolve all conflicts by exercising their good faith judgement. Furthermore, Board members may hold Unit in the Fund, have a banking relationship with companies in which their shares are acquired, sold or maintained by the Fund or on its behalf, or with which the Fund has murabha deals. However, if any conflict of interests arises, such conflict shall be communicated to the Fund Board for approval in which case the conflicted Board member shall not be entitled to vote on any resolution taken by the Fund Board in respect of which the conflicted Board member has any direct or indirect interest.

f. A statement showing all the funds boards that the relevant board member is participating in

Fund's/ Member's Name	حمد الحماد Hamad Alhammad	نايف الدغيثر Naif Al Degaither	فراس حوحو Naif Al-Saif	علي الحواس Ali Al Hawas	اسم الصندوق / العضو
SNB Capital Al Sunbullah USD	✓	✓	✓	✓	صندوق الأهلي السنبل بالدولار
SNB Capital Al Sunbullah SAR	✓	✓	✓	✓	صندوق الأهلي السنبل بالريال
SNB Capital Al-Raed GCC Fund	✓	✓	✓	✓	صندوق الأهلي الرائد الخليجي

د. مكافآت أعضاء مجلس إدارة الصندوق

يتقاضى أعضاء المجلس المستقلين مكافأة من مدير الصندوق في حال حضور اجتماعين بالسنة وهو الحد الأدنى لعدد اجتماعات مجلس إدارة حيث يتقاضى كل عضو مستقل مكافأة تدفع من أصول الصندوق. وتجدر الإشارة إلى أن هذه المكافأة يتم تخصيصها من إجمالي المصاريف المدفوعة للصناديق التقليدية التي يديرها مدير الصندوق بمبلغ إجمالي 80,000 ريال سعودي سنوياً لأعضاء المجلس المستقلين مجتمعين. وسيتم تخصيص الرسوم بناء على نسبة قيمة صافي الأصول بالصندوق إلى إجمالي قيمة صافي الأصول في هذه الصناديق التقليدية. كما تُدفع لأعضاء المجلس المستقلين مخصصات سفر بحد أقصى 7,500 ريال سعودي تدفع من أصول الصندوق. ولا يتقاضى أعضاء مجلس الإدارة غير المستقلين أي مكافأة من مدير الصندوق مقابل دورهم كأعضاء مجلس إدارة الصندوق.

هـ. تعارض المصالح بين مصالح عضو مجلس إدارة الصندوق

ومصالح الصندوق

يتألف مجلس إدارة الصندوق من بعض موظفي مدير الصندوق. ومع ذلك، فإن أعضاء المجلس لديهم واجبات وأمانة لمالكي الوحدات، وسوف يبذلون قصارى جهدهم لحل جميع حالات تعارض المصالح من خلال ممارسة الاجتهاد بنية حسنة. كما يمكن لأعضاء المجلس تملك وحدات في الصندوق أو أن يكون لديهم علاقات مصرفية مع الشركات التي يتم شراء أسهمها أو بيعها أو حفظها من قبل الصندوق أو نيابة عنه، أو التي يكون لدى الصندوق صفقات مربحة معها. ومع ذلك، في حالة نشوء أي تعارض في المصالح، يتم إبلاغ مجلس الصندوق بهذا التعارض للموافقة عليه وفي هذه الحالة لا يجوز للعضو الذي لديه تعارض في المصالح التصويت على أي قرار يتخذه مجلس إدارة الصندوق ويكون للعضو أي مصلحة مباشرة أو غير مباشرة فيه.

و. جدول يوضح جميع مجالس إدارة الصناديق التي يشارك فيها

عضو مجلس الصندوق

Fund's/ Member's Name	حمد الحماد Hamad Alhammad	نايف الدغيثر Naif Al Degaither	فراس حوجو Naif Al-Saif	علي الحواس Ali Al Hawas	اسم الصندوق / العضو
SNB Capital Al Ataa GCC Equity Fund	✓	✓	✓	✓	صندوق الأهلي العطاء للأسهم السعودية
SNB Capital Saudi Large-Mid Cap Equity Fund	✓	✓	✓	✓	صندوق الأهلي لأسهم الشركات الكبيرة والمتوسطة السعودية
SNB Capital Al Razeen USD Liquidity Fund	✓	✓	✓	✓	صندوق الأهلي الرزين بالدولار
SNB Capital Al Razeen SAR Liquidity Fund	✓	✓	✓	✓	صندوق الأهلي الرزين بالريال
SNB Capital Al Musahem GCC Fund	✓	✓	✓	✓	صندوق الأهلي المساهم الخليجي
SNB Capital China Equity Fund	✓	✓	✓	✓	صندوق الأهلي للأسهم الصينية
SNB Capital Global Equity Fund	✓	✓	✓	✓	صندوق الأهلي للأسهم العالمية
SNB Capital Al Musahem Saudi Equity Fund	✓	✓	✓	✓	صندوق الأهلي المساهم للأسهم السعودية
SNB Capital Arab Markets Equity Fund	✓	✓	✓	✓	صندوق الأهلي لأسواق الأسهم العربية
SNB Capital GCC Financial Sector Fund	✓	✓	✓	✓	صندوق الأهلي للقطاع المالي الخليجي
SNB Capital Corporates Sukuk Fund	✓	✓	✓	✓	صندوق الأهلي لصكوك الشركات
SNB Capital Sovereign Sukuk Fund	✓	✓		✓	صندوق الأهلي للصكوك السيادية
SNB Capital Real Estate Fund		✓			صندوق الأهلي العقاري
AlAhli REIT 1			✓		صندوق الأهلي ريت
SNB Capital Private Real Estate Fund			✓		صندوق الأهلي العقاري الخاص

g. Topics discussed and issued resolutions, as well as the fund performance and fund achievement of its objectives

The Fund's Board of Directors held three meetings during 2024G. The following is a summary of the key decisions approved and the matters discussed by the Fund's Board of Directors:

- Fund's objectives achievement and performance review.
- Risks related to the funds; including: liquidity, market, and operational risks.
- Ensuring fund's compliance to all applicable rules and regulations.

ز. الموضوعات التي تمت مناقشتها والقرارات الصادرة بشأنها بما في ذلك أداء الصندوق وتحقيق الصندوق لأهدافه

عقد مجلس إدارة الصندوق ثلاثة اجتماعات خلال العام 2024م، وفيما يلي ملخصاً لأهم القرارات التي تم إقرارها والمواضيع التي تمت مناقشتها من قبل مجلس إدارة الصندوق:

- مناقشة تحقيق الصندوق لأهدافه وأدائه خلال العام.
- المخاطر المتعلقة بالصندوق بما في ذلك مخاطر السيولة، السوق، والتشغيل.
- التزام الصناديق بلوائح هيئة السوق المالية مع مسؤول المطابقة والالتزام.

C) Fund Manager

ج) مدير الصندوق

1) Name and address of the Fund Manager SNB Capital Company King Saud Road, P.O. Box 22216, Riyadh 11495, Saudi Arabia Tel: +966 920000232 Website: www.alahlicapital.com	1) اسم مدير الصندوق، وعنوانه شركة الأهلي المالية طريق الملك سعود، ص.ب. 22216، الرياض 11495، المملكة العربية السعودية هاتف: +966 920000232 الموقع الإلكتروني: www.alahlicapital.com
2) Names and addresses of Sub-Manager / Investment Adviser None.	2) اسم وعنوان مدير الصندوق من الباطن و/أو مستشارين الاستثمار (إن وجد) لا يوجد.
3) Investment Activities during the period - During 2024, given the funds' investment objectives its' strategy continued to be conservative, focusing on Murabaha placements with local banks and investment-grade GCC Counterparties only. - The liquidity and maturity profile was managed in a way that enabled it to take advantage of periods of higher rates on deposits, and retaining its short- medium term maturity profile within the fund's guidelines and CMA regulations.	3) أنشطة الاستثمار خلال الفترة - خلال العام 2024م، ركز الصندوق على صفقات المراجعة مع البنوك المحلية وبنوك دول مجلس التعاون الخليجي ذات التصنيف الائتماني العالي فقط وفقاً لاستراتيجية الصندوق المتحفظة وأهدافه الاستثمارية. - تدار سيولة ومدة استحقاق ودائع الصندوق باستراتيجية تمكن الصندوق من الاستفادة من فترات ارتفاع أسعار الفائدة، والمحافظة على المدى القصير- المتوسط لاستحقاقات ودائع الصندوق وفقاً لضوابط إدارة الصندوق ولوائح هيئة السوق المالية.
4) Performance Fund Performance 5.07% Benchmark Performance 5.38% The fund underperformed the benchmark by 31 bps.	4) تقرير الأداء خلال الفترة أداء الصندوق 5.07% أداء المؤشر 5.38% انخفض أداء الصندوق عن أداء المؤشر بفارق 31 نقطة أساس.
5) Terms & Conditions Material Changes 1. Non-fundamental Changes: as shown below: A change of the membership of the Board of Directors of a number of investment funds due to the non-renewal of the contract with board member Mr. Ammar Bakheet (Independent) from 21/09/1445H, corresponding to 31/03/2024G. The formation of the Board of Director, after the change, shall be: 1. Mr. Ali AlHawas (Chairman/ Non-Independent) 2. Mr. Feras Houhou (Non-Independent) 3. Mr. Amr Shahwan (Independent) 2. Non-fundamental Changes: as shown below: A change of the membership of the Board of Directors of a number of investment funds due to the appointment of board member Mr. Naif Al Degaither (Independent) from 07/12/1445H, corresponding to 13/06/2024G. The formation of the Board of Director, after the change, shall be: 1. Mr. Ali AlHawas (Chairman/Non-independent) 2. Mr. Feras Houhou (Non-independent) 3. Mr. Amr Shahwan (Independent) 4. Mr. Naif Al Degaither (Independent)	5) تغييرات حدثت في شروط وأحكام الصندوق 1. تغييرات غير أساسية: كما هو موضح أدناه: تغيير في عضوية مجلس إدارة عدد من الصناديق الاستثمارية بسبب عدم تجديد عضوية الأستاذ/ عمار بخيت (عضو مستقل) في مجلس الإدارة وذلك اعتباراً من تاريخ 1445/09/21هـ الموافق 2024/03/31م. ليصبح أعضاء مجلس إدارة الصندوق بعد التغيير: 1. الأستاذ/ علي الحواس (رئيس مجلس الإدارة / عضو غير مستقل). 2. الأستاذ/ فراس حوحو (عضو غير مستقل). 3. الأستاذ/ عمرو شهبان (عضو مستقل). 2. تغييرات غير أساسية: كما هو موضح أدناه: تغيير في عضوية مجلس إدارة عدد من الصناديق الاستثمارية بسبب تعيين عضو مجلس الإدارة الأستاذ/ نايف الدغيثر (عضو مستقل) وذلك اعتباراً من تاريخ 1445/12/07هـ الموافق 2024/06/13م. ليصبح أعضاء مجلس إدارة الصندوق بعد التغيير: 1. الأستاذ/ علي الحواس (رئيس مجلس الإدارة / عضو غير مستقل). 2. الأستاذ/ فراس حوحو (عضو غير مستقل). 3. الأستاذ/ عمرو شهبان (عضو مستقل). 4. الأستاذ/ نايف الدغيثر (عضو مستقل). 3. تغييرات غير أساسية: كما هو موضح أدناه: تغيير في عضوية مجلس إدارة الصناديق الاستثمارية بسبب استقالة عضو مجلس الإدارة الأستاذ/ عمرو شهبان (عضو مستقل) وذلك اعتباراً من تاريخ 1446/03/14هـ الموافق 2024/09/17م. ليصبح أعضاء مجلس إدارة الصناديق بعد التغيير:

3. Non-fundamental Changes: as shown below:
A change of the membership of the Board of Directors of a number of investment funds due to the resignation of board member Mr. Amr Shahwan (Independent) from 14/03/1446H, corresponding to 17/09/2024G.
The formation of the Board of Directors, after the change, shall be:
1.Mr. Ali AlHawas (Chairman/Non-independent)
2.Mr. Feras Houhou (Non-independent)
3.Mr. Naif Al Degaither (Independent)
4. Non-fundamental Changes: as shown below:
A change of the membership of the Board of Directors of a number of investment funds due to the appointment of board member Mr. Hamad Alhammad (Independent) from 15/05/1446H, corresponding to 17/11/2024G.
The formation of the Board of Director, after the change, shall be:
1.Mr. Ali AlHawas (Chairman/Non-independent)
2.Mr. Feras Houhou (Non-independent)
3.Mr. Naif Al Degaither (Independent)
4.Mr. Hamad Alhammad (Independent)
- 6) Any other information that would enable unitholders to make an informed judgment about the fund's activities during the period
None.
- 7) Investments in other Investment Funds
management fees charged by investments in the following funds have been rebated:
- SNB Capital International Trade Fund.
- 8) Special commission received by the fund manager during the period
No special commissions were received during the period.
- 9) Any other data and other information required by Investment Fund Regulations to be included in this report
a. Conflict of Interests
There is no conflict of interests.
b. Fund Distribution During The Year
No income or dividends will be distributed to Unitholders.
c. Incorrect Valuation or Pricing
None.
d. Investment Limitation Breaches
None.
1. الأستاذ/ علي الحواس (رئيس مجلس الإدارة / عضو غير مستقل).
2. الأستاذ/ فراس حوحو (عضو غير مستقل).
3. الأستاذ/ نايف الدغيثر (عضو مستقل).
4. تغييرات غير أساسية: كما هو موضح أدناه:
تغيير في عضوية مجلس إدارة عدد من الصناديق الاستثمارية بسبب تعيين عضو مجلس الإدارة الأستاذ/ حمد الحماد (عضو مستقل) وذلك اعتباراً من تاريخ 1446/05/15 هـ الموافق 2024/11/17 م.
ليصبح أعضاء مجلس إدارة الصندوق بعد التغيير:
1. الأستاذ/ علي الحواس (رئيس مجلس الإدارة / عضو غير مستقل).
2. الأستاذ/ فراس حوحو (عضو غير مستقل).
3. الأستاذ/ نايف الدغيثر (عضو مستقل).
4. الأستاذ/ حمد الحماد (عضو مستقل).
- 6) أي معلومة أخرى من شأنها أن تُمكن مالكي الوحدات من اتخاذ قرار مدروس ومبني على معلومات كافية بشأن أنشطة الصندوق خلال الفترة
لا يوجد.
- 7) الاستثمار في صناديق استثمارية أخرى
تم التنازل عن رسوم الإدارة للصناديق الاستثمارية التي يستثمر بها الصندوق الموضحة أدناه:
- صندوق الأهلي للمتاجرة العالمية.
- 8) العمولات الخاصة التي حصل عليها مدير الصندوق خلال الفترة
لم يحصل مدير الصندوق على أي عمولات خاصة خلال الفترة.
- 9) أي بيانات ومعلومات أخرى أوجبت لائحة صناديق الاستثمار تضمينها بهذا التقرير
أ. تعارض في المصالح
لا يوجد تعارض مصالح.
ب. توزيعات الصندوق خلال العام
لا يتم توزيع أي دخل وأرباح على مالكي الوحدات.
ج. خطأ في التقويم والتسعير
لا يوجد.
د. مخالفة قيود الاستثمار
لا يوجد.

10) Period for the management of the person registered as fund manager	10) مدة إدارة الشخص المسجل كمدير للصندوق
Since August – 2021G.	منذ أغسطس – 2021م.
11) A disclosure of the expense ratio of each underlying fund at end of year and the weighted average expense ratio of all underlying funds that invested in (where applicable)	11) الإفصاح عن نسبة مصروفات كل صندوق بنهاية العام والمتوسط المرجح لنسبة مصروفات كل الصناديق الرئيسة المستثمر فيها (حيثما ينطبق)
As shown in the sub-paragraph (7) of paragraph (C) in this Annual Report.	كما هو موضح في الفقرة الفرعية (7) من الفقرة (ج) من هذا التقرير السنوي.

D) Custodian أمين الحفظ

1) Name and address of custodian	1) اسم أمين الحفظ، وعنوانه
HSBC Saudi Arabia Olaya, P.O. Box 2255, Riyadh 12283, Saudi Arabia Tel: +966920005920 Website: www.hsbcSaudi.com	شركة اتش اس بي سي العربية السعودية (HSBC) العليا، ص.ب. 2255، الرياض 12283، المملكة العربية السعودية هاتف: +966920005920 الموقع الإلكتروني: www.hsbcSaudi.com
2) Custodian's duties and responsibilities	2) واجبات ومسؤوليات أمين الحفظ
<ul style="list-style-type: none"> Notwithstanding the delegation by a custodian to one or more third parties under the provisions of Investment Funds Regulations or the Capital Market Institutions Regulations, the custodian shall remain fully responsible for compliance with its responsibilities in accordance to the provisions of Investment Funds Regulations. The custodian shall be held responsible to the fund manager and unitholders for any losses caused to the investment fund due to the custodian fraud, negligence, misconduct or willful default. The custodian shall be responsible for taking custody and protecting the fund's assets on behalf of unitholders, and taking all necessary administrative measures in relation to the custody of the fund's assets. 	<ul style="list-style-type: none"> يعد أمين الحفظ مسؤولاً عن التزاماته وفقاً لأحكام لائحة صناديق الاستثمار، سواء قام بتأدية مسؤولياته بشكل مباشر أم كلف بها طرفاً ثالثاً بموجب أحكام لائحة صناديق الاستثمار أو لائحة مؤسسات السوق المالية. يعد أمين الحفظ مسؤولاً تجاه مدير الصندوق ومالكي الوحدات عن خسائر الصندوق الناجمة بسبب احتياله أو إهماله أو سوء تصرفه المتعمد أو تقصيره المتعمد. يعد أمين الحفظ مسؤولاً عن حفظ أصول الصندوق وحمايتها لصالح مالكي الوحدات، وهو مسؤول كذلك عن اتخاذ جميع الإجراءات الإدارية اللازمة فيما يتعلق بحفظ أصول الصندوق.

E) Fund Operator مشغل الصندوق

1) Name and address of fund operator	1) اسم مشغل الصندوق، وعنوانه
SNB Capital Company King Saud Road, P.O. Box 22216, Riyadh 11495, Saudi Arabia Tel: +966 920000232 Website: www.alahlicapital.com	شركة الأهلي المالية طريق الملك سعود، ص.ب. 22216، الرياض 11495، المملكة العربية السعودية هاتف: +966 920000232 الموقع الإلكتروني: www.alahlicapital.com
2) Operator's duties and responsibilities	2) واجبات ومسؤوليات مشغل الصندوق
<ul style="list-style-type: none"> In relation to investment funds, the fund operator shall be responsible for operating the investment fund. 	<ul style="list-style-type: none"> يكون مشغل الصندوق مسؤولاً عن تشغيل الصندوق. يقوم مشغل الصندوق بالاحتفاظ بالدفاتر والسجلات ذات الصلة بتشغيل الصندوق.

- The fund operator must maintain the books and records related to the operation of the fund it operates.
- The fund operator must establish a register of unitholders and must maintain it in the Kingdom in accordance to the Investment Funds Regulations.
- The fund operator shall be responsible for the process of dividends distribution (if available) to unitholders.
- The fund operator must process requests for subscriptions, redemption or transfer according to the fund's Terms & Conditions.
- The fund operator shall be responsible for calculating the price of the units and valuing the assets of the fund. In so doing, the fund operator shall conduct a full and fair valuation according to the fund's Terms & Conditions.

- يقوم مشغل الصندوق بإعداد وتحديث سجلّ بالكي الوحدات وحفظه في المملكة وفقاً لمتطلبات لائحة صناديق الاستثمار.
- يُعدّ مشغل الصندوق مسؤولاً عن عملية توزيع الأرباح (إن وجدت) حسب سياسة التوزيع المنصوص عليها في شروط وأحكام الصندوق.
- يقوم مشغل الصندوق بإجراءات الاشتراك والاسترداد والتحويل حسب المنصوص عليها في شروط وأحكام الصندوق.
- يُعدّ مشغل الصندوق مسؤولاً عن تقييم أصول الصندوق تقييماً كاملاً وعادلاً وحساب سعر وحدات الصندوق حسب ما ورد في شروط وأحكام الصندوق.

F) Auditor

و) مراجع الحسابات

Name and Address of Auditor

KPMG Professional Services

Roshn Front – Airport Road P.O Box. 92876, Riyadh 11663, Saudi Arabia
Tel: +966118748500
Website: www.kpmg.com/sa

اسم مراجع الحسابات، عنوانه

كي بي ام جي للخدمات المهنية

واجهة روشن – طريق المطار ص.ب. 92876، الرياض 11663 المملكة العربية السعودية
هاتف: +966118748500
الموقع الإلكتروني: www.kpmg.com/sa

G) Financial Statements

ز) القوائم المالية

As shown below in the financial statements section.

كما هو موضح أدناه في قسم القوائم المالية.

H) Zakat Calculations

ح) حساب الزكاة

New regulations effective during the year

"The Minister of Finance via Ministerial Resolution No. (29791) dated 9 Jumada-al-Awwal 1444 H (corresponding to 3 December 2022) approved the Zakat Rules for Investment Funds permitted by the CMA.

The Rules are effective from 1 January 2023 requiring Investment Funds to register with Zakat, Tax and Customs Authority (ZATCA). The Rules also require the Investment Funds to submit an information declaration to ZATCA within 120 days from the end of their fiscal year, including audited financial statements, records of related party transactions and any other data requested by ZATCA. Under the Rules, Investment Funds are not subject to Zakat provided they do not engage in unstipulated economic or investment activities as per their CMA approved Terms and Conditions. Unitholders are obliged to pay due ZAKAT based on their unit owned.

During the current year, the Fund Manager has completed the registration of the Fund with ZATCA and submitted

الوائح الجديدة سارية المفعول خلال العام

"وافق وزير المالية بموجب القرار الوزاري رقم (29791) وتاريخ 9 جمادى الأولى 1444 هـ (الموافق 3 ديسمبر 2022م) على قواعد الزكاة لصناديق الاستثمار المسموح بها من قبل هيئة السوق المالية.

تسري القواعد اعتباراً من 1 يناير 2023 وتتطلب من صناديق الاستثمار التسجيل لدى هيئة الزكاة والضرائب والجمارك (الهيئة). كما تلزم القواعد أيضاً من صناديق الاستثمار تقديم إقرار معلومات إلى (الهيئة) خلال 120 يوماً من نهاية سنتها المالية، بما في ذلك القوائم المالية المدققة وسجلات المعاملات الأطراف ذات العلاقة وأي بيانات أخرى تطلبها الهيئة بموجب القواعد، لا تخضع صناديق الاستثمار للزكاة بشرط ألا تمارس أنشطة اقتصادية أو استثمارية غير مشروطة وفقاً للشروط والأحكام المعتمدة من هيئة أسواق المال. سيتحمل كل مالك في حدود ملكيته سداد الزكاة عن تلك الوحدات.

خلال العام الحالي، أكمل مدير الصندوق عملية تسجيل الصندوق لدى الهيئة وتم تقديم إعلان المعلومات في الوقت المناسب وكان مبلغ الزكاة الواجب أدائه للعام المالي المنتهي في 31 ديسمبر 2024 عن وحدات الصندوق 2.99571 ريال سعودي عن كل وحدة".

information declaration on time and the due ZAKAT amount for the year ended 31 December 2024 for the fund units was amounted to 2.99571 Saudi Riyal per unit”.

SNB CAPITAL AL RAZEEN USD LIQUIDITY FUND
(Managed by the SNB Capital Company)
FINANCIAL STATEMENTS
For the year ended 31 December 2024
together with the
Independent Auditor's Report to the Unitholders



KPMG Professional Services Company

Roshn Front, Airport Road
P.O. Box 92876
Riyadh 11663
Kingdom of Saudi Arabia
Commercial Registration No 1010425494

Headquarters in Riyadh

شركة كي بي إم جي للاستشارات المهنية مساهمة مهنية

واجهة روشن، طريق المطار
صندوق بريد ٩٢٨٧٦
الرياض ١١٦٦٣
المملكة العربية السعودية
سجل تجاري رقم ١٠١٠٤٢٥٤٩٤

المركز الرئيسي في الرياض

Independent Auditor's Report

To the Unitholders of the SNB Capital Al Razeen USD Liquidity Fund

Opinion

We have audited the financial statements of the **SNB Capital Al Razeen USD Liquidity Fund** (the "Fund") managed by the SNB Capital Company (the "Fund Manager"), which comprise the statement of financial position as at 31 December 2024, the statements of profit or loss and other comprehensive income, changes in net assets attributable to the Unitholders and cash flows for the year then ended, and notes to the financial statements, comprising material accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards") that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards), that is endorsed in the Kingdom of Saudi Arabia, that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with the Code's requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Fund Manager and Those Charged with Governance for the Financial Statements

The Fund Manager is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the SOCPA, and to comply with the applicable provisions of the Investment Funds Regulations issued by the Capital Market Authority ("CMA"), the Fund's terms and conditions, and for such internal control as the Fund Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Fund Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Fund Manager either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, the Fund Board, are responsible for overseeing the Fund's financial reporting process.

Independent Auditor's Report

To the Unitholders of the SNB Capital Al Razeen USD Liquidity Fund (continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 'Reasonable assurance' is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund Manager's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Fund Manager.
- Conclude on the appropriateness of the Fund Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, then we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit of the **SNB Capital Al Razeen USD Liquidity Fund** (the "Fund").

KPMG Professional Services Company



Ebrahim Oboud Baeshen
License No. 382



Riyadh: 6 Ramadan 1446 H.
Corresponding to 6 March 2025.

SNB CAPITAL AL RAZEEN USD LIQUIDITY FUND
(Managed by the SNB Capital Company)

STATEMENT OF FINANCIAL POSITION

As at 31 December 2024

Expressed in US Dollars '000 (unless otherwise stated)

	<i>Notes</i>	<i>31 December 2024</i>	<i>31 December 2023</i>
ASSETS			
Cash and cash equivalents	9	595	20
Investments – net	10	10,947	11,500
Other receivables		<u>7</u>	<u>--</u>
Total assets		<u>11,549</u>	<u>11,520</u>
LIABILITIES			
Other payables		<u>53</u>	<u>47</u>
Net assets attributable to the Unitholders		<u>11,496</u>	<u>11,473</u>
Units in issue in thousands (number)		<u>372</u>	<u>390</u>
Net assets value per unit (USD)		<u>30.9032</u>	<u>29.4179</u>

The accompanying notes 1 to 19 form an integral part of these financial statements.

SNB CAPITAL AL RAZEEN USD LIQUIDITY FUND
(Managed by the SNB Capital Company)

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2024

Expressed in US Dollars '000 (unless otherwise stated)

		<i>For the year ended 31 December</i>	
	<i>Notes</i>	<i>2024</i>	<i>2023</i>
Special commission income on Murabaha contracts		558	562
Realised gain on investments measured at fair value through profit or loss (FVTPL investments)		94	3
Unrealised (loss) / gain on FVTPL investments		(35)	48
Rebate income		4	4
Total income		621	617
Management fees	12	(23)	(23)
Auditors' remuneration	13	(15)	(15)
Administrative expenses		(12)	(11)
Custody fees		(6)	(20)
Value added tax expense		(3)	(3)
Tadawul fees		(2)	(2)
Capital market authority fees		(2)	(3)
Shariah audit fees		(1)	(4)
Expected credit loss allowance – net		--	(1)
Total operating expenses		(64)	(82)
Profit for the year		557	535
Other comprehensive income for the year		--	--
Total comprehensive income for the year		557	535

The accompanying notes 1 to 19 form an integral part of these financial statements.

SNB CAPITAL AL RAZEEN USD LIQUIDITY FUND
(Managed by the SNB Capital Company)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS

For the year ended 31 December 2024

Expressed in US Dollars '000 (unless otherwise stated)

	<i>For the year ended 31 December</i>	
	<u>2024</u>	<u>2023</u>
Net assets attributable to the Unitholders at the beginning of the year	11,473	12,263
Total comprehensive income for the year	557	535
Net decrease in net assets from unit transactions during the year		
Proceeds from units issued	1,560	1,217
Value of units redeemed	(2,094)	(2,542)
	(534)	(1,325)
Net assets attributable to the Unitholders at the end of the year	11,496	11,473

UNITS TRANSACTIONS

Transactions in units during the year are summarized as follows:

	<i>For the year ended 31 December</i>	
	<u>2024</u>	<u>2023</u>
	<i>-----Units in '000s-----</i>	
Units at the beginning of the year	390	437
Units issued	51	43
Units redeemed	(69)	(90)
Net decrease in units during the year	(18)	(47)
Units at the end of the year	372	390

The accompanying notes 1 to 19 form an integral part of these financial statements.

SNB CAPITAL AL RAZEEN USD LIQUIDITY FUND
(Managed by the SNB Capital Company)

STATEMENT OF CASH FLOWS

For the year ended 31 December 2024

Expressed in US Dollars '000 (unless otherwise stated)

		<i>For the year ended 31 December</i>	
	<i><u>Note</u></i>	<i><u>2024</u></i>	<i><u>2023</u></i>
Cash flows from operating activities			
Profit for the year		557	535
<i><u>Adjustments for:</u></i>			
Realised gain on FVTPL investments		(94)	(3)
Unrealised loss / (gain) on FVTPL investments		35	(48)
Expected credit loss allowance – net		--	1
		<u>498</u>	<u>485</u>
<i><u>Net changes in operating assets and liabilities:</u></i>			
Investments measured at amortised cost		600	550
FVTPL investments		12	198
Other receivables		(7)	--
Other payables		<u>6</u>	<u>22</u>
Net cash generated from operating activities		<u>1,109</u>	<u>1,255</u>
Cash flows from financing activities			
Proceeds from units issued		1,560	1,217
Value of units redeemed		<u>(2,094)</u>	<u>(2,542)</u>
Net cash used in financing activities		<u>(534)</u>	<u>(1,325)</u>
Net increase / (decrease) in cash and cash equivalents		575	(70)
Cash and cash equivalents at the beginning of the year	9	<u>20</u>	<u>90</u>
Cash and cash equivalents at the end of the year	9	<u>595</u>	<u>20</u>

The accompanying notes 1 to 19 form an integral part of these financial statements.

SNB CAPITAL AL RAZEEN USD LIQUIDITY FUND
(Managed by the SNB Capital Company)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2024

Expressed in US Dollars '000 (unless otherwise stated)

1. THE FUND AND ITS ACTIVITIES

SNB Capital Al Razeen USD Liquidity Fund (the “Fund”) is a Shariah compliant, open-ended investment fund, established under article 31 of the Investment Funds Regulations (the “Regulations”) issued by the Capital Market Authority (“CMA”), managed by SNB Capital Company (the “Fund Manager”), a subsidiary of The Saudi National Bank (the “Bank”), for the benefit of the Fund's Unitholders.

The objective of the Fund is to achieve liquidity and capital growth investments in short term money market instruments denominated in SAR or USD. The Fund does not make any distribution to the Unitholders. Instead, capital gains and dividends are reinvested.

The terms and conditions of the Fund were issued and the Fund commenced its activities on 6 Safar 1408 H (corresponding to 30 September 1987).

2. REGULATING AUTHORITY

The Fund is governed by the Regulations published by the CMA’s Board Resolution no. 1-219-2006 dated 3 Dhul Hijja 1427 H (corresponding to 24 December 2006) thereafter amended pursuant to the CMA’s Board Resolution no. 2-22-2021 dated 12 Rajab 1442 H (corresponding to 24 February 2021), detailing requirements for all funds within the Kingdom of Saudi Arabia.

3. BASIS OF ACCOUNTING

These financial statements of the Fund have been prepared in accordance with the IFRS Accounting Standards as issued by the International Accounting Standards Board (“IFRS Accounting Standards”) that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”) and comply with the applicable provisions of the Investment Funds Regulations issued by the CMA and the Fund’s terms and conditions.

4. BASIS OF MEASUREMENT AND PRESENTATION

These financial statements have been prepared on a historical cost convention using the accrual basis of accounting and going concern concept except for investments measured at fair value through profit or loss (“FVTPL”) which are recorded at fair value.

The Fund does not have a clearly identifiable operating cycle and therefore does not present current and non-current assets and liabilities separately in the statement of financial position. Instead, assets and liabilities are presented in order of their liquidity.

5. FUNCTIONAL AND PRESENTATION CURRENCY

Items included in the financial statements are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). If indicators of the primary economic environment are mixed, then the Fund Manager uses judgement to determine the functional currency that most faithfully effects the economic effect of the underlying transactions, events, and conditions. The Fund’s investment transactions are denominated in United States Dollar (“USD”) and Saudi Arabian Riyal. Subscriptions and redemptions in the units of the Fund are determined based on the net assets value and received and paid in USD and expenses of the Fund are also paid in USD. Accordingly, the Fund Manager has determined that the functional currency of the Fund is USD.

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5. FUNCTIONAL AND PRESENTATION CURRENCY (CONTINUED)

These financial statements are presented in USD which is the Fund's functional and presentation currency and have been rounded off to the nearest thousand unless otherwise stated.

6. CHANGES IN FUND'S TERMS AND CONDITIONS

During the year, there have been no significant changes to the terms and conditions of the Fund.

7. CRITICAL ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements requires the Fund Manager to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimates are revised and in any future years affected.

Significant areas where management has used estimates, assumptions or exercised judgements are as follows:

a) Measurement of expected credit loss ('ECL') allowance

The measurement of ECL allowance for financial assets measured at amortised cost requires the use of complex models and significant assumptions about future economic conditions and credit behavior.

A number of significant judgments are also required in applying the accounting requirements for measuring ECL allowance, such as:

- Choosing appropriate models and assumptions for the measurement of ECL allowance;
- Establishing the number and relative weightings of forward-looking scenarios for each type of product / market; and
- Determining criteria for significant increase in credit risk.

Explanation of the inputs, assumptions and estimation techniques used in measuring ECL allowance are further detailed in note 14.2 (a) of these financial statements.

8. MATERIAL ACCOUNTING POLICIES

The Fund has consistently applied the following accounting policies to all periods presented unless otherwise stated and the material accounting policies applied in the preparation of these financial statements are set out below.

8.1 *Cash and cash equivalents*

Cash and cash equivalents include cash at bank and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. Cash and cash equivalents include bank balances.

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8. MATERIAL ACCOUNTING POLICIES (CONTINUED)

8.2 *Financial assets and liabilities*

Classification of financial assets

On initial recognition, a financial asset is measured at its fair value and classified as measured at amortised cost, fair value through other comprehensive income ("FVOCI") or FVTPL.

Financial assets measured at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as measured at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest / commission on the principal amount outstanding.

Financial assets measured at FVOCI

A financial asset is measured at FVOCI only if it meets both of the following conditions and is not designated as measured at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest / commission on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Fund Manager may irrevocably elect to present subsequent changes in fair value in other comprehensive income. This election is made on an investment-by-investment basis.

Financial assets measured at FVTPL

All financial assets not classified as measured at amortised cost or FVOCI are measured at FVTPL.

Business model assessment

The Fund Manager assesses the objective of a business model in which an asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice;
- how the performance of the portfolio is evaluated and reported to the Fund Manager;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated – for example, whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Fund's stated objective for managing the financial assets is achieved and how cash flows are realized.

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8. MATERIAL ACCOUNTING POLICIES (CONTINUED)

8.2 *Financial assets and liabilities (continued)*

Classification of financial assets (continued)

Business model assessment (continued)

The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account. If cash flows after initial recognition are realized in a way that is different from the Fund's original expectations, the Fund does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly purchased financial assets going forward.

Financial assets that are held for trading and whose performance is evaluated on a fair value basis are measured at FVTPL because they are neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets.

Assessment whether contractual cash flows are solely payments of principal and interest / commission

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. Interest or 'commission' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (for example: liquidity risk and administrative costs), as well as profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest / commission, the Fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Fund considers:

- contingent events that would change the amount and timing of cash flows;
- leverage features;
- prepayment and extension terms;
- terms that limit the Fund's claim to cash flows from specified assets (for example, non-recourse asset arrangements); and
- features that modify consideration of the time value of money – for example, periodical reset of interest / commission rates.

Impairment of financial assets

The Fund assesses on a forward-looking basis the ECL associated with its financial assets carried at amortised cost. The allowance is based on the ECLs associated with the probability of default in the next twelve months unless there has been a significant increase in credit risk since origination. In case of significant increase in credit risk since origination, allowance at an amount equal to lifetime ECLs is recorded.

Classification of financial liabilities

The Fund classifies its financial liabilities at amortised cost unless it has designated liabilities at FVTPL.

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8. MATERIAL ACCOUNTING POLICIES (CONTINUED)

8.2 *Financial assets and liabilities (continued)*

Recognition and initial measurement

Financial assets and liabilities measured at FVTPL are initially recognized on the trade date, which is the date on which the Fund becomes a party to the contractual provisions of the instrument. The Fund shall recognise a financial asset or a financial liability in its statement of financial position when, and only when, the entity becomes party to the contractual provisions of the instrument. Other financial assets and financial liabilities are recognized on the date on which they are originated.

A financial asset or financial liability is measured initially at fair value plus or minus, for an item not measured at FVTPL, transaction costs that are directly attributable to its acquisition.

Subsequent measurement

Financial assets measured at FVTPL are subsequently measured at fair value. Net gain or losses including any foreign exchange gains and losses, are recognized in profit or loss in 'realized and unrealized gains / (loss) on FVTPL investments – net' in the statement of profit or loss and other comprehensive income.

Financial assets and financial liabilities measured at amortised cost are subsequently measured at amortised cost using the effective interest / commission method and is recognized in the statement of profit or loss and other comprehensive income. Any gain or loss on de-recognition is also recognized in the statement of profit or loss and other comprehensive income. The 'amortised cost' of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured on initial recognition minus the principal repayments, plus or minus the cumulative commission using effective interest / commission method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any loss allowance.

Derecognition

The Fund derecognizes a financial asset when the contractual rights to the cash flow from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

On derecognition of the financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset that is derecognised) and the consideration received (including any new asset obtained less any new liability assumed) is recognized in the statement of profit or loss and other comprehensive income. Any interest in such transferred financial assets that is created or retained by the the Fund is recognized as a separate asset or liability.

The Fund enters into transactions whereby it transfers assets recognized on its statement of financial position but retains either all or substantially all of the risks and rewards of the transferred assets or a portion of them. If all or substantially all of the risk and rewards are retained, then the transferred assets are not derecognized. The Fund derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire.

8.2 *Net Assets Value per unit*

The net assets value per unit is calculated by dividing the net assets attributable to the Unitholders included in the statement of financial position by the number of units outstanding at the year end.

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8. MATERIAL ACCOUNTING POLICIES (CONTINUED)

8.3 *Units in issue*

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

The Fund has redeemable units in issue. On liquidation of the Fund, they entitle the holders to the residual net assets. They rank pari passu in all respects and have identical terms and conditions. The redeemable units provide investors with the right to require redemption for cash at a value proportionate to the investor's share in the Fund's net assets at each redemption date as well as in the event of the Fund's liquidation.

Redeemable units are classified as equity as these meet all of the following conditions:

- they entitle the holder to a pro rata share of the Fund's net assets in the event of the Fund's liquidation;
- they are in the class of instruments that is subordinate to all other classes of instruments;
- all financial instruments in the class of instruments that are subordinate to all other classes of instruments have identical features;
- the instruments do not include any other features that would require classification as a liability; and
- the total expected cash flows attributable to the instruments over their life are based substantially on the profit or loss, the change in recognized net assets or the change in the fair value of the recognized and unrecognized net assets of the Fund over the life of the instruments.

Incremental costs directly attributable to the issue or redemption of redeemable units are recognized directly in net assets as a deduction from the proceeds or part of the acquisition cost.

8.4 *Special commission income*

Special commission income presented in the statement of profit or loss and other comprehensive income comprises of commission on financial assets and financial liabilities measured at amortised cost calculated on an effective interest / commission.

The 'effective interest / commission rate' is the rate that exactly discounts the estimated future cash payments and receipts through the expected life of the financial instrument:

- to the carrying amount of the financial assets; or
- the amortised cost of the financial liability.

In calculating special commission income, the effective interest / commission rate is applied to the gross carrying amount of the asset (when the assets is not credit impaired) or to the amortised cost of the liability. However, for financial assets that have become credit-impaired subsequent to initial recognition, special commission income is calculated by applying the effective interest / commission rate to the amortised cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of special commission income reverts to the gross basis.

8.5 *Management fee expense*

Management fee expense is recognized in the statement of profit or loss and other comprehensive income as the related services are performed.

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8. MATERIAL ACCOUNTING POLICIES (CONTINUED)

8.6 *Standards, and amendments thereof, adopted by the Fund*

Below amendments to accounting standards, interpretations and amendments became applicable for annual reporting periods commencing on or after 1 January 2024. The Fund manager has assessed that the amendments have no significant impact on the Fund's financial statements.

Standards, Interpretations and Amendments

Amendments to IAS 1 – *Classification of liabilities as current or non-current and non-current liabilities with covenants*

Amendments to IAS 7 and IFRS 7 – *Supplier finance arrangements*

Amendments to IFRS 16 – *Lease liability in a sale and leaseback transaction*

8.7 *Standards issued but not yet effective*

Standards, interpretations and amendments issued but not yet effective are listed below. The Fund intends to adopt these standards when they become effective.

<i>Standards, interpretations and amendments</i>	<i>Description</i>	<i>Effective from periods beginning on or after the following date</i>
Amendments to IAS 21	Lack of exchangeability	1 January 2025
Amendments to IFRS 9 and IFRS 7	Classification and Measurement of Financial Instruments	1 January 2026
IFRS 18	Presentation and Disclosure in Financial Statements	1 January 2027
IFRS 19	Disclosure Initiative – Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to IFRS 10 and IAS 28	Sale or contribution of assets between investor and its associate or joint venture	Available for optional adoption / effective date deferred indefinitely

The above standards, interpretations and amendments are not expected to have a significant impact on the Fund's financial statements.

9. CASH AND CASH EQUIVALENTS

This comprises of balances held with a local bank having Moody's credit rating of A3 which is in linewith globally understood definition of investment grade.

10. INVESTMENTS – NET

	<i>Notes</i>	<i>31 December 2024</i>	<i>31 December 2023</i>
Investments measured at amortised cost – net	<i>i)</i>	9,858	10,458
FVTPL investments	<i>ii)</i>	1,089	1,042
		10,947	11,500

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10. INVESTMENTS – NET (CONTINUED)

i) Investments measured at amortised cost – net

Investments measured at amortised cost include the following:

	<i>Note</i>	<i>31 December 2024</i>	<i>31 December 2023</i>
Investments in Murabaha contracts	<i>a)</i>	9,860	10,460
Less: Expected credit loss allowance		(2)	(2)
Net investments measured at amortised cost		9,858	10,458

- a) Murabaha placements are held with local and international banks. These carry profit rates ranging from 4.8% to 5.5% (2023: 5.5% to 6.2%) per annum with maturity up till 25 August 2025 (2023: 17 July 2024).

The composition of investments measured at amortised cost by currency is summarized below:

<i>Currency</i>	<i>Country</i>	<i>31 December 2024</i>	<i>31 December 2023</i>
United States Dollars	Kingdom of Saudi Arabia, Qatar, Kuwait	8,384	10,460
Saudi Arabian Riyals	Kingdom of Saudi Arabia	1,476	--
		9,860	10,460

ii) FVTPL investments

Investments measured at fair value through profit or loss include the following:

	<i>31 December 2024</i>	
	<i>Cost</i>	<i>Fair value</i>
Units of SNB Capital Al Sunbullah SAR – a related party	1,064	1,089

	<i>31 December 2023</i>	
	<i>Cost</i>	<i>Fair value</i>
Units of SNB Capital International Trade Fund – a related party	982	1,042

The investee fund is managed by the Fund Manager.

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11. RECONCILIATION OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS

As per the requirements of CMA circular dated 31 December 2017, the Fund calculates provision for impairment in respect of financial investments measured at amortized cost using the incurred loss model, whereas IFRS 9 requires provisions to be measured using the Expected Credit Loss (“ECL”) method. This results in a difference between net assets calculated as per the requirements of IFRS 9 (“reported net assets value”) and as per CMA circular (“trading net assets value”).

The following table shows the reconciliation between the Fund’s reported net assets and trading net assets:

	<i>31 December 2024</i>	<i>31 December 2023</i>
Reported net assets of the Fund	11,496	11,473
Add: Expected credit loss allowance	2	2
	11,498	11,475
Less: Provision for incurred credit losses	--	--
Traded net assets of the Fund	11,498	11,475
Number of units in issue	372	390
Traded net assets per unit of the Fund	30.9086	29.4231

12. RELATED PARTY TRANSACTIONS AND BALANCES

The related parties of the Fund include Fund Manager, Fund Board, other funds managed by the Fund Manager, and the Saudi National Bank, being parent of the Fund Manager.

Following are the details of transactions and balances with related parties not disclosed elsewhere in these financial statements as at and for the year ended 31 December 2024.

Transactions with key management personnel

The Fund is managed and administered by the Fund Manager. For these services, the Fund accrues daily, a management fee up to 0.5% (2023: 0.5%) per annum of the Fund's daily assets as set out in the Fund's terms and conditions. The Fund Manager may waive management fees to the extent of the Fund's investments in other Funds managed by the Fund Manager. This is included in other income in the statement of profit or loss and other comprehensive income.

The Fund Manager is also entitled to recover expenses incurred on behalf of the Fund relating to audit, custody, advisory, data processing and other similar charges. The maximum amount of such expenses that can be recovered from the Fund by the Fund Manager is restricted to 0.5% (2023: 0.5%) per annum of the Fund's net assets value at the respective valuation days. These expenses are recovered by the Fund Manager on an actual basis.

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12. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

During the year, the Fund has entered into following transactions, other than those disclosed elsewhere in these financial statements, with related parties in the ordinary course of business. These transactions were carried out on the basis of approved terms and conditions of the Fund.

<i>Related party</i>	<i>Nature of transactions</i>	<i>Amounts of transactions during the year ended</i>		<i>Net payable balance as at</i>	
		<i>31 December 2024</i>	<i>31 December 2023</i>	<i>31 December 2024</i>	<i>31 December 2023</i>
SNB Capital Company	Management fees (including value added tax)	26	26	52	46
	Expenses paid on behalf of the Fund	38	55		
	Rebate income	4	4		

13. AUDITORS' REMUNERATION

	<i>31 December 2024</i>	<i>31 December 2023</i>
Fee for:		
Statutory audit	6	6
Interim review	3	3
Zakat services	6	6
	<u>15</u>	<u>15</u>

14. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks including market risks, credit risks, liquidity risk and operational risk.

The Fund Manager is responsible for identifying and controlling risks. The Fund Board supervises the Fund Manager and is ultimately responsible for the overall governance of the Fund.

Monitoring and controlling risks are primarily set up to be performed based on the limits established in the terms and conditions document which sets out the Fund's overall business strategies, tolerance of risks and general risk management philosophy. Compliance with the limits are monitored by the Fund Board on a quarterly basis. In instances where portfolio has diverged from limits prescribed in the terms and conditions of the Fund, the Fund Manager is obliged to take actions to re-balance the portfolio in line with the investment guidelines within prescribed timelines.

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14. FINANCIAL RISK MANAGEMENT (CONTINUED)

14.1 *Market risks*

'Market Risk' is the risk that changes in market prices – such as currency, commission rates and other prices – will affect the Fund's income or the fair value of its holdings in financial instruments.

a) Currency risk

Foreign exchange risk is the risk that the value of future cash flows of a financial instrument will fluctuate due to changes in foreign exchange rates and arises from financial instruments denominated in foreign currencies.

The Fund's financial assets are denominated in United States Dollar and Saudi Arabian Riyals. As the Saudi Arabian Riyal is pegged against the United States Dollar, there is unlikely to be any material impact on the statement of profit or loss and other comprehensive income in respect of the financial instruments denominated in Saudi Arabian Riyal.

b) Commission rate risk

Commission rate risk is the risk that the value of the future cash flows of a financial instrument or fair values of fixed coupon financial instruments will fluctuate due to changes in market commission rates.

At 31 December 2024, the Fund is exposed to commission rate risk on its investments in Murabaha contracts. A reasonably possible change of 10 basis points in interest rates at the reporting date would have increased (decreased) net assets and profit or loss by USD 0.10 million (2023: USD 0.10 million).

c) Other price risk

Other price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than foreign currency and commission rate movements. This other price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds. The Fund Manager daily monitors concentration of risk in securities and industries in line with defined limits while closely tracking the portfolio level volatilities. As of the statement of financial position date, the Fund has investments in SNB Capital International Trade Fund ("Investee Fund") which is exposed to other price risk.

The effect on the net assets value as a result of the change in the fair value of investments as at 31 December due to a reasonably possible notional change in market value of the Investee Fund by 10%, with all other variables held constants is as follows:

	<u><i>31 December</i></u> <u><i>2024</i></u>	<u><i>31 December</i></u> <u><i>2023</i></u>
Effect on net assets attributable to the Unitholders.	<u>± 109</u>	<u>± 104</u>

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14. FINANCIAL RISK MANAGEMENT (CONTINUED)

14.2 *Credit risk*

Credit risk is the risk that one party to a financial instrument will fail to discharge its obligation and cause the other party to incur a financial loss. The Fund Manager seeks to manage credit risk by monitoring credit exposures, limiting transactions with specific counterparties, and continually assessing the creditworthiness of counterparties.

The Fund is exposed to credit risk from its investments measured at amortised cost and bank balances. The bank balance is held with a local bank having Moody's credit rating of A3 which is in line with globally understood definition of investment grade. Accordingly, there is no impact of expected credit loss allowance on this balance.

a) *General approach for expected credit loss allowance*

The Fund recognizes loss allowance for ECL on the financial assets that are not measured at FVTPL. The Fund measures loss allowances at an amount equal to lifetime ECL.

The Fund measures loss allowance at an amount equal to lifetime ECL for Stage 2 & Stage 3 exposures while loss allowance for Stage 1 exposures is measured at 12-month ECL.

12-month ECLs are the portion of ECL that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

The key inputs into the measurement of ECL are the term structure of the following variables:

- Probability of default (PD)
- Loss given default (LGD)
- Exposure at default (EAD)

The Fund categorizes its financial assets into following three stages in accordance with the IFRS 9 methodology:

- Stage 1 – financial assets that are not significantly deteriorated in credit quality since origination. The impairment allowance is recorded based on 12 months PD.
- Stage 2 – financial assets that has significantly deteriorated in credit quality since origination. The impairment allowance is recorded based on lifetime ECL. The impairment allowance is recorded based on lifetime PD.
- Stage 3 – financial assets that are credit impaired, the Fund recognizes the impairment allowance based on lifetime PD.

The Fund also considers the forward-looking information in its assessment of significant deterioration in credit risk since origination as well as the measurement of ECLs.

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14. FINANCIAL RISK MANAGEMENT (CONTINUED)

14.2 Credit risk (continued)

b) Expected credit loss allowance measurement

ECL allowance represents probability-weighted estimates of credit losses. These are measured as follows:

- financial assets that are not credit-impaired at the reporting date: as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Fund expects to receive);
- financial assets that are credit-impaired at the reporting date: as the difference between the gross carrying amount and the present value of estimated future cash flows.

The table below shows financial instruments subject to impairment:

	<i>As at 31 December</i>				
	<i>2024</i>				<i>2023</i>
	<i>Stage 1</i>	<i>Stage 2</i>	<i>Stage 3</i>	<i>Total</i>	<i>Total</i>
Investments measured at amortised cost	9,860	--	--	9,860	10,460
Expected credit loss allowance	(2)	--	--	(2)	(2)
Carrying amount	9,858	--	--	9,858	10,458

- As IFRS 9 requires entities to adopt a futuristic outlook of the macroeconomic scenarios in their estimates of risk parameters, the usage of a scenario framework for the same is imperative. The Fund has adopted scenario weights for three scenarios – baseline, upturn and downturn in line with external economic outlook and industry practice.
- The risk estimates derived are used along with the cashflows to arrive at the probability weighted ECL allowance across different stages.

The Fund Manager reviews credit concentration of the investment portfolio based on counterparties. The credit quality of the financial assets is managed using the ratings from reputable credit ratings agencies.

As at 31 December 2024 and 31 December 2023, the Fund has investments measured at amortized cost with the following credit quality:

Credit ratings	31 December 2024	31 December 2023
A+	--	4.82%
A	17%	49.84%
A-	83%	45.34%
	100%	100%

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14. FINANCIAL RISK MANAGEMENT (CONTINUED)

14.2 Credit risk (continued)

b) Expected credit loss allowance measurement (continued)

The Fund Manager also reviews the credit concentration of the investment portfolio based on counterparties' geographical locations. The geographical concentration of the investment held at amortised cost is as follows:

	<i>31 December</i> <u>2024</u>	<i>31 December</i> <u>2023</u>
Kingdom of Saudi Arabia	8,230	1,001
Qatar	1,630	5,076
Kuwait	--	4,383
	<u>9,860</u>	<u>10,460</u>

Investments measured at amortised cost

The following table explains the changes in the expected credit loss allowance for Murabaha contracts:

	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
Expected credit loss allowance as at 1 January 2024	2	--	--	2
Charge for expected credit loss	--	--	--	--
Expected credit loss allowance as at 31 December 2024	<u>2</u>	<u>--</u>	<u>--</u>	<u>2</u>
	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
Expected credit loss allowance as at 1 January 2023	1	--	--	1
Charge for expected credit loss	1	--	--	1
Expected credit loss allowance as at 31 December 2023	<u>2</u>	<u>--</u>	<u>--</u>	<u>2</u>

There was no movement in stages of financial instruments during the year.

14.3 Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund's terms and conditions provide for subscription and redemption of units on every Saudi business day and it is, therefore, exposed to the liquidity risk of not being able to meet Unitholders' redemption requests on these days. The Fund Manager monitors liquidity requirements by ensuring that sufficient funds are available to meet any commitments as they arise, either through new subscriptions or liquidation of the investment portfolio.

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14. FINANCIAL RISK MANAGEMENT (CONTINUED)

14.4 *Operational risk*

Operational risk is the risk of direct or indirect losses arising from a variety of causes associated with the processes, technology and infrastructure supporting the Fund's activities either internally or externally at the Fund's service provider and from external factors other than credit, market and liquidity risks such as those arising from the legal and regulatory requirements.

The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective of maximising returns to the Unitholders.

The primary responsibility for the development and implementation of control over operational risks rests with the Risk Management Team. This responsibility is supported by the development of overall standard for the management of operational risk, which encompasses the controls and processes at the service providers and the establishment of service level agreements with the service providers, in the following areas:

- documentation of controls and procedures;
- requirements for:
 - appropriate segregation of duties between various functions, roles and responsibilities;
 - reconciliation and monitoring of transactions; and
 - periodic assessment of operational risks faced.
- the adequacy of controls and procedures to address the risks identified;
- compliance with regulatory and other legal requirements;
- development of contingency plans;
- training and professional development;
- ethical and business standards; and
- risk mitigation.

15. FAIR VALUE MEASUREMENT

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

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 assessed to be a 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 year during which the change has occurred.

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15. FAIR VALUE MEASUREMENT (CONTINUED)

The fair value hierarchy has the following levels:

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

Carrying amounts and fair value

The following table shows the carrying amounts and fair values of financial instruments, 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. All fair value measurements below are recurring.

As at 31 December 2024					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets measured at fair value</u>					
FVTPL investments	1,089	--	1,089	--	1,089
<u>Financial assets not measured at fair value</u>					
Investments measured at amortised cost	9,858	--	9,781	--	9,781
As at 31 December 2023					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
<u>Financial assets measured at fair value</u>					
FVTPL investments	1,042	--	1,042	--	1,042
<u>Financial assets not measured at fair value</u>					
Investments measured at amortised cost	10,458	--	10,268	--	10,268

The Fund determines fair value of investments in un-listed open-ended investment funds measured at FVTPL using unadjusted net assets value and classified them as level 2, whereas the fair value of investments measured at amortized cost is classified as level 2 as per fair value hierarchy and has been determined using observable input parameters derived from comparable markets.

During the year, there has been no transfer in fair value hierarchy for any financial assets or liabilities. For other financial assets and liabilities such as cash and cash equivalents, other receivables and other payables, the carrying values were determined to be a reasonable approximation of fair value due to their nature.

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16. COMPARATIVE FIGURES

Figures have been rearranged or reclassified wherever necessary for the purposes of better presentation; however, no significant rearrangements or reclassifications have been made in these financial statements.

17. LAST VALUATION DAY

The last valuation day for the purpose of preparation of these financial statements was 31 December 2024 (2023: 31 December 2023).

18. EVENTS AFTER THE END OF THE REPORTING PERIOD

There was no event subsequent to the statement of financial position date which required adjustment of or disclosure in the financial statements or notes thereto.

19. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements were approved by the Fund Board on 5 Ramadan 1446 H corresponding to 5 March 2025.