

**anb capital Dividends Equity Fund (Shariah)**  
**(Managed by anb capital Company)**

**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REVIEW REPORT**

**FOR THE SIX MONTH PERIOD ENDED 30 June 2024**



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## INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE UNITHOLDERS OF ANB CAPITAL DIVIDENDS EQUITY FUND (SHARIAH) (MANAGED BY ANB CAPITAL COMPANY)

### Introduction

We have reviewed the accompanying interim condensed statement of financial position of anb Capital dividend equity fund (Shariah) (the "Fund") managed by anb capital Company (the "Fund Manager") as at 30 June 2024, and the related interim condensed statement of comprehensive income, interim condensed statement of changes in equity attributable to the unitholders and interim condensed statement of cash flows for the six-month period then ended, and explanatory notes. The Fund Manager is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim financial statements based on our review.

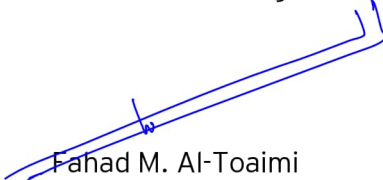
### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" as endorsed in the Kingdom of Saudi Arabia. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

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

For Ernst & Young Professional Services

  
Fahad M. Al-Toaimi  
Certified Public Accountant  
License No. 354



Riyadh: 7 Safar 1446H  
(11 August 2024)

anb capital Dividends Equity Fund (Shariah)  
 (Managed by anb capital Company)

STATEMENT OF FINANCIAL POSITION

As at 30 June 2024

	<i>Notes</i>	<b>2024</b> <b>SR</b>	2023 <b>SR</b>
<b>ASSETS</b>			
Financial assets at fair value through profit or loss (FVTPL)	5	<b>17,250,599</b>	17,898,286
Dividend receivable		<b>250,647</b>	-
Cash and cash equivalent		<b>296,465</b>	364,639
<b>TOTAL ASSETS</b>		<b>17,797,711</b>	18,262,925
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Management fees payable		<b>86,562</b>	79,405
Accrued expenses		<b>335,877</b>	31,168
<b>TOTAL LIABILITIES</b>		<b>422,439</b>	110,573
<b>NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS (TOTAL EQUITY)</b>		<b>17,375,272</b>	18,152,352
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>17,797,711</b>	18,262,925
Units in issue (numbers)	4	<b>1,694,173</b>	1,737,772
Net assets value attributable to each unit (SR)		<b>10.26</b>	10.45

The accompanying notes 1 to 10 form an integral part of these financial statements.

anb capital Dividends Equity Fund (Shariah)  
(Managed by anb capital Company)

STATEMENT OF COMPREHENSIVE INCOME

For the period from 30 June 2024

	<i>Notes</i>	<b><i>For the six-month ending 30 June 2024</i></b>	<b><i>Period from 04 June 2023 to 31 December 2023</i></b>
		<b>SR</b>	<b>SR</b>
<b>INCOME</b>			
Net realized gains from investments measured at FVTPL		<b>1,124,787</b>	620,404
Net unrealized loss from investment measured at FVTPL	7	<b>(453,466)</b>	188,228
Dividend income		<b>472,958</b>	392,984
<b>TOTAL INCOME</b>		<b>1,144,279</b>	1,201,616
<b>EXPENSES</b>			
Management fees	6	<b>(149,704)</b>	(185,266)
Other expenses	6	<b>(112,843)</b>	(80,852)
<b>TOTAL EXPENSES</b>		<b>(262,547)</b>	(266,118)
<b>NET INCOME FOR THE YEAR</b>		<b>881,732</b>	935,498
<b>OTHER COMPREHENSIVE INCOME FOR THE YEAR</b>		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b>881,732</b>	935,498

The accompanying notes 1 to 10 form an integral part of these financial statements.

anb capital Dividends Equity Fund (Shariah)  
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STATEMENT OF CHANGES IN NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS

For the period from 30 June 2024

	2024 SR	2023 SR
Net assets (equity) attributable to the unitholders at beginning of the year	<b>18,152,352</b>	-
Net income and total comprehensive income for the year	<b>881,732</b>	935,498
<b>Issuance and redemptions of units</b>		
Issuance of units during the year	<b>854,455</b>	20,600,689
Redemptions of units during the year	<b>(1,288,136)</b>	(3,095,035)
Net changes from unit transactions	<b>(433,681)</b>	17,505,654
Distribution of dividend to the unitholders	<b>(1,225,131)</b>	(288,800)
<b>Net assets (equity) attributable to the unitholders at end of the year</b>	<b>17,375,272</b>	18,152,352

**REDEEMABLE UNIT TRANSACTIONS**

Transactions in redeemable units made for the year are summarised, as follows:

	2024 Units	2023 Units
Units at beginning of the year	<b>1,737,772</b>	-
Issuance of units during the year	<b>83,924</b>	2,055,631
Redemptions of units during the year	<b>(127,523)</b>	(317,859)
Net increase in units	<b>(43,599)</b>	1,737,772
<b>Units in issue at end of the year</b>	<b>1,694,173</b>	1,737,772

The accompanying notes 1 to 10 form an integral part of these financial statements.

anb capital Dividends Equity Fund (Shariah)  
(Managed by anb capital Company)

STATEMENT OF CASH FLOWS

For the period from 30 June 2024

	Note	<i>For the period ending 30 June 2024 SR</i>	<i>Period from 04 June 2023 to 31 December 2023 SR</i>
<b>OPERATING ACTIVITIES</b>			
Net income for the year		<b>881,732</b>	935,498
Adjustments to reconcile net income to net cash flows:			
Net movement in unrealised loss (gains) on financial asset at FVTPL	7	<b>453,466</b>	(188,229)
Dividend income		<b>(472,958)</b>	(392,984)
		<b>862,240</b>	354,285
Working capital changes:			
Financial assets at FVTPL		<b>194,221</b>	(17,710,057)
Management fee payable and accrued expenses		<b>311,866</b>	110,573
Net cash from (used in) operations		<b>1,368,327</b>	(17,245,199)
Dividend received		<b>222,311</b>	392,984
Net cash from (used in) operating activities		<b>1,590,638</b>	(16,852,215)
<b>FINANCING ACTIVITIES</b>			
Proceeds from issuances of units		<b>854,455</b>	20,600,689
Payment on redemption of units		<b>(1,288,136)</b>	(3,095,035)
Dividend distribution		<b>(1,225,131)</b>	
Net cash flows from financing activities		<b>(1,658,812)</b>	17,216,854
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(68,174)</b>	364,639
Cash and cash equivalents at beginning of the year		<b>364,639</b>	-
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>		<b>296,465</b>	364,639

The accompanying notes 1 to 10 form an integral part of these financial statements.

# anb Capital Dividend Equity Fund (Shariah) (Managed by anb Capital Company)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

At 30 June 2024

### 1 FUND INFORMATION

ANB Dividends Equity Fund Shariah (the "Fund") is an open-ended fund. The investment objective of the fund is to generate income and long-term growth through investing primarily in shares of companies listed on the Saudi stock market, in addition to shares of companies listed on Gulf markets, consequently distributing the profits received to investors. The Fund was established on 15 Dhu al-Qidah 1444 (corresponding to 04 June 2023) by the Arab National Bank (the "Bank") which is now managed by anb capital company (the "Fund Manager"). The address of the registered office of the Fund Manager is anb capital company Building, King Faisal Road, Murabba district, Riyadh, Kingdom of Saudi Arabia.

In accordance with the Capital Market Authority's ("CMA") decision No. 1-83-2005 dated 21 Jumada Awal 1426H (corresponding to 28 June 2005) issued by the CMA Board in connection with the regulations relating to Authorised Persons, the Bank transferred its asset management operations to the anb capital company ("the Fund Manager"), a wholly owned subsidiary of the Bank, effective 1 January 2008.

The Fund has appointed AlBilad Investment Company (the "Custodian") to act as its custodian and registrar. The fees of the custodian and registrar's services are paid by the Fund.

The Fund Manager is responsible for the overall management of the Fund's activities. The Fund Manager can also enter into arrangements with other institutions for the provision of investment, custody or other administrative services on behalf of the Fund.

The current period figures are for the period ended 30 June 2024, whereas the prior period figures are for the period from 4 June 2023 to 31 December 2023. The comparative financial information for the statement of comprehensive income, statement of changes in equity attributable to the unit holders, statement of cash flows and related notes to the financial statement are not entirely comparable.

### 2. REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the "Regulations") issued by the CMA on 3 Dhul Hijja 1427H (corresponding to 24 December 2006), and effective from 6 Safar 1438H (corresponding 6 November 2016) by the New Investment Fund Regulations ("Amended Regulations") published by the Capital Market Authority on 16 Sha'aban 1437H (corresponding to 23 May 2016), detailing requirements for all funds within the Kingdom of Saudi Arabia. The regulations were further amended by Resolution of the Board of CMA number 2-22-2021 dated 1 Rajab 1442H (corresponding to 24 February 2021). The amended regulations were effective form 19 Ramadan 1442H (corresponding to 1 May 2021).

### 3. BASIS OF PREPARATION AND CHANGES TO ACCOUNTNG POLICIES

#### 3.1 Basis of preparation

These interim condensed financial statements for the six-month period ended 30 June 2024 have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") as endorsed in the Kingdom of Saudi Arabia.

The interim condensed financial statements do not include all the information and disclosures required in annual financial statements and should, therefore, be read in conjunction with the annual financial statements for the year ended 31 December 2023. In addition, result for the six-month period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

The interim condensed financial statements have been prepared on a historical cost basis, using the accrual basis of accounting except for financial assets held at fair value through profit or loss that are measured at fair value. These interim condensed financial statements are presented in the United States Dollars ("USD"), which is the Fund's functional currency.

anb Capital Dividend Equity Fund (Shariah)  
(Managed by anb Capital Company)

NOTES TO THE FINANCIAL STATEMENTS (continued)

At 30 June 2024

**3.2 New standards and amendments to standards**

**3.2.1 New standards and amendments adopted by the Fund**

The significant accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those followed in the preparation of the financial statements for the year ended 31 December 2023, except for the new standards and amendments effective from 1 January 2024. The Fund has not early adopted any standard, interpretation or amendment that has been issued but not yet effective.

The following new and amended IFRSs, which became effective for annual periods beginning on or after 1 January 2024, have been adopted in these financial statements.

Standard, interpretation and amendments	Description	Effective date
Amendments to IAS 1, 'Presentation of financial statements', on classification of liabilities	These narrow-scope amendments to IAS 1, 'Presentation of financial statements', clarify that liabilities are classified as either current or noncurrent, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability.	Deferred until accounting periods starting not earlier than 1 January 2024
Amendments to IAS 1, 'Presentation of financial statements', on classification of liabilities	These narrow-scope amendments to IAS 1, 'Presentation of financial statements', clarify that liabilities are classified as either current or noncurrent, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the expectations of the entity or events after the reporting date (for example, the receipt of a waiver or a breach of covenant). The amendment also clarifies what IAS 1 means when it refers to the 'settlement' of a liability.	Deferred until accounting periods starting not earlier than 1 January 2024
Amendment to IFRS 16, Lease Liability in a Sale and Leaseback	Lease Liability in a Sale and Leaseback amends IFRS 16 by adding subsequent measurement requirements for sale and leaseback transactions.	Annual periods beginning on or after 1 January 2024

**3.2.2 Significant standards issued but not yet effective**

Standard, interpretation and amendments	Description	Effective date
Amendments to IFRS 10 and IAS 28	Sale or contribution of Assets between an Investor and its Associate or Joint Ventures	Available for optional adoption/effective date deferred indefinitely

**4. SIGNIFICANT ACCOUNTING JUDGEMENT, ESTIMATE AND ASSUMPTIONS**

The material accounting judgements, estimates and assumptions used in preparation of interim condensed financial statements are consistent with those used in preparation of the Fund's annual financial statements for the year ended 31 December 2023.



anb Capital Dividend Equity Fund (Shariah)  
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NOTES TO THE FINANCIAL STATEMENTS (continued)

At 30 June 2024

**5. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS - FVTPL**

The sector wise composition of investment carried at fair value through profit or loss – FVTPL is summarised below:

<i>2024 Equities</i>	<i>% of market value</i>	<i>Cost SR</i>	<i>Market value SR</i>	<i>Unrealised gain/(loss) SR</i>
<b>Sectors</b>				
Materials	17.55%	3,603,517	3,027,098	(576,419)
Health Care Equipment & Services	16.02%	2,348,605	2,763,555	414,950
Energy	12.89%	2,237,015	2,224,435	(12,580)
Information Technology	10.70%	1,991,995	1,844,998	(146,997)
Banks	10.26%	1,685,354	1,769,725	84,371
Real Estate Management and Development	10.22%	1,664,096	1,762,332	98,236
Retailing	7.59%	1,424,189	1,310,088	(114,101)
Commercial & Professional Services	5.70%	849,905	983,889	133,984
REITs	3.42%	704,382	590,424	(113,958)
Telecommunication Services	2.91%	556,993	502,577	(54,416)
Transportation	2.15%	348,211	370,278	22,067
Consumer Services	0.59%	101,575	101,200	(375)
	<b>100%</b>	<b>17,515,837</b>	<b>17,250,599</b>	<b>(265,238)</b>
<b>2023</b>				
<i>Equities</i>	<i>% of market value</i>	<i>Cost SR</i>	<i>Market value SR</i>	<i>Unrealised gain/(loss) SR</i>
<b>Sectors</b>				
Materials	31.58%	6,125,117	5,651,392	(473,725)
Retailing	11.01%	1,900,698	1,970,571	69,873
Health Care Equipment & Services	9.52%	1,556,888	1,703,480	146,592
Banks	8.33%	1,184,053	1,491,594	307,541
Telecommunication Services	7.56%	1,422,898	1,352,592	(70,306)
REITs	6.60%	1,297,845	1,180,969	(116,876)
Energy	6.32%	1,128,626	1,131,471	2,845
Information Technology	5.52%	882,538	987,485	104,947
Real Estate Management and Development	4.78%	927,498	854,765	(72,733)
Commercial & Professional Services	3.52%	354,807	630,768	275,961
Consumer Services	2.71%	516,564	485,030	(31,534)
Utilities	2.22%	351,839	397,289	45,450
	<b>99.67%</b>	<b>17,649,371</b>	<b>17,837,406</b>	<b>188,035</b>
<b>2023</b>				
<i>Mutual Fund</i>	<i>% of market value</i>	<i>Cost SR</i>	<i>Market value SR</i>	<i>Unrealised gain/(loss) SR</i>
anb capital SAR Trade Fund Shariah	0.33%	60,687	60,880	193
	<b>100%</b>	<b>17,710,058</b>	<b>17,898,286</b>	<b>188,228</b>

anb Capital Dividend Equity Fund (Shariah)  
(Managed by anb Capital Company)

NOTES TO THE FINANCIAL STATEMENTS (continued)

At 30 June 2024

5. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS – FVTPL (Continued)

Movement of unrealized gain / loss on re-measurement of investment classified as ‘financial assets at FVTPL:

	2024 SR	2023 SR
Fair value as at beginning of the period	17,837,406	-
Net purchase (sales) of financial assets at FVTPL	(1,258,128)	17,028,774
Net realized gain on disposal of financial assets at FVTPL	1,124,787	620,404
Net unrealized loss on financial assets at FVTPL	(453,466)	188,228
Fair value as at end of period	<u>17,250,599</u>	<u>17,837,406</u>

6. TRANSACTIONS WITH RELATED PARTIES

Related parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form. Related parties of the Fund include the Fund Manager, the Fund Board, other funds managed by the Fund Manager and key employees of the same. A subscription fee of maximum of 2% may be charged to the subscribers by the Fund Manager upon subscription.

The Fund pays a management fee at the rate of 1.75% per annum calculated based on the total net asset at each valuation date. In addition, the Fund Manager also charges other fees at a maximum rate of 1.00% per annum calculated based on the total net asset value at each valuation date to meet other expenses of the Fund.

The management fees amounting to SR 149,704 (31 December 2023: SR 185,266) and other fees amounting to SR 112,843 (31 December 2023: SR 80,852) recognised in the statement of comprehensive income, represent the fees charged by the Fund Manager as described above. The management fees payable and other fees payable to the Fund Manager at the year-end are disclosed in the statement of financial position.

7. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Fund measures its investments in financial instruments, at fair value at each reporting date.

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. The principal or the most advantageous market must be accessible by the Fund. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The fair value for financial instruments traded in active markets at the reporting date is based on their closing price on the reporting date.

The Fund's investments are classified as fair value through profit or loss and are measured at fair values. Investments in listed equities are classified within level 1 of the fair value hierarchy, while mutual fund investments are classified as level 2. All other financial assets and liabilities are classified as amortized. There were no transfers between different levels of the fair value hierarchy during the current or prior year.

FAIR VALUE HIERARCHY

The following table provides the fair value measurement hierarchy of the Fund's financial assets as at 31 December, There are no other financial assets or financial liabilities measured at fair value.

anb Capital Dividend Equity Fund (Shariah)  
(Managed by anb Capital Company)

NOTES TO THE FINANCIAL STATEMENTS (continued)

At 30 June 2024

7. FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued)

	<i>Total</i> SR	<i>Fair value measurement using</i>		
		<i>Quoted prices in active markets (Level 1)</i> SR	<i>Significant observable inputs (Level 2)</i> SR	<i>Significant unobservable inputs (Level 3)</i> SR
<i>As at 30 June 2024</i>				
<i>Financial assets measured at fair value</i>				
Financial assets at FVTPL	17,250,599	17,250,599	-	-
<i>As at 31 December 2023</i>				
<i>Financial assets measured at fair value</i>				
Financial assets at FVTPL	17,898,286	17,837,406	60,880	-

Management believes that the fair value of all other financial assets and liabilities at the reporting date approximate their carrying values owing to their short-term tenure and the fact that these are readily liquid.

8. MATURITY ANALYSIS OF ASSETS AND LIABILITY

The table below summarizes the maturity profile of the Fund's financial assets and liabilities based on contractual undiscounted receipts and payments:

	<i>No fixed maturity</i> SR	<i>Within 12 months</i> SR	<i>After 12 months</i> SR	<i>Total</i> SR
<i>As at 30 June 2024</i>				
<b>ASSETS</b>				
Financial assets at FVTPL	17,250,599	-	-	17,250,599
Cash and cash equivalent with custodian	-	296,465	-	296,465
Dividend Receivable	-	250,647	-	250,647
<b>TOTAL ASSETS</b>	17,250,599	547,112	-	17,797,711
<b>LIABILITIES</b>				
Management fees payable	-	86,562	-	86,562
Accrued expenses	-	335,877	-	335,877
<b>TOTAL LIABILITIES</b>	-	422,439	-	422,439
<i>As at 31 December 2023</i>				
<b>ASSETS</b>				
Financial assets at FVTPL	17,898,286	-	-	17,898,286
Cash and cash equivalent with custodian	-	364,639	-	364,639
<b>TOTAL ASSETS</b>	17,898,286	364,639	-	18,262,925
<b>LIABILITIES</b>				
Management fees payable	-	79,405	-	79,405
Accrued expenses	-	31,168	-	31,168
<b>TOTAL LIABILITIES</b>	-	110,573	-	110,573

NOTES TO THE FINANCIAL STATEMENTS (continued)

At 30 June 2024

**9. LAST VALUATION DAY**

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

**10. APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved by the management on 7 Safar 1446 (corresponding to 11 August 2024).