

Crowe Solutions For Professional Consulting

Member Crowe Global

ALKHABEER DIVERSIFIED INCOME TRADED FUND – Expressed in Saudi Riyal
(Managed by Alkhabeer Capital Company)

**INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
AND THE INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024**

ALKHABEER DIVERSIFIED INCOME TRADED FUND – Expressed in Saudi Riyal
(Managed by Alkhabeer Capital Company)
INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)
AND THE INDEPENDENT AUDITOR’S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024

INDEX	PAGE
Independent auditor’s review report on the interim condensed financial statements	1
Interim condensed statement of financial position	2
Interim condensed statement of profit or loss and other comprehensive income	3
Interim condensed statement of changes in equity attributable to unitholders	4
Interim condensed statement of cash flows	5
Notes to the interim condensed financial statements	6 - 14

Independent Auditor's Review Report on the Interim Condensed Financial Statements

To: The Unitholders

Alkhabeer Diversified Income Traded Fund – Expressed in Saudi Riyal

(Managed by Alkhabeer Capital Company)

Jeddah, Kingdom of Saudi Arabia

Introduction

We have reviewed the interim condensed statement of financial position of **Alkhabeer Diversified Income Traded Fund ("The Fund")** managed by **Alkhabeer Capital Company ("The Fund Manager")** as of June 30, 2024, and interim condensed financial statements of profit or loss and other comprehensive income, changes in equity attributable to unitholders and cash flows for the six-month period then ended, and other explanatory notes. The Fund manager is responsible for the preparation and presentation of these interim condensed financial statements in accordance with the International Accounting Standard No. (34) "Interim Financial Reporting" that is endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements (2410) "Review of Interim Financial Information Performed by the Independent Auditor of the Fund" that is endorsed in the Kingdom of Saudi Arabia. A review of interim condensed 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 ('ISAs'), that are endorsed in the Kingdom of Saudi Arabia and accordingly, there can be no assurance that we will become aware of all significant matters that may be identified during any 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 the International Accounting Standard No. (34) as endorsed in the Kingdom of Saudi Arabia.



Crowe Solutions for Professional Consulting



Abdullah M. AlAzem
License No. 335

2 Safar 1446H (August 6, 2024)
Jeddah, Kingdom of Saudi Arabia

ALKHABEER DIVERSIFIED INCOME TRADED FUND
(Managed by Alkhabeer Capital Company)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024
(Expressed in Saudi Riyal)

		As at June 30, 2024 (Unaudited)	As at December 31, 2023 (Audited)
	Note		
ASSETS			
Current assets			
Cash and cash equivalents		8,789,399	19,750,490
Dividends receivable		8,692,357	8,763,429
Prepaid expenses and other debit balances		48,548,096	47,173,506
Financial assets	5 - b	99,617,013	104,995,324
Total current assets		165,646,865	180,682,749
Non-current assets			
Prepaid expenses and other debit balances		812,193	4,978,363
Financial assets	5 - a,b	325,160,646	316,598,683
Total non-current assets		325,972,839	321,577,046
Total assets		491,619,704	502,259,795
LIABILITIES AND EQUITY ATTRIBUTABLE TO UNITHOLDERS			
Current liabilities			
Accrued expenses and other credit balances		1,381,235	1,477,270
Due to related parties	6	3,066,132	3,115,572
Credit facilities	7	27,958,417	28,669,984
Total liabilities		32,405,784	33,262,826
EQUITY ATTRIBUTABLE TO UNITHOLDERS		459,213,920	468,996,969
Total liabilities and equity attributable to unitholders		491,619,704	502,259,795
Number of units issued (unit)		47,281,470	47,281,470
Equity per unit (SR per unit)		9.7123	9.9193

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

ALKHABEER DIVERSIFIED INCOME TRADED FUND
(Managed by Alkhabeer Capital Company)
**INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024
(Expressed in Saudi Riyal)

		FOR THE SIX-MONTH PERIOD ENDED JUNE 30,	
		2024	2023
	Note	(Unaudited)	(Unaudited)
Dividends from financial assets		18,783,235	20,369,797
Unrealized losses from financial assets		(9,343,904)	(728,502)
Net revenue		9,439,331	19,641,295
Expenses			
Management fees	6	(2,643,998)	(2,699,814)
Administration and custody fees	6	(304,061)	(327,009)
Other expenses		(1,726,017)	(983,332)
Total expenses		(4,674,076)	(4,010,155)
Finance costs		(968,201)	(1,320,081)
Foreign currency exchange gain / (loss)		131,523	(912,813)
Profit for the period		3,928,577	13,398,246
Other comprehensive income		-	-
Total comprehensive income for the period		3,928,577	13,398,246

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

ALKHABEER DIVERSIFIED INCOME TRADED FUND
(Managed by Alkhabeer Capital Company)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY ATTRIBUTABLE TO UNITHOLDERS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024
(Expressed in Saudi Riyal)

		FOR THE SIX-MONTH PERIOD ENDED JUNE 30,	
		2024	2023
	Note	(Unaudited)	(Unaudited)
Equity attributable to unitholders			
Equity attributable to unitholders at the beginning of the period		468,996,969	470,237,783
Dividends	13	(13,711,626)	(13,238,812)
Comprehensive income for the period		3,928,577	13,398,246
Equity attributable to unitholders at the end of the period		459,213,920	470,397,217
<u>Transactions in units for the period are summarized as follows:</u>			
Number of units at the beginning of the period		47,281,470	47,281,470
Number of units at the end of the period		47,281,470	47,281,470

*No units were issued or disposed during the periods ended June 30, 2024 and June 30, 2023.

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

ALKHABEER DIVERSIFIED INCOME TRADED FUND
(Managed by Alkhabeer Capital Company)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024
(Expressed in Saudi Riyal)

	FOR THE SIX-MONTH PERIOD ENDED JUNE 30,	
	2024	2023
	(Unaudited)	(Unaudited)
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Profit for the period	3,928,577	13,398,246
Adjustments:		
Finance costs	968,201	1,320,081
Unrealized losses from financial assets	9,343,904	728,502
Changes in operating assets and liabilities:		
Dividends receivable	71,072	(447,202)
Prepaid expenses and other debit balances	50,126,647	(856,415)
Accrued expenses and other credit balances	(221,850)	(335,717)
Due to related parties	(49,440)	(39,352)
Net change in financial assets	(59,862,623)	10,678,875
Net cash provided by operating activities	4,304,488	24,447,018
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Proceeds from credit facilities	56,115,004	78,922,895
Payments of credit facilities	(56,826,571)	(94,423,402)
Finance cost paid	(842,386)	(1,320,081)
Dividends paid	(13,711,626)	(13,238,812)
Net cash used in financing activities	(15,265,579)	(30,059,400)
Net change in cash and cash equivalents	(10,961,091)	(5,612,382)
Cash and cash equivalents at the beginning of the period	19,750,490	17,392,966
Cash and cash equivalents at the end of the period	8,789,399	11,780,584
<u>Non-cash items:</u>		
Uncollected amounts from the sale of trade finance investments	47,335,067	22,371,560

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

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024

(Expressed in Saudi Riyal)

1. THE FUND AND ITS ACTIVITIES

Alkhabeer Diversified Income Traded Fund ("The Fund") is a Sharia compliant investment traded fund, established in accordance in the rules and regulations enforced in KSA as well as under the guidelines of Capital Market Authority ("CMA"). The Fund has been established on 7 January 2021 and managed by Alkhabeer Capital Company "Alkhabeer Capital" or the "Fund Manager", (for the benefit of the Fund's unitholders). The Fund is ultimately supervised by the Fund Board of Directors. Alinma Investment Company acts as the Custodian of the Fund.

The objective of the Fund is to generate periodic income for investors by investing in income-generating assets that are compatible with the regulations of the Sharia Board.

The establishment of the Fund has been approved by the ("CMA") on September 17, 2020 (corresponding to Muharram 29, 1442 H). The inception date of the Fund was January 7, 2021 (corresponding to Jumada Alawwal 23, 1442 H) and the Fund was listed on Saudi Tadawul on January 19, 2021 (corresponding to Jumada Al-Akhirah 6, 1442 H).

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

The Fund's term is 99 years following the date of listing units on Saudi Tadawul. The term of the Fund may be extended at the Fund Manager's discretion subject to CMA approval.

The Fund is subject to the Sharia Boards guidelines in its investments and transactions.

2. REGULATORY AUTHORITY

The Fund was established and its units are offered based on the Investment Funds Regulations issued by CMA, Resolution number 1-219-2006 dated 03/12/1427H ("Investment Funds Regulations") issued by Royal Decree No. M/30 dated 2/6/1424H and amended by the CMA Board Resolution No. 2-22-2021 dated 12/7/1442H (corresponding to 24/2/2021) to be updated with the rapid developments and changes regarding the regulations and rules of the Authority in the Kingdom of Saudi Arabia.

3. BASIS OF PREPARATION INTERIM CONDENSED FINANCIAL STATEMENTS

Basis of compliance

These interim condensed financial statements have been prepared in accordance with the International Accounting Standard (34) "Interim Financial Reporting" as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and prepared in accordance with the International Financial Reporting Standards ("IFRS") as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by SOCPA and the provisions specified by the fund regulations issued by the CMA, the terms and conditions of the fund and the information memorandum considering that the financial performance for the interim condensed financial for the six-month period ended in June 30, 2024, may not necessarily be indicative of the expected results for the year that will be ended on December 31, 2024.

The interim condensed financial statements do not include all of the information and disclosures required for the annual financial statements, and should be read in conjunction with the Fund's annual financial statements for the year ended December 31, 2023. The International Accounting Standard 34 states that the objective of preparing the interim condensed financial statements is to update on the annual financial statements. Therefore, the International Accounting Standard 34 require less disclosure in the interim condensed financial statements to be reported compared to the disclosure required by the International Financial Reporting Standards ("IFRS") in the annual financial statements.

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024

(Expressed in Saudi Riyal)

Basis of measurement

These interim condensed financial statements of the Fund have been prepared on a historical cost basis except for the items which measured at fair value, present value, net realizable value, and replacement cost in line with the accrual basis of accounting and going concern basis.

Functional and presentation currency

The accompanying interim condensed financial statements are presented in Saudi Riyal, which is the Fund's functional and presentation currency.

Fair value measurement

The fair value represents the amount that may be collected from selling an asset or paying it to transfer a liability between informed parties under the same terms of business with others. The fair value measurement depends on the following conditions:

- The principal market for assets or liabilities, or
- The most advantageous market for assets and liabilities in the absence of a primary market, or
- Use discounted cash flows in the absence of a major market or the most advantageous market.

Assets or liabilities measured at fair value

- Separate assets or liabilities.
- A group of assets or a group of liabilities or a group of assets and liabilities.
- A set of accounting policies and notes that require calculating the fair value of financial and non-financial assets and liabilities.
- The Fund uses market inputs that are observable as far as possible when measuring the fair value of assets and liabilities.

The Fund determines fair value using valuation techniques. The Fund also uses the following levels which reflect the importance of inputs used in determining fair value:

- **Level 1:** quoted prices (unadjusted) in an active market for similar assets or liabilities.
- **Level 2:** valuation methods based on inputs other than quoted prices included in Level 1 that can be observable for assets and liabilities, directly or indirectly.
- **Level 3:** valuation techniques that use inputs that have an important impact on fair value but are not based on observable inputs.

The Fund recognizes transfers between fair value levels at the end of the reporting period at the same time as the change occurs, the Fund Manager believes that its estimates and assumptions are reasonable and sufficient.

4. SIGNIFICANT ACCOUNTING POLICIES

No new standards have been issued. However, there are a number of amendments to existing standards effective from January 1, 2024, but these do not have a material impact on the interim condensed financial statements. The accounting policies used in preparing the condensed interim financial statements are consistent with those used in preparing the Fund's annual financial statements for the year ended on December 31, 2023.

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024**

(Expressed in Saudi Riyal)

5. FINANCIAL ASSETS**a- Fair value through profit or loss:**

June 30, 2024 (Unaudited)	Sukuk investments*	Investments in funds**	Total
Balance at the beginning of the period	32,609,516	113,021,511	145,631,027
Additions	-	6,468,658	6,468,658
Disposals	-	(79,545)	(79,545)
Unrealized losses	(1,421,087)	(7,922,817)	(9,343,904)
Balance at the end of the period (Unaudited)	31,188,429	111,487,807	142,676,236

December 31, 2023 (Audited)	Sukuk investments*	Investments in funds**	Total
Balance at the beginning of the year	32,766,994	121,174,954	153,941,948
Additions	-	9,888,229	9,888,229
Disposals	-	(16,578,748)	(16,578,748)
Unrealized losses	(157,478)	(1,462,924)	(1,620,402)
Balance at the end of the year (Audited)	32,609,516	113,021,511	145,631,027

* The source of fair value is the market value of the Sukuk described in the investment portfolio report.

** The source of fair value is net asset value as announced by the fund manager.

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024**

(Expressed in Saudi Riyal)

b- Amortized cost:

<u>June 30, 2024</u> <u>(Unaudited)</u>	Investments in trade financing	Leasing deals	Islamic leasing and finance 18*	Islamic leasing and finance 19*	Islamic leasing and finance 23	Islamic leasing and finance 33	Total
Balance at the beginning of the period	104,995,324	61,572,104	71,123,104	33,232,364	5,040,084	-	275,962,980
Additions	111,084,545	-	-	-	-	13,130,950	124,215,495
Matured	(116,462,856)	(906,542)	(466,087)	(209,150)	(32,417)	-	(118,077,052)
Balance at the end of the period (Unaudited)	99,617,013	60,665,562	70,657,017	33,023,214	5,007,667	13,130,950	282,101,423
					Less: current portion		(99,617,013)
					Non- current portion		182,484,410
<u>December 31, 2023</u> <u>(Audited)</u>	Investments in trade financing	Leasing deals	Islamic leasing and finance 18*	Islamic leasing and finance 19*	Islamic leasing and finance 23		Total
Balance at the beginning of the year	148,454,360	62,136,598	86,320,217	37,265,528	5,578,037		339,754,740
Additions	218,458,354	613,333	-	-	-		219,071,687
Matured	(261,917,390)	(1,177,827)	(15,197,113)	(4,033,164)	(537,953)		(282,863,447)
Balance at the end of the year (Audited)	104,995,324	61,572,104	71,123,104	33,232,364	5,040,084		275,962,980
					Less: current portion		(104,995,324)
					Non- current portion		170,967,656

*The credit facilities are secured against the investment classified at amortized cost from Islamic leasing and finance (18) and (19) at NBK as shown in Note (7).

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024

(Expressed in Saudi Riyal)

6. RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties' transactions represent payments on behalf of a related party, management fees, administration fees, custody fees, and compensation to the Fund's Board of Directors.

a) Due to related parties comprise the following:

Related parties	Nature of relationship	Nature of transaction	Amount of transactions		Balance	
			For the six-month period ended June 30,		As at June 30, 2024	As at December 31, 2023
			2024 (Unaudited)	2023 (Unaudited)	(Unaudited)	(Audited)
Alkhabeer Capital Company	Fund Manager	Management fees	2,643,998	2,699,814		
		Administration fees	264,400	269,981		
		Payments	(3,010,499)	(3,018,202)	2,908,471	3,010,572
Alinma Investment Company	Custodian	Custody Fees	39,661	57,028		
		Payments	-	(34,973)	131,661	92,000
Fund Board of Directors	Board of Directors	Compensation to Fund Board Members	26,000	13,000		
		Payments	(13,000)	(26,000)	26,000	13,000
Second Diversified Income Investment Company (a one-person company)	Subsidiary of Custodian	Expenses paid on behalf of the Company	9,625	125		
		Payments	(9,625)	(125)	-	-
					3,066,132	3,115,572

b) All transactions with related parties are approved by the Fund Manager.

7. CREDIT FACILITIES

On November 25, 2021, a credit facility agreement (Murabaha) was signed between the Fund and the National Bank of Kuwait in order to obtain bank financing with a maximum amount of SR 78,750,000. The balance of these facilities as at June 30, 2024 amounted to SR 27,958,417 (December 31, 2023: the amount of SR 28,669,984). These facilities represent short-term Murabaha (6 months and less). The facility agreement is guaranteed against investments classified at amortized cost as shown in Note (5). These facilities are charged with financing interest according to prevailing rates. The term of these facilities expires on December 31, 2026.

8. SHARIA COMPLIANCE

The Fund operates in accordance with Sharia compliant, as determined by the Sharia advisor. The Sharia advisor has reviewed the Fund's public offering document and confirmed that it is in compliance with Sharia regulations.

9. LAST VALUATION DATE

The last date for the valuation during the period is June 30, 2024.

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024

(Expressed in Saudi Riyal)

10. RISK MANAGEMENT

The Fund's activities expose it to various financial risks, and these risks include: market risk (including currency risk, fair value risk and cash flow interest rate risk and price risk), credit risk and liquidity risk. The Fund's overall risk management program focuses on the unpredictability of financial market conditions and seeks to minimize potential adverse effects on the Fund's financial performance.

a) Market risk:- Market risks represented in the following:

- **Currency risk**

Currency risk is the risk that the value of a financial instrument denominated in foreign currencies will fluctuate due to changes in foreign exchange rates, in case the Fund does not hedge its currency exposure by means of hedging instruments.

During the year, the Fund did not undertake significant transactions in currencies other than Saudi Riyals and US Dollars and accordingly the Fund does not have material exposure to other foreign currencies during the period ended June 30, 2024. Since the Saudi Riyal is pegged to the US dollar, the Fund is not exposed to significant foreign currency risk.

- **Interest rate risk**

Interest rate risks is the risk that the fair value or future cash flows of a financial instrument would fluctuate as a result of changes in interest rate. The Fund is exposed to interest rate risk because the Fund borrow funds at floating interest rates. Interest rate risks are managed by the Fund by maintaining an appropriate mix between fixed interest and variable interest.

- **Other price risk**

Other price risk represents the risk resulting from the fluctuation of the fair value or future cash flows of a financial instrument as a result of changes in market prices (other than those resulting from currency risk or interest rate risk). The fund manager maintain a low percentage of investments in unrated money market instruments. To reduce the risk of any possible decline in its value.

The fund manager will also diversify investments into different sectors and financial instruments issued by different sources and in various financial markets, and to fulfill the requirements of due diligence studies.

b) Credit risk

Credit risk is the risk that a party will not be able to meet its obligations, resulting in a financial loss to the other party. The financial assets that are likely to expose the Fund to concentrations of credit risk are mainly cash and cash equivalents, account receivable, due from a related party, and other debit balances. Cash is deposited with reputable financial institutions, and management reviews the other debit balances. Accounts receivable are shown net of expected credit loss provision (if any), which was estimated by the Fund's management based on past experience and its assessment of the current economic environment.

c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset quickly at an amount close to its fair value. Liquidity risk is managed by monitoring on a regular basis to ensure the availability of sufficient funds. The Fund's manager monitors the liquidity requirements by ensuring that sufficient funds are available to fulfill any commitments as they arise, either through new contributions or by taking Murabahat facilities. The Fund has sufficient liquidity to meet its obligations.

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024**

(Expressed in Saudi Riyal)

June 30, 2024 (Unaudited):	Book value	Less than a year	More than a year
<u>Non-derivative financial liabilities</u>			
Credit facilities	27,958,417	27,958,417	-
Due to related parties	3,066,132	3,066,132	-
Accrued expenses and other credit balances	1,381,235	1,381,235	-
	32,405,784	32,405,784	-

December 31, 2023 (Audited):	Book value	Less than a year	More than a year
<u>Non-derivative financial liabilities</u>			
Credit facilities	28,669,984	28,669,984	-
Due to related parties	3,115,572	3,115,572	-
Accrued expenses and other credit balances	1,477,270	1,477,270	-
	33,262,826	33,262,826	-

11. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

	Book Value		Fair Value			
	Amortized	Fair	Level	Level	Level	Total
	Cost	Value	(1)	(2)	(3)	
<u>June 30, 2024 (Unaudited):</u>						
<u>Financial Assets</u>						
Cash and cash equivalents	8,789,399	-	-	-	-	8,789,399
Dividends receivables	8,692,357	-	-	-	-	8,692,357
Financial assets	282,101,423	142,676,236	-	-	142,676,236	424,777,659
	299,583,179	142,676,236	-	-	142,676,236	442,259,415
<u>Financial Liabilities</u>						
Due to related parties	3,066,132	-	-	-	-	3,066,132
Credit facilities	27,958,417	-	-	-	-	27,958,417
Accrued expenses and other credit balances	1,381,235	-	-	-	-	1,381,235
	32,405,784	-	-	-	-	32,405,784

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024**

(Expressed in Saudi Riyal)

	Book Value		Fair Value			
	Amortized	Fair	Level	Level	Level	Total
	Cost	Value	(1)	(2)	(3)	
December 31, 2023 (Audited):						
Financial Assets						
Cash and cash equivalents	19,750,490	-	-	-	-	19,750,490
Dividends receivables	8,763,429	-	-	-	-	8,763,429
Financial assets	275,962,980	145,631,027	-	-	145,631,027	421,594,007
	304,476,899	145,631,027	-	-	145,631,027	450,107,926
Financial Liabilities						
Due to related parties	3,115,572	-	-	-	-	3,115,572
Credit facilities	28,669,984	-	-	-	-	28,669,984
Accrued expenses and other credit balances	1,477,270	-	-	-	-	1,477,270
	33,262,826	-	-	-	-	33,262,826

12. GEOGRAPHICAL OPERATING SEGMENTS

The Fund achieves continuous investment returns, and all Fund operations are carried out inside and outside the Kingdom of Saudi Arabia. The Fund's operations are monitored by the Fund's management under one sector. The following is a statement of geographic information for local and foreign investments, as well as investment income during the period:

June 30, 2024 (Unaudited)	Inside the Kingdom	Outside the Kingdom	Total
Financial assets	26,308,952	398,468,707	424,777,659
Gains form financial assets	-	18,783,235	18,783,235
Unrealized losses from financial assets	(672,479)	(8,671,425)	(9,343,904)
	(672,479)	10,111,810	9,439,331
June 30, 2023 (Unaudited)	Inside the Kingdom	Outside the Kingdom	Total
Financial assets	34,501,335	425,416,416	459,917,751
Gains form financial assets	334,537	20,035,260	20,369,797
Unrealized (losses) / gains from financial assets	(863,118)	134,616	(728,502)
	(528,581)	20,169,876	19,641,295

ALKHABEER DIVERSIFIED INCOME TRADED FUND

(Managed by Alkhabeer Capital Company)

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2024

(Expressed in Saudi Riyal)

13. DIVIDENDS

The Fund Board of Directors approved the distribution of dividends and the details are as follows:

Approval Date	Dividends for the period	Amount per Unit	Total in Saudi Riyal
<u>June 30, 2024 (Unaudited):</u>			
February 1, 2024	July 1, 2023 to December 31, 2023	0.29	<u>13,711,626</u>
<u>June 30, 2023 (Unaudited):</u>			
January 26, 2023	July 1, 2022 to December 31, 2022	0.28	<u>13,238,812</u>

14. SUBSEQUENT EVENTS

There are no subsequent significant events that require disclosure or require any amendments to be made to interim condensed financial statements.

15. APPROVAL OF INTERIM CONDENSED FINANCIAL STATEMENTS

These interim condensed financial statements have been approved by the Fund Board of Directors for the period ended June 30, 2024 on 2 Safar 1446H (August 6, 2024).