

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)

INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

**TOGETHER WITH THE INDEPENDENT AUDITOR'S REVIEW REPORT TO THE
UNITHOLDERS**

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

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Independent auditor's review report on the interim condensed financial information

To the Unitholders and the Fund Manager of
Quran Kareem Associations Endowment Fund
(An open-ended mutual Fund)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of **Quran Kareem Associations Endowment Fund** (the "Fund") managed by Al Rajhi Capital Company (the "Fund Manager") as of June 30, 2025, and the related statement of comprehensive income, changes in net assets attributable to the unitholders and cashflows for the six-month period ended June 30, 2025, and explanatory notes. The Fund Manager is responsible for the preparation and presentation of this interim financial information 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 this interim financial information based on our review.

Scope of review

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

Conclusion

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

Other Matter

The financial statements for the year ended 31 December 2024 and the interim financial information for the six-month period ended 30 June 2024 were audited and reviewed respectively by other auditors who expressed an unmodified opinion on those statements and an unmodified review conclusion on that information on 26 March 2025 (corresponding to 26 Ramadan 1446H) and 8 August 2024 (corresponding to 4 Safar 1446H), respectively.

Deloitte and Touche & Co.
Chartered Accountants


AbdulRahman S. Al Suwaiygh
Certified Public Accountant

License no. 461
7 August 2025
13 Safar 1447H



QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION (UNAUDITED)****ALL AMOUNTS PRESENTED IN (ﷲ)**

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
	Notes		
<u>ASSETS</u>			
Cash and cash equivalents		17,495	512,138
Investments at fair value through profit or loss ("FVTPL")	4	35,120,467	33,774,260
Accrued special commission income		199,051	114,383
Dividends receivable		35,840	-
Advance against allotment of securities	5	-	424,599
Total assets		35,372,853	34,825,380
<u>LIABILITIES</u>			
Management fees payable	6	72,010	163,225
Accrued expenses	8	86,498	111,121
Total liabilities		158,508	274,346
Net assets attributable to the Unitholders		35,214,345	34,551,034
Units in issue (numbers)		34,150,498	33,577,516
Net assets attributable to each unit		1.03	1.03

The accompanying notes 1 to 16 form an integral part of this interim condensed financial information.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)****ALL AMOUNTS PRESENTED IN (ﷲ)**

		30 June 2025	For the period from 29 August 2023 to 30 June 2024
	Notes		
INCOME			
Net unrealized loss on investments at FVTPL		(830,245)	(857,427)
Net realized gain on investments at FVTPL		83,977	322,707
Dividends income		526,636	553,144
Special commissions income		415,654	602,494
Total income		196,022	620,918
EXPENSES			
Management fees	6	72,010	100,277
Other expenses	9	53,113	75,935
Total expenses		125,123	176,212
Net income for the period		70,899	444,706
Other comprehensive income for the period		-	--
Total comprehensive income for the period		70,899	444,706

The accompanying notes 1 to 16 form an integral part of this interim condensed financial information.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS(UNAUDITED)****ALL AMOUNTS PRESENTED IN (ﷲ)**

	Notes	30 June 2025	For the period from 29 August 2023 to 30 June 2024
Net assets attributable to the Unitholders at beginning of the period		34,551,034	--
Net income for the period		70,899	444,706
Other comprehensive income for the period		-	-
Total comprehensive income for the period		70,899	444,706
Proceeds from issuance of units during the period		592,412	32,585,594
Distributions to the unitholder	11	-	(113,617)
Net assets (equity) attributable to the Unitholders at end of the period		35,214,345	32,916,683

	30 June 2025	For the period from 29 August 2023 to 30 June 2024
Units in at beginning of the period	33,577,516	--
Issuance of units during the period	572,982	32,498,477
Units in issuance at end of the period	34,150,498	32,498,477

The accompanying notes 1 to 16 form an integral part of this interim condensed financial information.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**INTERIM CONDENSED STATEMENT OF CASH FLOWS (UNAUDITED)****ALL AMOUNTS PRESENTED IN (₪)**

		30 June 2025	For the period from 29 August 2023 to 30 June 2024
	Notes		
Cash flows from operating activities			
Net income for the period		70,899	444,706
Adjustments for:			
Net unrealized loss on investments at FVTPL		830,245	857,427
Net realized gain on investments at FVTPL		(83,977)	(322,707)
Dividends income		(526,636)	(553,144)
Net changes in operating assets and liabilities			
Purchase of investments at FVTPL		(8,957,660)	(64,972,729)
Proceeds from sale of investments at FVTPL		6,865,185	31,399,097
Increase in accrued special commissions income		(84,668)	(113,652)
Decrease in advance against allotment of securities		424,599	-
Increase in payable to custodian		-	140,995
(Decrease) increase in management fee payable		(91,215)	100,277
(Decrease) increase in accrued expenses		(24,623)	64,290
		(1,577,851)	(32,955,440)
Dividends received		490,796	520,324
Net cash used in operating activities		(1,087,055)	(32,435,116)
Cash flows from financing activities			
Proceeds from issuance of units		592,412	32,585,594
Distributions to the unitholder	11	-	(113,617)
Net cash flows from financing activities		592,412	32,471,977
Net increase in cash and cash equivalents		(494,643)	36,861
Cash and cash equivalents at the beginning of the period		512,138	--
Cash and cash equivalents at the end of the period		17,495	36,861

The accompanying notes 1 to 16 form an integral part of this interim condensed financial information.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED)

ALL AMOUNTS PRESENTED IN (ﷲ)

30 JUNE 2025

1. INCORPORATION AND ACTIVITIES

- (a) Quran Kareem Association Endowment Fund, (the "Fund") is an open-ended investment fund created by an agreement between Al Rajhi Capital Company (the "Fund Manager"), a wholly owned subsidiary of Al Rajhi Banking and Investment Corporation (the "Bank") and investors (the "Unitholders") in the Fund, in accordance with the Capital Market Authority ("CMA") regulations. The address of the Fund Manager is as follows:

Al Rajhi Capital, Head Office
8467 King Fahad Road, Al Muruj District
P.O. Box 2743
Riyadh 11263
Kingdom of Saudi Arabia

The Fund is an open-ended public investment fund which aims to encourage voluntary community participation in non-profit development investment and effective contribution under the concept of social solidarity to participate in supporting the Holy Quran memorization associations around the Kingdom of Saudi Arabia to develop and invest their assets in the Fund for the purpose of enhancing its value and developing the endowed capital to benefit members of society through Holy Quran teaching services, Preserving, managing it, and developing educational facilities and programs for all segments of society. The Fund Manager's participation in investing assets in all categories of assets with diversified risks shall be in a way that achieves the development goal of the endowed capital, with the endowment harvest distributed among the "Holy Qur'an Societies contributing to the Fund" at least 70% of net profits annually.

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 Fund has appointed Al Bilad Investment Company (the "Custodian") to act as its custodian.

- (b) The Fund is governed by the Investment Fund Regulations (the "Regulations") issued by the CMA detailing the requirements for all Investment Funds within the Kingdom of Saudi Arabia. The Fund is governed by the Investment Funds Regulations (the "Regulations") issued by the Board of CMA on 3 Dhul Hijjah 1427H (corresponding to 24 December 2006) and amended by the resolution of the Board of the CMA dated 23 Dhul Qa'dah 1446H (corresponding to 21 May 2025) detailing the requirements of all funds within the Kingdom of Saudi Arabia.

2. BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

This interim condensed financial information is prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34") 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 should be read in conjunction with the Fund's last annual financial statements for the year ended 31 December 2024. The results for the six-month period end 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ended 31 December 2024.

2.2 BASIS OF MEASUREMENT

This interim condensed financial information has been prepared on a historical cost basis, using the accrual basis of accounting except for investments carried at FVTPL that were measured at fair value. The Fund presents its interim condensed statement of financial position in the order of liquidity. All balances are classified as current. The Fund can recover or settle all its assets and liabilities within 12 months from the reporting date.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)

ALL AMOUNTS PRESENTED IN (ﷲ)

30 JUNE 2025

2. BASIS OF PREPARATION (CONTINUED)

2.3 FUNCTIONAL AND PRESENTATION CURRENCY

This interim condensed financial information is presented in Saudi Arabian Riyal ("ﷲ"), which is also the functional currency of the Fund. All financial information presented has been rounded to the nearest ﷲ.

2.4 USE OF JUDGEMENTS AND ESTIMATES

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

There are no significant estimates or judgements involved in the preparation of financial information, that might have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next accounting period. The Fund based its assumptions and estimates on parameters available when the interim condensed financial information was prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Fund. Such changes are reflected in the assumptions when they occur.

2.5 GOING CONCERN

The Fund Manager has assessed the Fund's ability to continue as a going concern and is satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, the Fund Manager is not aware of any material uncertainties that may cast significant doubt on the Fund's ability to continue as a going concern.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies used in the preparation of this interim condensed financial information is consistent with those used in the preparation of the financial statements for the year ended 31 December 2024 except for the adoption of the following amendments to IFRS explained below which became applicable for annual reporting periods commencing on or after January 1, 2025. The Fund Manager has assessed that the below amendments have no significant impact on the financial statements.

The Fund has adopted the following amendments, interpretations and revisions to existing standards, which were issued by the IASB and are applicable from January 1, 2025:

<u>New and revised IFRS Accounting Standard</u>	<u>Summary</u>
Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates relating to Lack of Exchangeability	The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not.

Other than the above, there are no other significant IFRS Accounting Standards and amendments that were effective for the first time for the financial year beginning on or after 1 January 2025.

The listing of standards and interpretations issued which the Fund reasonably expects to be applicable at a future date are as follows. The Fund is currently assessing the impact of these standards and interpretations and intends to adopt these when they become effective.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)

NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)

ALL AMOUNTS PRESENTED IN (﷼)

30 JUNE 2025

3. MATERIAL ACCOUNTING POLICIES (CONTINUED)

<u>New and revised IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
<p>Amendments to IFRS 9 <i>Financial Instruments</i> and IFRS 7 <i>Financial Instruments: Disclosures</i> regarding the classification and measurement of financial instruments</p> <p>The amendments address matters identified during the post-implementation review of the classification and measurement requirements of IFRS 9.</p>	1 January 2026
<p>Amendments to IFRS 9 <i>Financial Instruments</i> and IFRS 7 <i>Financial Instruments: Disclosures</i> regarding purchase power arrangements</p> <p>The amendments aim at enabling entities to include information in their financial statements that in the IASB's view more faithfully represents contracts referencing nature-dependent electricity.</p>	1 January 2026
<p>Annual improvements to IFRS Accounting Standards - Volume 11</p> <p>The pronouncement comprises the following amendments:</p> <ul style="list-style-type: none">• IFRS 1: Hedge accounting by a first-time adopter• IFRS 7: Gain or loss on derecognition• IFRS 7: Disclosure of deferred difference between fair value and transaction price• IFRS 7: Introduction and credit risk disclosures• IFRS 9: Lessee derecognition of lease liabilities• IFRS 9: Transaction price• IFRS 10: Determination of a "de facto agent"• IAS 7: Cost method	1 January 2026
<p>IFRS 18 <i>Presentation and Disclosures in Financial Statements</i></p> <p>IFRS 18 includes requirements for all entities applying IFRS for the presentation and disclosure of information in financial statements to help ensure they provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses.</p>	1 January 2027
<p>IFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i></p> <p>IFRS 19 specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other IFRS Accounting Standards.</p>	1 January 2027
<p>Amendments to IFRS 10 <i>Consolidated Financial Statements</i> and IAS 28 <i>Investments in Associates and Joint Ventures (2011)</i></p> <p>The amendments relate to the treatment of the sale or contribution of assets from an investor to its associate or joint venture</p>	Effective date deferred indefinitely. Adoption is still permitted.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****4. INVESTMENTS AT FVTPL**

Investments at FVTPL comprise the following investments as at the reporting date:

	30 June 2025 (Unaudited)			
	Cost	Fair value	% of Fair value	Unrealised gain / (loss)
<u>Investments:</u>				
Sukuk (Note 4.1)	13,375,748	13,438,438	38.26%	62,690
Units of Mutual Funds (Note 4.2)	9,258,511	8,849,144	25.20%	(409,366)
Equity Securities (Note 4.3)	13,432,882	12,832,885	36.54%	(599,997)
Total	36,067,141	35,120,467	100%	(946,674)
31 December 2024 (Audited)				
	Cost	Fair value	% of Fair value	Unrealised gain / (loss)
<u>Investments:</u>				
Sukuk (Note 4.1)	12,250,000	12,250,000	36.27%	-
Units of Mutual Funds (Note 4.2)	8,580,203	8,463,776	25.06%	(116,427)
Equity Securities (Note 4.3)	12,665,548	13,060,484	38.67%	394,936
Total	33,495,751	33,774,260	100%	278,509

4.1 The composition of investment in Sukuk is as follows:

<u>Description</u>	<u>Maturity date</u>	Fair value as at 30 June 2025 (Unaudited)	Fair value as at 31 December 2024 (Audited)
Bank Aljazira Tier 1	15-Jan-30	1,000,000	-
Arabian Centers sukuk III	6-Mar-29	2,188,438	-
Riyad Bank Tier 1 Sukuk	5-Oct-27	5,250,000	5,250,000
RHC Sukuk 2022 - Series 2	28-Jul-25	2,000,000	2,000,000
RHC Sukuk 03/15/2025 Series 3	15-Mar-25	-	2,000,000
SAB Tier 1 Capital Sukuk	31-Oct -28	1,000,000	1,000,000
SNB Tier 1 Sukuk	15-Sep-27	2,000,000	2,000,000
		13,438,438	12,250,000

These carry profit ranging from 5%% to 9.5% per annum

4.2 The composition of the Fund's investment portfolio in the units of mutual funds is as follows:

	30 June 2025(Unaudited)			
	Cost	Fair value	% of Fair value	Unrealised gain / (loss)
<u>Name of Funds</u>				
Al Rajhi Indirect Financing Fund 2*	1,720,000	1,720,000	19.44%	-
Alra'idah Financing Fund	1,625,000	1,625,000	18.36%	-
Al Rajhi Indirect Financing Fund*	1,539,065	1,539,419	17.40%	354
SEDCO Capital REIT Fund	1,079,723	917,000	10.36%	(162,723)
Jadwa REIT Saudi Fund	1,105,414	891,830	10.08%	(213,584)
AL Maather REIT Fund	875,777	877,592	9.92%	1,815
Al Rajhi Awaheed Fund*	793,015	796,839	9.00%	3,824
Bonyan REIT Fund	520,517	481,464	5.44%	(39,052)
Total	9,258,511	8,849,144	100%	(409,366)

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****4. INVESTMENTS AT FVTPL (CONTINUED)**

4.2 The composition of the Fund's investment portfolio in the units of mutual funds is as follows (continued):

	31 December 2024 (Audited)			
	Cost	Fair value	% of Fair value	Unrealised gain / (loss)
<u>Name of Funds</u>				
Al Rajhi Indirect Financing Fund*	1,890,244	1,890,244	22.32%	-
Alra'idah Financing Fund	1,625,000	1,625,000	19.20%	-
SEDCO Capital REIT Fund	1,079,723	1,099,090	12.99%	19,367
Al Maather REIT Fund	875,777	923,371	10.91%	47,594
Al Rajhi Awaeed Fund*	910,432	914,261	10.80%	3,829
Jadwa REIT Saudi Fund*	1,105,414	890,064	10.52%	(215,350)
Al Rajhi Real Estate Monthly Distributions Fund*	573,097	602,230	7.12%	29,133
Bonyan REIT Fund	520,516	519,516	6.14%	(1,000)
Total	8,580,203	8,463,776	100%	(116,427)

These carry profit ranging from 5% to 8.70% per annum

* A fund managed by the Fund Manager.

4.3 The composition of the Fund's equity securities investments portfolio by industry sector is as follows:

	30 June 2025 (Unaudited)			
	Cost	Fair value	% of Fair value	Unrealised gain / (loss)
<u>Investments (by sectors)</u>				
Financials	3,141,056	3,116,188	24.28%	(24,868)
Energy	2,445,786	2,208,329	17.21%	(237,457)
Materials	1,728,125	1,599,220	12.46%	(128,905)
Telecommunication Services	1,318,540	1,394,160	10.86%	75,620
Industrials	1,074,876	1,193,256	9.30%	118,380
Real Estate	1,132,509	1,163,482	9.07%	30,973
Information Technology	1,087,235	853,278	6.65%	(233,957)
Health Care	604,012	598,836	4.67%	(5,176)
Utilities	779,043	577,680	4.50%	(201,363)
Consumer Discretionary	116,883	125,266	0.98%	8,383
Consumer Staples	4,817	3,190	0.02%	(1,627)
Total	13,432,882	12,832,885	100%	(599,997)

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (ﷲ)****30 JUNE 2025****4. INVESTMENTS AT FVTPL (CONTINUED)**

4.3 The composition of the Fund's equity securities investments portfolio by industry sector is as follows (continued):

	31 December 2024 (Audited)			
	Cost	Fair value	% of Fair value	Unrealised gain / (loss)
<u>Investments (by sectors)</u>				
Financials	3,095,607	3,147,455	24.10%	51,848
Energy	2,127,321	2,140,842	16.39%	13,521
Information Technology	1,286,822	1,618,980	12.40%	332,158
Material	1,540,057	1,468,637	11.24%	(71,420)
Telecommunication Services	1,064,781	1,071,214	8.20%	6,433
Real Estate	1,102,140	1,051,644	8.05%	(50,496)
Industrials	919,731	984,320	7.54%	64,589
Utilities	767,483	764,471	5.85%	(3,012)
Health Care	600,018	677,848	5.19%	77,830
Consumer Staples	122,255	93,823	0.72%	(28,432)
Consumer Discretionary	39,333	41,250	0.32%	1,917
Total	<u>12,665,548</u>	<u>13,060,484</u>	<u>100%</u>	<u>394,936</u>

5. ADVANCE AGAINST ALLOTMENT OF SECURITIES

This represents investment in IPO subscription of companies engaged in health care equipment and consumer discretionary distribution sector within the Kingdom of Saudi Arabia. The shares were subsequently allotted to subscriber on 07 January 2025 and 08 January 2025 respectively.

6. MANAGEMENT FEES

The Fund pays management fees, subject to VAT charges of 15% which is calculated as the lower of 0.4% per annum of net assets value at each valuation day or 10% of the total annual return before fees and expense. The fees is intended to compensate the fund manager for the administration of the fund

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7. RELATED PARTY TRANSACTIONS AND BALANCES

The related parties of the Fund include the Bank, the Fund Manager, the Fund Board, other funds managed by the Fund Manager and employees of the same. In the ordinary course of its activities, the Fund transacts business with the related parties.

The Fund does not charge any subscription fee on subscription of units and redemption fee on redemption of units. Other expenses paid by the Fund Manager on the behalf of the Fund are recharged to the Fund as they are incurred as per constituting documents of the Fund.

In addition to transactions disclosed elsewhere in this financial information, transactions with related parties for the period ended 30 June 2025 and related balances as at 30 June 2025 are as follows:

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)****ALL AMOUNTS PRESENTED IN (AED)****30 JUNE 2025****7. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)**

Related party	Nature of transaction / balance	Transactions for the six-months period 30 June 2025	Transactions for the period from 29 August 2023 to 30 June 2024
Al Rajhi Capital Company – Fund Manager	Management fee	62,215	100,277
The Fund Board	Fund Board fee to the members of the Board	14,877	-

Balances arising from above transactions with related parties are as follows:

Related party	Nature of transaction / balance	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Al Rajhi Capital Company – Fund Manager	Management fee payable	72,010	163,225
The Fund Board	Fund Board fee to the members of the Board	14,877	30,000

8. ACCRUED EXPENSES

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Benchmark fees	45,587	30,475
Fund Board fees	14,877	30,000
Accrued professional fees	5,749	20,700
Zakat advisory fees	2,851	16,100
Other accrued expenses	17,434	13,846
	86,498	111,121

9. OTHER EXPENSES

	30 June 2025	For the period from 29 August 2023 to 30 June 2024
Benchmark fee	15,112	25,591
Audit fee	5,505	17,108
Others	32,496	33,236
	53,113	75,935

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

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(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)**

All amounts presented in (ﷲ)

30 JUNE 2025**10. FAIR VALUE MEASUREMENT**

The fair value for financial instruments traded in active markets is based on quoted market prices at the close of trading on the financial reporting date. Instruments for which no sales were reported on the valuation day are valued at the most recent bid price.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The carrying value less impairment provision of financial instruments carried at amortized cost are assumed to approximate their fair values.

The fair value hierarchy has the following levels:

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

The Fund values securities that are traded / reported on stock exchange at their last reported prices. To the extent that securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy. For reported NAV of non - traded open ended mutual funds they are categorized in Level 2 of the fair value hierarchy.

Fair value hierarchy – Financial instruments measured at fair value

The table below analyses financial instruments measured at fair value at the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognised in the interim condensed statement of financial position. All below fair value measurements are recurring.

30 June 2025 (Unaudited)					
	Carrying Value	Level 1	Level 2	Level 3	Total
Investments at FVTPL	35,120,467	12,832,885	22,287,582	-	35,120,467
Total	35,120,467	12,832,885	22,287,582	-	35,120,467
31 December 2024 (Audited)					
	Carrying Value	Level 1	Level 2	Level 3	Total
Investments at FVTPL	33,774,260	17,094,755	16,679,505	-	33,774,260
Total	33,774,260	17,094,755	16,679,505	-	33,774,260

During the period, there were no transfer between the fair value hierarchy.

Other financial instruments such as cash and cash equivalents, dividend receivable, accrued special commission income, payable to custodian, management fee payable and accrued expenses are short-term financial assets and financial liabilities whose carrying amounts are approximate to their fair value, because of the short-term nature and high credit quality of counterparties. Cash and cash equivalents are classified under level 1, while the remaining financial assets and liabilities are classified under level 3.

QURAN KAREEM ASSOCIATIONS ENDOWMENT FUND

An open-ended mutual fund

(MANAGED BY AL RAJHI CAPITAL COMPANY)**NOTES TO THE INTERIM CONDENSED FINANCIAL INFORMATION (UNAUDITED) (CONTINUED)**

All amounts presented in (ﷲ)

30 JUNE 2025**11. MATURITY ANALYSIS OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

The table below shows an analysis of assets and liability according to when they are expected to be recovered or settled respectively:

	Within 12 months	After 12 months	Total
As at 30 June 2025 (Unaudited)			
Assets			
Cash and cash equivalents	17,495	-	17,495
Investments at FVTPL	35,120,467	-	35,120,467
Accrued special commissions income	199,051	-	199,051
Dividends receivable	35,840	-	35,840
Total assets	35,372,853	-	35,372,853
Liabilities			
Management fee payable	72,010	-	72,010
Accrued expenses	86,498	-	86,498
Total liabilities	158,508	-	158,508
	Within 12 months	After 12 months	Total
As at 31 December 2024 (Audited)			
Assets			
Cash and cash equivalents	512,138	-	512,138
Investments at FVTPL	33,774,260	-	33,774,260
Accrued special commissions income	114,383	-	114,383
Advance against allotment of securities	424,599	-	424,599
Total assets	34,825,380	-	34,825,380
Liability			
Management fees payable	163,225	-	163,225
Accrued expenses	111,121	-	111,121
Total Liabilities	274,346	-	274,346

12. DISTRIBUTIONS TO THE UNITHOLDER

During the period ended 30 June 2025, the Fund distributed ﷲ nil (30 June 2024: ﷲ113,617) as per the Terms and Conditions of the Fund.

13. EVENTS OCCURRING AFTER REPORTING DATE

There are no events subsequent to the reporting date which require adjustments of or disclosure in the interim condensed financial information or notes thereto.

14. COMPARITIVE FIGURE

Certain prior period figures have been reclassified to conform to the current period's presentation.

15. LAST VALUATION DAY

The last valuation day of the period was 30 June 2025 (2024: 31 December 2024).

16. APPROVAL OF THE INTERIM CONDENSED FINANCIAL INFORMATION

This interim condensed financial information was approved by the fund manager on 6 August 2025 (corresponding to 12 Safar 1447H).