

AL MAL MENA EQUITY FUND
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Condensed interim financial information
For the six-month period ended 30 June 2022

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Contents	Page
Information about the Fund	1
Independent auditor's review report	2
Condensed interim statement of financial position	3
Condensed interim statement of comprehensive income	4
Condensed interim statement of changes in net assets attributable to the unitholders of the Fund	5
Condensed interim statement of cash flows	6
Notes to the condensed interim financial information	7-14

Al Mal Mena Equity Fund

(A sub-fund of Al Mal Fund Company B.S.C. (c))

Information about the Fund

Investment Manager and Operator

Al Mal Capital PSC
Office 901, 48 Burj Gate
Downtown Dubai, Sheikh Zayed Road
P. O. Box 119930
Dubai, United Arab Emirates

Chairman

Mr. Naser Nabulsi

Directors

Mr. Narendra Gajria
Mr. Sanjay Vig

Registered Office

C/o Apex Fund Services Bahrain W.L.L.
Wind Tower, Office 82 Building 403
Road 1705, Manama 317
Kingdom of Bahrain.

Banker and Custodian

Standard Chartered Bank
Government Avenue, Building No. 180
P.O. Box 29
Manama, Kingdom of Bahrain

Fund Company

Al Mal Fund Company B.S.C. (c)
C/o Apex Fund Services Bahrain W.L.L.
Wind Tower, Office 82 Building 403
Road 1705, Manama 317
Kingdom of Bahrain.

Administrator and Registrar

Apex Fund Services Bahrain W.L.L.
Wind Tower, Office 82 Building 403
Road 1705, Manama 317
Kingdom of Bahrain.

Auditor

PricewaterhouseCoopers M.E Limited
P.O. Box 60771
47th floor, Bahrain Financial Harbour
West Tower
Manama
Kingdom of Bahrain



Independent auditor's review report to the unitholders of Al Mal MENA Equity Fund

(A sub-fund of Al Mal Fund Company B.S.C. (c))

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Al Mal MENA Equity Fund (the "Fund"), a sub-fund of Al Mal Fund Company B.S.C. (c) (the "Company") as at 30 June 2022 and the related condensed interim statements of comprehensive income, changes in net assets attributable to unitholders of the Fund and cash flows for the six month period then ended and other explanatory notes. The directors of the Company are responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting" as issued by the International Accounting Standards Board (IASB). Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". 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 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34, "Interim Financial Reporting" as issued by IASB.

A handwritten signature in blue ink that reads "PricewaterhouseCoopers" in a cursive style, with the name "John Molloy" written below it.

John Molloy

Partner's registration number: 255

PricewaterhouseCoopers M.E Limited

Manama, Kingdom of Bahrain

16 August 2022

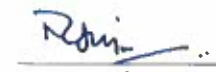
Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Condensed interim statement of financial position
(Expressed in United States Dollars unless otherwise stated)

		As at	
		30 June 2022	31 December 2021
	Note	(Reviewed)	(Audited)
Assets			
Current assets			
Cash at bank	4	2,866,620	2,255,102
Financial assets at fair value through profit or loss	5	18,658,583	27,447,863
Due from brokers	6	254,592	228,676
Dividend receivable		13,324	-
Other receivable		3,514	1,584
Total assets		21,796,633	29,933,225
Liabilities			
Current liabilities			
Due to brokers		109,414	1,945,901
Due to a related party	10	42,994	53,118
Accrued expenses and other liabilities	7	41,221	40,486
Total liabilities		193,629	2,039,505
Net assets attributable to the unitholders of the Fund	11	21,603,004	27,893,720
Number of units outstanding	11	1,944,772	2,516,304
Net asset value ("NAV") per unit	11	11.11	11.09

This condensed interim financial information was approved and authorized for issue on 16 August 2022 and signed by:


Mr. Sanjay Vig
Director


Mr. Narendra Gajria
Director

The accompanying notes on pages 7 to 14 form an integral part of this condensed interim financial information.




Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Condensed interim statement of comprehensive income
(Expressed in United States Dollars unless otherwise stated)

	Note	Six-month period ended	
		30 June 2022 (Reviewed)	30 June 2021 (Reviewed)
Income			
Dividend income	8	539,674	589,916
Investment income	5	556,621	4,513,536
Net foreign exchange loss		(127,387)	(151,616)
Total income		968,908	4,951,836
Expenses:			
Management fee	9,10	(285,664)	(250,981)
Custodian fee	9	(35,373)	(28,683)
Administration fee	9	(12,247)	(11,247)
Other expenses	9	(175,989)	(86,916)
Total expenses		(509,273)	(377,827)
Increase in net assets attributable to the unitholders of the fund		459,635	4,574,009
Other comprehensive income		-	-
Total comprehensive income for the period		459,635	4,574,009

This condensed interim financial information was approved and authorized for issue on 16 August 2022 and signed by:


Mr. Sanjay Vig
Director


Mr. Narendra Gajria
Director

The accompanying notes on pages 7 to 14 form an integral part of this condensed interim financial information.



Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Condensed interim statement of changes in net assets attributable to the unitholders of the Fund

(Expressed in United States Dollars unless otherwise stated)

	Six-month period ended	
	30 June 2022	30 June 2021
Net assets attributable to the unitholders of the Fund at the beginning of the period	27,893,720	26,336,495
Issue of redeemable units	12,525,000	100
Redemption of redeemable units	(19,275,351)	(100)
Movement in net assets attributable to unitholders from units issuance/redemptions	21,143,369	26,336,495
Total comprehensive income for the period	459,635	4,574,009
Net assets attributable to the unitholders of the Fund at the end of the period	21,603,004	30,910,504

The accompanying notes on pages 7 to 14 form an integral part of this condensed interim financial information.

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Condensed interim statement of cash flows
(Expressed in United States Dollars unless otherwise stated)

		Six-month period ended	
		30 June	30 June
		2022	2021
Note		(Reviewed)	(Reviewed)
Cash flows from operating activities			
	Increase in net assets attributable to unitholders of the Fund	459,635	4,574,009
	Adjustments for:		
	Net foreign exchange loss	127,387	151,616
8	Dividend income	(539,674)	(589,916)
		<u>47,348</u>	<u>4,135,709</u>
Net changes in operating assets and liabilities:			
	Financial assets at fair value through profit or loss	8,789,280	(4,026,836)
	Due from brokers	(25,916)	415,740
	Prepayments	(1,930)	(3,514)
	Overdraft	-	(332,671)
	Due to brokers	(1,836,487)	(330,908)
	Accrued expenses and other liabilities	735	(112,145)
	Distribution payable	-	(34,796)
	Due to a related party	(10,124)	16,070
	Cash generated from/(used in) operating activities	<u>6,962,906</u>	<u>(273,351)</u>
	Dividend income received	526,350	602,842
	Net cash generated from operating activities	<u>7,489,256</u>	<u>329,491</u>
Cash flows from financing activities			
	Proceeds from issue of the units	12,525,000	100
	Payments on redemption of redeemable units	(19,275,351)	(100)
	Net cash used in financing activities	<u>(6,750,351)</u>	<u>-</u>
	Net increase in cash at bank	738,905	329,491
	Cash at bank at the beginning of the period	2,255,102	135,322
	Net foreign exchange loss	(127,387)	(151,616)
4	Cash at bank at the end of the period	<u>2,866,620</u>	<u>313,197</u>

The accompanying notes on pages 7 to 14 form an integral part of this condensed interim financial information.

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022

(Expressed in United States Dollars unless otherwise stated)

1 Incorporation and background information

Al Mal Mena Equity Fund (“the Fund”) is an open-ended investment fund established by Al Mal Fund Company B.S.C. I (“the Company”), a closed joint stock company registered under Commercial Registration No. 68823 in the Kingdom of Bahrain. Registration of the fund in Bahrain was completed on 11 May 2008, the date of approval by the CBB to market the fund. The fund has been licensed by the CBB as an “Exempt Fund” as per guideline in volume 7 of the CBB’s Rulebook.

The objective of the Fund is to achieve capital appreciation primarily through diversified investments in equity and equity-related securities in the Middle East and North African (MENA) equity markets.

The financial information represents the assets, liabilities and operations of the Fund only. The investment activities of the Fund are managed by Al Mal Capital PSC (the “Investment Manager” and “Operator”) and administered by Apex Fund Services Bahrain WLL (the “Administrator”).

2 Summary of significant accounting policies

2.1 Basis of preparation

This condensed interim financial information for the half-year reporting period ended 30 June 2022 has been prepared in accordance with International Accounting Standards IAS 34, “Interim financial reporting”.

The condensed interim financial information should be read in conjunction with the annual audited financial statements for the year ended 31 December 2021, which have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (“IASB”) are in conformity with the Central Bank of Bahrain and Financial Institutions.

The accounting policies applied in the preparation of the condensed interim financial information are consistent with those applied in the annual audited financial statements for the year ended 31 December 2021 unless otherwise stated.

Due to the nature of the Fund's business, the results reported in this condensed interim financial information for the six-month period ended 30 June 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

(a) *New and revised IFRS applied on the condensed consolidated interim financial information*

New and amended standards adopted by the Fund:

A number of amended standards became applicable for the current reporting period. The Fund did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amended standards

There are no other applicable new standards and amendments to published standards or International Financial Reporting Interpretations Committee (IFRIC) interpretations that have been issued but are not effective for the first time for the Fund's financial year beginning on 1 January 2022 that are expected to have a significant effect on this condensed interim financial information of the Fund.

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022

(Expressed in United States Dollars unless otherwise stated)

3 Critical accounting estimates and judgments

The preparation of this condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed interim financial information, there were no significant estimates and judgments made by management in applying the Fund's accounting policies and the key sources of estimation uncertainty. This is consistent with the financial statements for the year ended 31 December 2021.

4 Cash at bank

For the purpose of the cash flow statement, cash at bank comprise the following balances original maturity of less than 90 days.

	Credit rating	30 June 2022	31 December 2021
Balances with a bank	A+	2,866,620	2,255,102

5 Financial assets at fair value through profit or loss

Investments in listed shares are classified as financial assets at fair value through profit or loss. The fair value of these securities is based on quoted market prices.

The geographical analysis of investments is as follows:

	30 June 2022 (Reviewed)	%	31 December 2021 (Audited)	%
<u>Investments in listed equity securities:</u>				
- Saudi Arabia	10,183,703	55%	14,612,037	53%
- United Arab Emirates	3,484,918	18%	3,671,101	13%
- Qatar	2,708,879	15%	3,305,696	12%
- Kuwait	1,408,701	8%	1,627,360	6%
- Morocco	437,967	2%	1,078,255	4%
- Bahrain	434,415	2%	-	-
- Egypt	-	-	2,971,388	11%
- Oman	-	-	182,026	1%
Total financial assets designated at fair value through profit or loss	18,658,583	100%	27,447,863	100%

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022

(Expressed in United States Dollars unless otherwise stated)

5 Financial assets at fair value through profit or loss (continued)

The Fund holds investments in 36 securities (31 December 2021: 45 securities). The fair value of the top ten securities based on their quoted prices as at the reporting date is as follows:

Description	30 June 2022	
	Fair Value	Fair Value as % of total NAV (Reviewed)
The Saudi National Bank	1,937,658	8.97%
Al Rajhi Bank	1,777,880	8.23%
TECOM Group PJSC	908,633	4.21%
Saudi Arabian Oil Co	906,791	4.20%
Qatar National Bank	879,125	4.07%
Saudi British Bank	803,174	3.72%
Saudi Telecom Co	614,493	2.84%
Saudi Basic Industries Corp	599,402	2.77%
National Bank of Kuwait	570,237	2.64%
Saudi Arabian Fertilizer Co	550,267	2.55%

Description	31 December 2021	
	Fair Value	Fair Value as % of total NAV (Audited)
Al Rajhi Bank	2,638,241	9.46%
The Saudi National Bank	1,879,151	6.74%
Qatar National Bank	1,414,994	5.07%
Al Mouwasat Medical Services	1,407,010	5.04%
United Electronics Company	1,216,883	4.36%
Commercial International Bank	1,002,317	3.59%
Saudi Basic Industries Corp	990,808	3.55%
National Bank of Kuwait	852,694	3.06%
First Abu Dhabi Bank PJSC	816,823	2.93%
Emirates NBD PJSC	786,694	2.82%

The movement in the financial assets at fair value through profit or loss is summarised as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
At beginning of the period/year	27,447,863	25,959,532
Purchases	59,430,889	35,424,915
Disposals	(68,776,790)	(41,834,943)
Net realized profit on sale of financial assets at fair value through profit or loss	977,784	4,318,967
Net unrealized (loss)/gain on financial assets at fair value through profit or loss	(421,163)	3,579,392
	18,658,583	27,447,863

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022

(Expressed in United States Dollars unless otherwise stated)

6 Due from a broker

The Fund had an amount of USD 254,592 due from a broker as at 30 June 2022 (2021: 228,676). The amount represents securities sold by the brokers, however not yet settled at the reporting date. These are short-term by nature and settled within 5 working days.

7 Accrued expenses and other liabilities

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Redemptions payable	101	101
Administrator's fee payable	5,047	2,250
Custodian fees payable	3,973	8,452
Accrued professional fees	5,792	9,019
License fees payable	14,129	11,498
Listing fees payable	6,324	4,600
Other payables	5,855	4,566
	<u>41,221</u>	<u>40,486</u>

8 Dividend income

Dividend income for the periods ended 30 June 2022 and 30 June 2021 is as follows:

	30 June 2022 (Reviewed)	30 June 2021 (Reviewed)
Dividend income	<u>539,674</u>	<u>589,916</u>

9 Management, administration, custodian and other fees

(a) Management fee

Under the investment management agreement, the Investment Manager is entitled to an annual management fee of 1.75% (2021: 1.75%) of the Net Asset Value ("NAV") of the Fund for its services as Investment Manager. The management fee is accrued on each valuation day and is payable quarterly in arrears.

(b) Custodian fee

Under the custody agreement, the custodian is entitled to a custody fee which is an agreed percentage of the value of investments in their custody. The custody fee is accrued on a weekly basis and is payable monthly in arrears. The applicable rate depends on agreed thresholds and varies from 0.10% to 0.20% (2021: from 0.10% to 0.20%). The Fund also pays the custodian a transaction fee which is based on the market.

(c) Administration fee

Under the administration agreement, the Administrator is entitled to an administration fee which is a fixed monthly fee of USD 2,250 (2021: USD 2,500) for assets under management up to USD 25 million. The administration fee is accrued on a weekly basis and is payable monthly in arrears with out-of-pocket expenses recovered by way of a charge of 5% (2021: 5%) of the monthly administration fee.

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022

(Expressed in United States Dollars unless otherwise stated)

9 Management, administration, custodian and other fees (continued)

(d) *Other expenses*

	30 June 2022 (Reviewed)	30 June 2021 (Reviewed)
Professional fees	5,870	5,832
Registrar fees	2,142	2,142
Commission fees*	138,536	59,718
License fees	2,631	2631
Others	26,810	16,593
	<u>175,989</u>	<u>86,916</u>

* Commission fees are related to agent fees charged on a transaction basis.

10 Related parties

Related party transactions represent transactions with related parties as defined in International Accounting Standard 24: "Related Party Disclosures" (these include Unitholders, Directors and Investment Manager of the Fund). Related party transactions are carried out at arm's length and at rates approved by the Fund Manager. Amounts due from/to related parties are unsecured, bear no interest and have no fixed repayment terms. These are classified as current assets and current liabilities as appropriate.

(a) Transactions with a related party

During the period, the Fund had the following transactions with related parties:

Related party	Nature of transaction	30 June 2022 (Reviewed)	30 June 2021 (Reviewed)
Al Mal Capital PSC	Management fees	<u>285,664</u>	<u>250,981</u>

At the reporting date, Al Mal Capital PSC held 1,061,972 (31 December 2021: 1,633,504) units in fiduciary capacity, which represent approximately 54.61% (31 December 2021: 64.92%) of the total units subscribed and outstanding as at the reporting date.

(b) Balances due to a related party

Related party	Nature of balance	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Al Mal Capital PSC	Management fees	<u>42,994</u>	<u>53,118</u>

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022

(Expressed in United States Dollars unless otherwise stated)

10 Related parties (continued)

(c) Subscriptions & Redemptions of Fund units

Related Party	30 June 2022 USD	30 June 2022 Units	30 June 2021 USD	30 June 2021 Units
Al Mal Capital PSC				
Subscriptions	12,525,000	1,040,622	100	10
Redemptions	(19,275,351)	(1,612,154)	(100)	(10)

Key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the entity, directly or indirectly, including any directors of the Fund.

The Fund does not have key management personnel as all the decisions are taken by the Investment Manager. The authority and responsibility for planning, directing, and controlling the activities of the Fund lies with the Investment Manager.

11 Redeemable units

The capital of the Fund consists of redeemable units with a par value of USD 10 per unit, which do not carry voting rights. They are entitled to dividends and to a proportionate units of the Fund's net assets attributable to holders of redeemable units.

The Fund's capital is represented by these redeemable units. Quantitative information about the Fund's capital is provided in the condensed interim statement of changes in net assets attributable to the unitholders of the fund.

Each unit issued confers upon the unitholder an equal interest in the Fund and is of equal value. A unit does not confer any interests in any particular asset or investment of the Fund.

Changes in the number of redeemable units outstanding can be reconciled as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Opening balance	2,516,304	2,961,090
Issue of redeemable units	1,040,622	88,681
Redemptions of redeemable units	(1,612,154)	(533,467)
Ending balance	<u>1,944,772</u>	<u>2,516,304</u>

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022

(Expressed in United States Dollars unless otherwise stated)

11 Redeemable units (continued)

11.1 Net asset value per unit

	Net Asset Value	Number of Units in issue	Net Asset Value Per Unit
As at 30 June 2022 (Reviewed)	21,603,004	1,944,772	11.11
As at 31 December 2021 (Audited)	27,893,720	2,516,304	11.09

12 Fair value of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As such, differences can arise between book values and the fair value estimates. Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to materially curtail the scale of its operation or to undertake a transaction on adverse terms.

12.1 Fair value measurements recognised in the condensed interim statement of financial position

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the input used in making the measurement. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset and liability that are not based on observable market data (that is, unobservable inputs).

At 30 June 2022 and 31 December 2021, all the financial assets at fair value through profit or loss of the Fund were listed equity investments whose values are based on quoted market prices in active markets, and therefore, classified within Level 1. There were no transfers between levels during the period.

Financial instruments in Level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at the condensed interim statement of financial position date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Fund is the closing price.

These instruments are included in Level 1. All other current assets and current liabilities are carried at values that reflect a reasonable approximation of their fair value.

13 Financial risk management

The condensed interim financial information does not include all financial risk management information and disclosures required in the annual audited financial statements and should be read in conjunction with the Fund's annual audited financial statements as at 31 December 2021.

There have been no changes in the risk management department since year end or in any risk management policies.

Al Mal Mena Equity Fund
(A sub-fund of Al Mal Fund Company B.S.C. (c))

Notes to the condensed interim financial information for the six-month period ended 30 June 2022
(Expressed in United States Dollars unless otherwise stated)

13 Financial risk management (continued)

13.1 Geographical segmentation

For the geographical segmentation of the Fund's financial assets at fair value through profit or loss refer to Note 5.

13.2 Liquidity risk

The Investment Manager manages liquidity risk by including liquidity screens in the security and portfolio construction process. In addition, liquidity is also monitored at the portfolio level on an ongoing basis to ensure that orderly exits are available if needed without impacting market values significantly.

Compared to the year ended 31 December 2021, there was no material change in the contractual undiscounted cash outflows for financial liabilities.