



SICO Kingdom Equity Fund
Annual Report 2025

“In the Name of Allah, the Most Gracious, the Most Merciful”

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a. Investment Fund Information

1) Name of investment fund

SICO Kingdom Equity Fund

2) Investment objectives, policies and procedures

The Fund is an open-ended public investment fund that aims to achieve a long-term capital appreciation by primarily investing in stocks listed in the main Saudi Stock Exchange “Tadawul” and the parallel market “Nomu”. The Fund may distribute dividends to Unitholders at the discretion of the Fund Manager whenever the Fund Manager deems it appropriate. Unitholders shall be entitled to the net returns (profits) earned by the Fund after deducting all the Fund’s obligations, including fees, expenses and taxes at the end of each year.

3) Distribution of income and gain policy

The investment objective of the Fund is to achieve long-term capital appreciation. There are no obligations to distribute dividends, and the Fund Manager intends to reinvest the entire net income of the Fund in addition to the profits/dividends received by the Fund. Reinvestment of income will be reflected in the value and price of the units. The Fund may also distribute dividends to Unitholders at the discretion of the Fund Manager and whenever the Fund Manager deems it appropriate, provided the approval of the Fund’s Board of Directors is obtained and the percentage of distributions is disclosed in the reports prepared by the Fund Manager in accordance with the Terms and Conditions.

4) The Fund's reports are available upon request free of charge, and they are available on the websites of SICO Capital and Saudi Stock Exchange.

5) Fund’s benchmark and the service provider’s website (if any)

The Fund's benchmark is the S&P Saudi Arabia Domestic Total Return in LCL Index and is published by S&P Global daily. It was chosen because it reflects total returns of equities in the Saudi region, aligning with the Fund’s investment strategy and objectives.

For more information, visit the S&P Global website: www.spglobal.com.

b. Fund Performance

1) A comparative table covering the last (3) financial years (or since inception)

Numbers are in SAR unless indicated otherwise	2025		2024	
	Class A	Class B	Class A	Class B
a) The fund net assets value at the end of each financial year.	35,548,927	9,058,346	10,651,758	13,923,145
b) The fund net assets value per unit at the end of each financial year.	10.36	10.35	10.65	10.64
c) Highest net asset value per unit for each financial year.	11.36	11.35	10.67	10.67
d) Lowest net asset value per unit for each financial year.	10.03	10.02	9.3007	9.3034
e) The number of units in issue at the end of each financial year.	3,432,036	875,603	1,000,000	1,308,169
f) Income distribution per unit (where applicable).	NA	NA	NA	NA
g) Expense ratio.	1.58%	1.58%	2.55%	2.55%
h) Percentage of borrowed assets from the total asset value, the period of their exposure period and due date (if any).	NA	NA	NA	NA
i) Results of comparing the performance of the benchmark of the fund with performance of the fund.	5.2%	5.2%	3.3%	3.2%

2) A performance record that covers the following:

- a) The total return for 1 year, 3 years and 5 years (and since inception (where applicable) *

1 year	Since Inception
-2.8%	-8.0%

b) The Annual total return for each of the last 10 financial years (or since inception) *

2025	2024	Since Inception
-2.8%	6.5%	3.6%

* Returns are dividends adjusted

c) Fees and fund expenses

*Expenses and fees as of December 31, 2025 (SAR)	
Management fee	324,190
Admin fee	23,649
Custody fee	27,580
Audit Charges	52,250
Publication Tadawul fee	5,000
CMA fee	7,500
Board of Director fee	15,000
Other Expenses	165,234
Total Expenses	620,404
Expense Ratio	1.58%

*As per the audited financials

The Fund Manager did not waive or rebate any fees during the period.

d) The basis for calculating the performance data and any assumption made must be consistently applied.

The performance data is calculated on NAV/unit basis on each valuation day.

3) Material changes that occurred during the period and that affected the performance of the fund

There were no material changes during the period that affected the Fund's performance.

4) Annual voting rights

The Fund Manager participated in the Extraordinary General Assembly Meeting of Saudi Reinsurance Company held on 09/10/2025, during which the Company proposed to increase its capital through the issuance of 53,980,000 new shares. This includes the distribution of 51,480,000 bonus shares to shareholders at a ratio of 4 shares for every 9 shares held, representing a 44.44% increase in the Company's capital, as well as the allocation of 2,500,000 shares (representing 2.16% of the Company's capital) to employees under the Long-Term Incentive Plan (LTIP), subject to approval of the bonus share issuance.

The Fund's Board of Directors approved the exercise of voting rights, and the Fund Manager voted in favor of the proposed resolution.

5) The fund's board annual report including, but not limited to, the following:

a. Names of Fund Board members and indicating membership type.

- Mishal Ali Al-Hellow – Chairman of the Board of Directors
- Mohammad AlMangour – independent member
- Imad Awaad - independent member
- Shakeel Sarwar - non-independent member

It should be noted that Amr Al-Amro held the position of Independent Board Member in the fund and resigned in October 2025. Imad Awad was appointed as his replacement.

b. Fund board members' qualifications.

Mishal Ali Al-Hellow

He has over 23 years of experience in the technical field in public and private sectors before joining SICO Capital. Mishal was the Director of Technology at Arcapita Investment Group. He also worked for the Ministry of Finance and National Economy in the Kingdom of Bahrain. He is currently a board member of Osool, Bahrain Credit, and Bahrain Marina in the Kingdom of Bahrain. He is also a member of the External Validation Committee of the General Administration of the National Qualifications Framework and the Council of the College of Information Technology at the University of Bahrain. Furthermore, he is the founder and chairman of Bahrain's Technology and Business Association. Mishal earned his MBA from the Malaysian Open University and holds a bachelor's degree in computer science, University of Bahrain. He further has specialized certificates in technology, finance, and business science.

Mohammad Al Mangour

Mr. Mohammad Al Mangour is VP of Portfolio Management at Saudi Agricultural & Livestock Investment Co ("SALIC"), based in Riyadh. He is responsible for a portfolio of investments in global and local companies with a total value of USD 3.2 billion. Moreover, he is responsible for sourcing and executing M&A deals for SALIC.

He has aggregate work experience of 17 years in the investment field. Through his experience, he has been involved in numerous strategic transactions, including originating & executing private equity transactions, overseeing taking companies' public, advising on M&A transactions, and raising funds from debt capital markets for clients. He holds a BSc in Finance from Prince Sultan University and is a CFA charter holder and CAIA charter holder.

Imad Awad

Mr. Imad holds a Certified Public Accountant (CPA) certificate (United States of America) and a master's degree in accounting from George Washington University. He also holds a Bachelor of Science Degree in Finance and Entrepreneurship from Brock University in Canada. Imad has extensive experience in the investment field and currently acts as the Chief Investment Officer at the Al Rajhi Family Private Investment Office. Imad manages investment strategies and a diversified portfolio including stocks, debt, real estate properties, derivatives, and commodities. In addition to his service for the family members in step-out and investment transactions, Imad assumes several seats on boards of directors of public and private companies. Imad had restructured several companies in the Kingdom of Saudi Arabia. He was also the Head of Equity Capital Markets at Emirates NBD Capital. He worked for Jefferies and Gulf International Bank. Imad has over 20 years of experience in investment transactions since he concluded numerous transactions including advisory services in equity capital markets and debt capital markets in the Kingdom of Saudi Arabia and the United Arab Emirates. Imad's experience includes initial public offerings for companies such as Saudi Telecom Company (STC), Halwani Bros, Al Tayyar Travel, Omega Navigation, and many other companies. He also concluded deals in the shipping sector in the United States and the United Kingdom. As regards merger and acquisition, he has participated in acquisitions including Aston Martin Lagonda and investments of Dalla Investment.

Shakeel Sarwar

Shakeel Sarwar joined SICO in 2004 and, over the length of his career, has accumulated over 27 years of investment industry experience in the UK, Pakistan, and the Middle East. Prior to joining SICO, he worked with Riyad Bank's Asset Management Division and was part of a team that managed over USD 3 billion in Saudi equities. He has also held positions with ABN Amro Asia Securities in the UK and Pakistan. Shakeel holds a Master of Business Administration in Banking and Finance from IBA, Karachi, Pakistan.

c. Roles and responsibilities of the Fund Board

- Approving material contracts, decisions and reports involving the public fund, including, but not limited to, contracts for the provision of fund management services, contracts for the provision of custody services but excluding contracts entered pursuant to investment decisions regarding underlying investments made or to be made by the fund.
- Approve a written policy regarding the voting rights related to the public fund assets.
- Approving the appointment of the external auditor.
- Overseeing and, where appropriate, approving or ratifying any conflicts of interest the fund manager has identified.
- Meeting at least twice annually with the fund manager's compliance committee or its compliance officer to review the fund manager's compliance with all applicable rules, laws and regulations, including (without limitation) the requirements of these Regulations.
- Approving all changes stipulated in Articles (62) and (63) of these Regulations before the fund manager obtains the approval or notification of the unitholders and the Authority (as applicable).
- Confirming the completeness and accuracy (complete, clear, accurate, and not misleading), and compliance with these Regulations, of the Terms and Conditions and of any other document, contractual or otherwise, that includes disclosures relating to the public fund and/or the fund manager and its conduct of the public fund.
- Ensuring that the fund manager carries out its obligations in the best interests of the unitholders, in accordance with these Regulations, the Fund's Terms and Conditions.
- Ensuring that the fund manager complies with the disclosure of material information to unit holders and other stakeholders.
- Acting with honesty, good faith, care, skill, diligence, and caution in the best interest of the fund and unit holders. The duties of honesty include the duty of loyalty, care, and the exercise of reasonable diligence.
- Assessing the mechanism of the fund manager's handling of the risks related to the fund's assets in accordance with the fund manager's policies and procedures that detect the fund's risks and how to treat such risks.
- Taking minutes of meetings provides all deliberations and facts of the meetings and the decisions taken by the fund's board of directors.

d. Remuneration of fund board members.

SR 5,000 per meeting per independent member up to a maximum of SR10,000 per annum for each independent member calculated daily and deducted after attending the meeting. The total remuneration for the independent members shall not exceed SR20,000 per annum.

- e. Conflict or potential conflict of interest between the interests of a fund board member and the interests of the fund.

The Fund Manager acknowledges that there is no conflict between the interests of the members of the Fund's board of directors and the interests of the Fund.

- f. Funds boards that the relevant board member is participating in.

Name	Fund	Fund Manager	Position
Mishal Ali Al-Hellow	SICO Capital Money Market Fund	SICO Capital	Chairman
	SICO MENA Equity Fund- Class A	SICO Capital	Chairman
	SICO MENA Equity Fund- Class B	SICO Capital	Chairman
Imad Awad	SICO Capital Money Market Fund	SICO Capital	Board member
	SICO MENA Equity Fund- Class A	SICO Capital	Board member
	SICO MENA Equity Fund- Class B	SICO Capital	Board member
Mohammad Al Mangour	SICO MENA Equity Fund- Class A	SICO Capital	Board member
	SICO MENA Equity Fund- Class B	SICO Capital	Board member
	SICO Capital Money Market Fund	SICO Capital	Board member
Shakeel Sarwar	SICO MENA Equity Fund- Class A	SICO Capital	Board member
	SICO MENA Equity Fund- Class B	SICO Capital	Board member

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

The Fund held two Board meeting during the year 2025. The meetings were held on June 24,2025 and December 2, 2025. The following is a summary of the main points discussed during the two meetings:

- Update on GCC market performance.
- Updated on performance of the fund.
- Fund service providers.
- Disclosure of related parties.
- Disclosure of conflict of interest.
- Compliance officer update
- Other Matters

c. Fund Manager

- 1) Name and address

SICO Capital Company
King Fahd Road _Al Malqa District – 5th Floor
P.O.Box 64666 Riyadh 11546 Kingdom of Saudi Arabia
Tel: +966-8001010008 Fax: +966-11-279-9515

Website: www.sicocapital.com
 Email: info@sicocapital.com

2) Names and addresses of sub-manager and/or investment adviser (if any).

SICO Bank was appointed as an investment advisor for the Fund.
 Bahrain World Trade Center (BWTC) operating according to the laws of the Kingdom of Bahrain under Commercial Register No. 33469
 East Tower, 16th Floor, 365 Isa Al Kabeer Avenue, Block 316, Manama, Kingdom of Bahrain
 Phone: +973 1751 6060 Fax: +973 1753 1777

3) A review of the investment activities during the period.

Saudi Arabia, the region's largest market, experienced a challenging year as liquidity conditions tightened and investor sentiment turned cautious. The market faced several headwinds during the year, including the re-strategizing of certain mega and giga projects, new real estate regulations affecting rental income dynamics, and policy developments such as the white land tax. These factors contributed to slower capital flows into the equity market and led to periods of subdued performance.

Despite these challenges, Saudi Arabia remains firmly committed to its long-term economic transformation under Vision 2030. Large-scale infrastructure investments, economic diversification initiatives, and continued development of capital markets remain key pillars supporting the country's long-term growth outlook.

During the year, liquidity constraints and regulatory developments particularly affected sectors linked to real estate and domestic liquidity conditions. However, these adjustments are expected to support a more sustainable growth environment over the medium term.

The SICO Kingdom Equity Fund ended the year down 2.8%, outperforming its benchmark, the S&P Saudi Arabia Domestic Total Return Index, which declined by 8.0%, resulting in an outperformance of 5.2% during the period. Looking ahead, we remain constructive on the outlook for the Saudi equity market. Several companies started the year trading at valuations below their estimated fair value following last year's market adjustments. In addition, developments related to foreign ownership limits and improved access for international investors are expected to bring new liquidity into the market.

As liquidity conditions normalize, companies with strong fundamentals, clear growth catalysts, and the ability to exceed analysts' expectations are likely to attract investor attention and respond quickly once sentiment improves.

4) Investment fund's performance during the period.

The Fund ended the year down 2.8%, outperforming its benchmark, which declined by 8.0%.

5) Material changes to the Fund's Terms and Conditions (for a public fund) or fund documents (for private fund) are made during the period.

During the year 2025, the fund manager made changes to the terms and conditions of the Fund, which are as follows:

- Updated the composition of the Fund board due to the resignation of the board member Mr Bassam Noor (Chairman of the Fund Board – Non-Independent) and Mr. Amr Almr (Independent Member)
- Updated the composition of the Fund board due to appointment of board member Mr. Mishal Alhellow who is the Chairman of the Fund Board and Mr. Imad Awad who is an Independent Member of the Board.
- SICO Bahrain was appointed as the investment advisor to the Fund, a role that was not previously defined.
- Changed the minimum additional subscription and redemption amount to SAR 1,000.
- Provided more detailed clarification of certain fund fees and their calculation method.
- Adjusted index fees to SAR 0 so that unitholders do not bear them.

6) Other information that would enable unitholders to make an informed judgment about the fund's activities during

the period.

N/A

- 7) Where an investment fund invests substantially in other investment funds, a statement must be disclosed on the proportion of the management fees charged to the fund itself and to funds in which the funds invest.

N/A

- 8) Special commission received by the fund manager during the period, clearly identifying what they are and the way they were utilized (if any).

N/A

- 9) Any other data and other information required by these Regulations to be included in this report.

On 11th March 2025 NAV amount of SICO Kingdom Equity Class Fund were incorrectly posted on SICO Capital (SC) website. The error was detected the next day by compliance who checks the published NAVs the next day as per the current procedure. There was no effect from the incorrect advertisements.

- 10) Period for the management of the person registered as fund manager.

Since January 2024

- 11) A disclosure of the expense ratio of each underlying fund at end of year and the weighted average expense ratio of all underlying funds that are invested in (where applicable).

There are no underlying funds so NA.

d. Custodian

- 1) Name and address of custodian.

Riyadh Capital Company
Riyad Capital
2414 - Al Shohda Dist.
Unit No. 69
Riyadh 13241 – 7279
Unified Number: 920012299
Website: www.riyadcapital.com
Email: rcss@riyadcapital.com

- 2) A brief description of its duties and responsibilities.

- a) The custodian is responsible for his obligations in accordance with the provisions of the investment funds regulations, whether he performs his responsibilities directly or assigns them to a third party under the provisions of the investment funds regulations and the regulations of financial market institutions.
- b) The custodian is responsible for the fund manager and unit holders for the fund's losses resulting from its fraud, negligence, misconduct or willful negligence.

- c) The custodian is responsible for preserving and protecting the assets of the fund for the benefit of the unit holders and is also responsible for taking all necessary administrative procedures in relation to the preservation of the fund's assets.

e. Fund Operator

1) Name and address of fund operator.

SICO Capital Company
King Fahd Road -Al Malqa District – 5th Floor
P.O.Box 64666 Riyadh 11546 Kingdom of Saudi Arabia
Tel: +966-8001010008 Fax: +966-11-279-9515
Website: www.sicocapital.com
Email: info@sicocapital.com

2) A brief description of its duties and responsibilities.

- The fund operator is responsible for the full and fair evaluation of the fund's assets.
- The fund operator shall compensate all affected unit holders (including previous unit holders) for all valuation or pricing errors without delay.
- The fund operator must prepare and keep a register of unit owners in the Kingdom.

f. Auditor

Name and address of auditor.

Ernst & Young Professional Services Registered address and business address of the auditor:

Al Faisaliah Tower - 14th Floor, King Fahd Road,

P.O. Box 2732, Kingdom of Saudi Arabia,

Riyadh 1146.

www.EY.com

g. Financial Statements

The financial statements for the annual accounting period (or the initial period covered by the report) of the investment fund must be prepared in accordance with the accounting standards approved by the Saudi Organization of Certified Public Accountants (SOCPA)

SICO KINGDOM EQUITY FUND

(MANAGED BY SICO CAPITAL COMPANY)

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2025

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INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF SICO KINGDOM EQUITY FUND (MANAGED BY SICO CAPITAL COMPANY)

Opinion

We have audited the financial statements of SICO Kingdom Equity Fund (the "Fund") managed by SICO Capital Company (the "Fund Manager"), which comprise the statement of financial position as at 31 December 2025, and the statement of comprehensive income, statement of changes in net assets (equity) attributable to the unitholders and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at 31 December 2025, and its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants.

Basis for Opinion

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

Other Information included in the Fund's 2025 Annual Report

Other information consists of the information included in the Fund's 2025 annual report, other than the financial statements and our auditors' report thereon. The Fund manager is responsible for the other information in the Fund's annual report. The Fund's 2025 annual report is expected to be made available to us after the date of this auditors' report.

Our opinion on the financial statements does not cover the other information, and we will not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS Accounting Standards that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants, the applicable provisions of the Investment Funds Regulations issued by the Board of the Capital Market Authority, and the Fund's terms and conditions and the Information Memorandum, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance (i.e. Fund's board of directors) are responsible for overseeing the Fund's financial reporting process.



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**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF SICO KINGDOM EQUITY FUND
(MANAGED BY SICO CAPITAL COMPANY) (continued)**

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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



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**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF SICO KINGDOM EQUITY FUND
(MANAGED BY SICO CAPITAL COMPANY) (continued)**

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

for Ernst & Young Professional Services




Fahad M. Altoaimi
Certified Public Accountant
License No. 354

Riyadh: 10 Shawwal 1447H
(29 March 2026)

**SICO KINGDOM EQUITY FUND
(MANAGED BY SICO CAPITAL COMPANY)**

STATEMENT OF FINANCIAL POSITION

As at 31 December 2025

(Amounts in Saudi Riyals)

	Notes	31 December 2025 ﷲ	31 December 2024 ﷲ
ASSETS			
Cash and cash equivalents	8	3,519,262	277,143
Investments carried at fair value through profit or loss (FVTPL)	9	41,269,997	23,981,672
Other assets		10,000	477,285
TOTAL ASSETS		44,799,259	24,736,100
LIABILITIES			
Accruals and other liabilities	10	191,986	161,197
TOTAL LIABILITIES		191,986	161,197
NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS			
CLASS – A		35,548,927	10,651,758
CLASS – B		9,058,346	13,923,145
TOTAL		44,607,273	24,574,903
UNITS IN ISSUE (in numbers)			
CLASS – A		3,432,037	1,000,000
CLASS – B		875,603	1,308,169
NET ASSET VALUE PER UNIT			
CLASS – A		10.36	10.65
CLASS – B		10.35	10.64

The accompanying notes 1 to 20 form an integral part of these financial statements.

**SICO KINGDOM EQUITY FUND
(MANAGED BY SICO CAPITAL COMPANY)**

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2025

(Amounts in Saudi Riyals)

	<i>Notes</i>	31 December 2025	31 December 2024
		ﷲ	ﷲ
INCOME			
Dividend income		851,807	564,880
Realized gain on disposal of FVTPL investments		238,249	217,611
Net movement in unrealized (loss) / gain on FVTPL investments	9	(2,194,365)	838,361
TOTAL (LOSS) / INCOME		(1,104,309)	1,620,852
EXPENSES			
Management fees	12	324,190	223,968
Other expenses	11	296,214	217,115
TOTAL EXPENSES		620,404	441,083
NET (LOSS) / INCOME FOR THE YEAR		(1,724,713)	1,179,769
Other comprehensive income		-	-
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE YEAR		(1,724,713)	1,179,769

The accompanying notes 1 to 20 form an integral part of these financial statements.

**SICO KINGDOM EQUITY FUND
(MANAGED BY SICO CAPITAL COMPANY)**

STATEMENT OF CHANGES IN NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS

For the year ended 31 December 2025
(Amounts in Saudi Riyals)

	31 December 2025	31 December 2024
	ﷲ	ﷲ
NET ASSETS (EQUITY) VALUE ATTRIBUTABLE TO THE UNITHOLDERS AT THE BEGINNING OF THE YEAR	24,574,903	-
Total comprehensive (loss) / income for the year	(1,724,713)	1,179,769
Issuance of units during the year	28,056,088	24,245,238
Redemptions of units during the year	(6,299,005)	(850,104)
NET ASSETS (EQUITY) ATTRIBUTABLE TO THE UNITHOLDERS AT THE END OF THE YEAR	44,607,273	24,574,903

Transactions in units for the year are summarized as follows:

	31 December 2025	31 December 2024
UNITS AT THE BEGINNING OF THE YEAR	2,308,169	-
Issuance of units during the year	2,586,016	2,390,671
Redemptions of units during the year	(586,545)	(82,502)
UNITS AT THE END OF THE YEAR	4,307,640	2,308,169

The accompanying notes 1 to 20 form an integral part of these financial statements.

**SICO KINGDOM EQUITY FUND
(MANAGED BY SICO CAPITAL COMPANY)**

STATEMENT OF CASH FLOWS

For the year ended 31 December 2025

(Amounts in Saudi Riyals)

	<i>Notes</i>	31 December 2025	31 December 2024
		ﷲ	ﷲ
CASH FLOWS FROM OPERATING ACTIVITIES			
Net (loss) / income for the year		(1,724,713)	1,179,769
<i>Adjustment for:</i>			
Net movement in unrealized (loss) / gain on FVTPL investments	9	2,194,365	(838,361)
Dividend income		(851,807)	(564,880)
<i>Changes in working capital:</i>			
Net increase in investments at FVTPL	9	(19,482,690)	(23,143,311)
Decrease / (increase) in other assets		467,285	(477,285)
Increase in accruals and other liabilities		30,789	161,197
Net cash used in operations		(19,366,771)	(23,682,871)
Dividend received		851,807	564,880
NET CASH USED IN OPERATING ACTIVITIES		(18,514,964)	(23,117,991)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of the units		28,056,088	24,245,238
Payments on redemption of the units		(6,299,005)	(850,104)
NET CASH FLOWS FROM FINANCING ACTIVITIES		21,757,083	23,395,134
NET INCREASE IN CASH AND CASH EQUIVALENTS		3,242,119	277,143
Cash and cash equivalents at beginning of the year	8	277,143	-
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	8	3,519,262	277,143

The accompanying notes 1 to 20 form an integral part of these financial statements.

SICO KINGDOM EQUITY FUND (MANAGED BY SICO CAPITAL COMPANY)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2025

(Amounts in Saudi Riyals)

1. INCORPORATION AND ACTIVITIES

SICO Capital Kingdom Equity Fund (the "Fund") is an open-ended mutual fund established and managed through an agreement between SICO Capital Company - a Saudi Closed Joint Stock Company (the "Fund Manager"), and the Fund Investors (the "Unit holders"). The address of the Fund Manager is as follows:

SICO Capital Company
7702 King Fahad Road (5th Floor)
Al Malqa District
Riyadh 13542
P.O. Box 64666

The Fund commenced its operations on 19th Jumada Al-Akhirah 1445H (corresponding to 1st January 2024).

In dealing with the unit holders, the Fund Manager considers the Fund as an independent unit. Accordingly, the Fund Manager prepares separate financial statements for the Fund. Furthermore, unit holders are considered to be owners of the assets of the Fund.

The principal investment objective of the Fund is to invest in listed equities traded in the Saudi stock main markets and the parallel market Nomu subscriptions and priority rights in addition to funds with similar objectives and money market funds. The Fund aims to provide long-term capital appreciation by investing in a portfolio comprising of listed equities.

Units are offered at in two classes of units:

Class A: Price of SAR 10 per unit, with a minimum initial subscription amount to SAR 10,000,000.

Class B: A Price of SAR 10 per unit, with a minimum initial subscription amount to SAR 100,000.

2. REGULATING AUTHORITY

The Fund is governed by the Investment Fund Regulations (the "Regulations") detailing requirements for all investments funds operating within the Kingdom of Saudi Arabia and published by the Capital Market Authority (the "CMA") on 3 Dhul Hijja 1427H (corresponding to 24 December 2006). The Regulations were further amended (the "Amended Regulations") by Resolution of the Board of the Capital Market Authority Number 2-22-2021 dated 12 Rajab1442H (corresponding to 24 February 2021). The Amended Regulations are effective from 19 Ramadan 1442H (corresponding to 1 May 2021).

3. SUBSCRIPTION / REDEMPTION

The Fund is open for dealing before 12:00 pm on Sunday to Thursday (each day a "Dealing Day"). The net asset value (equity) of the Fund's portfolio is determined on Monday and Thursday closing prices ("Valuation Day"). The unit price is calculated by subtracting the liabilities from the total assets value, then dividing the result (NAV) by the number of units outstanding on a valuation day.

4. BASIS OF PREPARATION

4.1 Statement of compliance

These financial statements have been prepared in accordance with IFRS Accounting Standards that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") (collectively referred to as "IFRS that are endorsed in the Kingdom of Saudi Arabia") and the applicable provisions of the Investment Funds Regulations issued by the Board of the Capital Market Authority, and the Fund's terms and conditions.

SICO KINGDOM EQUITY FUND
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4. BASIS OF PREPARATION (Continued)

4.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except for investments carried at fair value through profit and loss (FVTPL).

4.3. Functional and presentation currency

These financial statements are presented in Saudi Riyal (ﷲ) which is also the functional currency of the Fund.

4.4. Financial year

The financial year of the Fund commences on 1 January and ends on 31 December of each calendar year.

5. MATERIAL ACCOUNTING POLICIES

5.1 Financial instruments

The Fund recognises a financial asset or a financial liability when it becomes a party to the contractual provisions of the instrument.

Classification

In accordance with IFRS 9, the Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

The fund has classified investments in listed equities at fair value through profit and loss. In applying that classification, a financial asset or financial liability is considered to be held for trading if:

- It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term
- On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking; or
- It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

Financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit and loss on the basis of both:

- The entity's business model for managing the financial assets
- The contractual cash flow characteristics of the financial asset
- Financial assets measured at fair value through profit and loss (FVTPL)

SICO KINGDOM EQUITY FUND
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5. MATERIAL ACCOUNTING POLICIES (Continued)

5.1 Financial instruments(continued)

A financial asset is measured at fair value through profit or loss if:

- Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding (SPPI); and
- It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or
- At initial recognition, it is irrevocably designated as measured at FVTPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

Financial liabilities

- Financial liabilities measured at fair value through profit or loss (FVTPL)

A financial liability is measured at FVTPL if it meets the definition of held for trading. The Fund does not hold any financial liabilities measured at FVTPL.

- Financial liabilities measured at amortised cost

This category includes all financial liabilities, other than those measured at fair value through profit or loss.

Recognition

Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Fund commits to purchase or sell the asset.

Initial measurement

Financial assets and financial liabilities at FVTPL are recorded in the statement of financial position at fair value. All transaction costs for such instruments are recognised directly in the statement of comprehensive income.

Financial assets and liabilities (other than those classified as at FVTPL) are measured initially at their fair value including any directly attributable transaction costs.

Subsequent measurement

After initial measurement, the Fund measures financial instruments which are classified as at FVTPL, at fair value. Subsequent changes in the fair value of those financial instruments are recorded in net gain or loss on financial assets and liabilities at FVTPL in the statement of comprehensive income. Interest and dividends earned or paid on these instruments are recorded separately in interest income or expense and dividend income in the statement of comprehensive income.

Financial assets and financial liabilities at amortised cost are subsequently measured at amortised cost using effective commission rate (ECR) method.

**SICO KINGDOM EQUITY FUND
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NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2025

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5. MATERIAL ACCOUNTING POLICIES (Continued)

5.1 Financial instruments(continued)

Derecognition of financial instruments

Financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Fund's statement of financial position) when:

- The rights to receive cash flows from the asset have expired; or
- The Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Fund has transferred substantially all the risks and rewards of the asset, or (b) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership.

When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Fund continues to recognise the transferred asset to the extent of the Fund's continuing involvement. In that case, the Fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Fund has retained.

Financial liabilities

The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

5.2 Cash at bank

For the purposes of the statement of cash flows, cash at bank comprise deposits held with banks, all of which are available for use by the fund unless otherwise stated and have maturities of three months or less from the date of acquisition, which are subject to insignificant risk of changes in values.

5.3 Accrued expenses

Liabilities are recognised for amounts to be paid in the future for services received, whether billed by the suppliers or not. These are initially recognised at fair value and subsequently at amortised cost using the effective interest rate method.

5.4 Provisions

Provisions are recognised when the Fund has an obligation (legal or constructive) arising from a past event, and the costs to settle the obligation are both probable and can be measured reliably. If the effect of time value of money is material, provisions are discounted using a current pretax rate that reflects, where appropriate, the risk specific to the liability. When discounting is used, the increase in the provision due to passage of time is recognised as finance costs.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured.

5.5 Zakat and income tax

Zakat and income tax is the obligation of the unitholders and is not provided for in these financial statements.

SICO KINGDOM EQUITY FUND
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NOTES TO THE FINANCIAL STATEMENTS

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5. MATERIAL ACCOUNTING POLICIES (CONTINUED)

5.6 Net Assets (Equity) per unit

The net assets (equity) per unit is calculated by dividing the equity attributable to unitholders included in the statement of financial position by the numbers of units outstanding at the year end.

Units in issue

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

Units are classified as equity as it meets all of the following conditions:

- it entitles the holder to a pro rata share of the Fund's net assets in the event of the Fund's liquidation;
- it is in the class of instruments that is subordinate to all other classes of instruments;
- all financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- apart from the contractual obligation for the Fund to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- The total expected cash flows attributable to the instrument over its life are based substantially on the profit or loss, the change in recognized net assets or the change in the fair value of the recognized and unrecognized net assets of the Fund over the life of the instrument.

5.7 Dividend income

Dividend income is recognised in statement of comprehensive income on the date on which the right to receive the payment for dividend is established. For quoted equity securities, this is usually the ex-dividend date. Dividend income from equity securities designated as at FVTPL is recognised in statement of comprehensive income in a separate line item.

5.8 Net gain or loss on financial assets at fair value through profit or loss ("FVTPL")

Net gains or losses on financial assets and liabilities at FVTPL are changes in the fair value of financial assets and liabilities held for trading or designated upon initial recognition as at FVTPL and exclude special commission and dividend income and expenses.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of the prior period's unrealised gains and losses for financial instruments, which were realised in the reporting period. Realised gains and losses on disposals of financial instruments classified as at FVTPL are calculated using the weighted average cost method. They represent the difference between an instrument's initial carrying amount and disposal amount, or cash payments or receipts made on derivative contracts (excluding payments or receipts on collateral margin accounts for such instruments).

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NOTES TO THE FINANCIAL STATEMENTS

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5. MATERIAL ACCOUNTING POLICIES (CONTINUED)

5.9 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. 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 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 uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy. This is described, as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in financial statements at fair value on a recurring basis, the Fund determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each period. The Fund determines the policies and procedures for both recurring fair value measurement, and for non-recurring measurement.

At each reporting date, the Fund analyses the movements in the values of assets and liabilities which are required to be re-measured or re-assessed as per the Fund's accounting policies. For this analysis, the Fund verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents. The Fund also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Fund has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy, as explained above.

5.10 Expenses

Expenses are measured and recognised as expenses on an accrual basis in the year in which they are incurred.

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5. MATERIAL ACCOUNTING POLICIES (CONTINUED)

5.11 Redeemable units

Redeemable units are issued and redeemed at the holder's option at prices based on the Fund's net asset value per unit at the time of issue or redemption. The Fund's net asset value per unit is calculated by dividing the net assets attributable to the holders with the total number of outstanding redeemable units.

5.12 Management fee, custody fee and other expenses

The Fund's expenses include management fee, custody fee and other expenses. Management and custody fee are based on predetermined rates as specified in the Terms and Conditions of the Fund. Detailed policies are as follows:

Management fee

Fund management fees are recognized on an accrual basis and charged to the statement of comprehensive income. The Fund Manager charges the Fund management fee at the rate of 0.75% for Unit A and 1% for Unit B per annum and administration fees at a rate of 0.06% per annum of the Fund's net assets value and are paid on a quarterly basis.

Custody fee

The Fund pays the Custodian an annual fee (the "Custodian Fee") equal to at least 0.06% of the value of the Fund's total assets based on the market in which securities are maintained (Tadawul), and it shall be daily charged and shall be paid by the end of each Gregorian month.

**SICO KINGDOM EQUITY FUND
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NOTES TO THE FINANCIAL STATEMENTS

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6. NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS

(i) New standards and amendments adopted by Fund

The following new and amended accounting standards and interpretations became applicable for annual periods beginning on or after January 1, 2025.

<i>Standard, interpretation and amendments</i>	<i>Description</i>	<i>Effective date</i>
Amendment to IAS 21 – Lack of exchangeability	IASB amended IAS 21 to add requirements to help in determining whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not exchangeable. Amendment set out a framework under which the spot exchange rate at the measurement date could be determined using an observable exchange rate without adjustment or another estimation technique.	1 January 2025

There are other new standards and interpretations which became applicable for annual periods beginning on or after January 1, 2025 and had no material impact on the Fund, therefore, not presented in the notes to these financial statements.

(ii) New standards and amendments issued but not yet effective

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Fund's financial statements are disclosed below. The Fund intends to adopt these new and amended standards and interpretations, if applicable, when they become effective.

<i>Standard, interpretation and amendments</i>	<i>Description</i>	<i>Effective date</i>
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely
Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures	Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. The IASB has amended IFRS 9 to clarify when a financial asset or a financial liability is recognized and derecognized and to provide an exception for certain financial liabilities settled using an electronic payment system.	January 1, 2026
Amendments to IFRS 9 and IFRS 7 Contracts referencing Nature-dependent Electricity	Contracts Referencing Nature-dependent Electricity amends IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures to more faithfully reflect the effects of contracts referencing nature-dependent electricity on an entity's financial statements.	January 1, 2026
Annual improvements to IFRS – Volume 11	Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 amendments are to the following standards: IFRS 1 First-time Adoption of International Financial Reporting Standards; IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7; IFRS 9 Financial Instruments; IFRS 10 Consolidated Financial Statements; and IAS 7 Statement of Cash Flows.	January 1, 2026

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6. NEW STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS (continued)

(ii). New standards and amendments issued but not yet effective (continued)

<i>Standard, interpretation and amendments</i>	<i>Description</i>	<i>Effective date</i>
IFRS 18, Presentation and Disclosure in Financial Statements	IFRS 18 provides guidance on items in statement of profit or loss classified into five categories: operating; investing; financing; income taxes and discontinued operations. It defines a subset of measures related to an entity's financial performance as 'management-defined performance measures' ('MPMs'). The totals, subtotals and line items presented in the primary financial statements and items disclosed in the notes need to be described in a way that represents the characteristics of the item. It requires foreign exchange differences to be classified in the same category as the income and expenses from the items that resulted in the foreign exchange differences.	January 1, 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS Accounting Standards with the reduced disclosure requirements of IFRS 19. A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date it does not have public accountability, and its parent produces consolidated financial statements under IFRS Accounting Standards.	January 1, 2027
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Partial gain or loss recognition for transactions between an investor and its associate or joint venture only apply to the gain or loss resulting from the sale or contribution of assets that do not constitute a business as defined in IFRS 3 Business Combinations and the gain or loss resulting from the sale or contribution to an associate or a joint venture of assets that constitute a business as defined in IFRS 3 is recognized in full.	Effective date deferred indefinitely

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7. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Below is information about estimation and judgments that have a material impact on the amounts reported in the financial statements:

Use of judgments and estimates

The preparation of the financial statements in conformity with International Financial Reporting Standards endorsed in the Kingdom of Saudi Arabia requires the management to make judgments, estimates and assumptions that affect application of accounting policies and the reported amounts of assets and liabilities, revenues and expenses. These estimates and judgments are based on management's best knowledge of current events and actions and other factors that form a base for estimating the carrying amount of assets and liabilities which cannot be easily determined from other sources. Actual results may differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Adjustments to accounting estimates are recognized prospectively.

7.1 Impairment of Non-derivative Financial Assets

The Fund recognizes allowances for expected credit losses ("ECL") for financial assets measured at amortized cost such as trade accounts receivable. The Fund assesses future credit losses using ECL model for financial assets measured at amortized cost. For cash and cash equivalent, the Fund applies the simplified approach, which measures the loss allowance at an amount equal to lifetime expected credit losses for all trade accounts receivable since the of initial recognition. Bank balances have low credit risk and applying the ECL model is considered insignificant.

7.2 Fair value measurements of financial instruments

When the fair value of the financial assets and liabilities in the statement of financial position cannot be measured based on Quoted prices in active market, when IFRS require those assets or liabilities to be measured based on fair value, their fair value is determined using valuation techniques including using the present value of expected cash flows or any other techniques as stated in IFRS (13). The inputs to these techniques are taken from active markets, where possible. However, if this is not possible, a degree of judgment is required to determine the fair value and such estimates take liquidity risk, credit risk and volatility into account. Changes in the assumptions relating to these factors can affect the reported fair value of the financial instruments.

7.3 Going Concern

The Fund's Board of Directors in conjunction with the Fund Manager, made an assessment of the Fund's ability to continue as a going concern and are satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, they are not aware of any material uncertainties that may cast significant doubt upon the Fund's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

**SICO KINGDOM EQUITY FUND
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8. CASH AND CASH EQUIVALENTS

	<i>Note</i>	31 December 2025	31 December 2024
		ﷲ	ﷲ
Balance with financial institutions	8.1	3,519,262	277,143
Total		3,519,262	277,143

8.1 As of 31 December 2025, cash balances include current accounts held with Riyadh Bank and Banque Saudi Fransi that do not earn profit.

9. INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

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

	2025	2024
	ﷲ	ﷲ
Fair Value as at 31 December	41,269,997	23,981,672
Cost as at 31 December	(42,626,001)	(23,143,311)
Unrealized (loss) / gain as at 31 December	(1,356,004)	838,361
Unrealized gain as at 01 January	838,361	-
Unrealized (loss) / gain for the year	(2,194,365)	838,361

The composition of the equity investment portfolio on the last valuation day of the year end is summarised below:

Industry sector	31 December 2025		
	Book value	Market value	% of market value
	ﷲ	ﷲ	
Banks & Financial Services	15,881,000	15,853,987	39%
Materials	5,233,771	5,955,397	14%
Health Care	3,300,778	3,026,879	7%
Insurance	2,268,595	2,454,549	6%
Energy & Utilities	2,486,234	2,302,498	6%
Consumer Discretionary Distribution	2,185,942	2,065,149	5%
Real Estate Development	2,556,684	2,222,324	5%
Transport	2,331,533	1,825,841	4%
Telecom & IT	1,357,328	1,580,634	4%
Food & Beverages	1,431,741	1,158,589	3%
Media & Publishing	1,422,352	1,135,957	3%
Consumer services	1,377,847	961,369	2%
Capital Goods	556,788	500,059	1%
Commercial and Professional	235,408	226,764	1%
Total	42,626,001	41,269,997	100%

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9. INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL) (Continued)

Industry sector	31 December 2024		
	Book value ﷲ	Market value ﷲ	% of market value
Banks & Financial Services	7,424,128	8,390,912	35%
Retail	2,487,397	2,210,863	9%
Insurance	1,689,225	1,928,830	8%
Foods & Beverages	1,809,725	1,598,749	7%
Health Care	1,112,313	1,088,804	5%
Industrial Investment	1,081,450	1,082,642	5%
Energy & Utilities	1,210,400	1,076,875	4%
Telecom & IT	1,003,385	1,048,349	4%
Cement	933,404	986,202	4%
Agriculture & Food Industry	751,995	741,051	3%
Petrochemicals	732,583	687,312	3%
Electricity	456,112	626,301	3%
Media & Publishing	473,356	573,783	2%
Transport	558,104	530,712	2%
Building & Construction	480,858	504,153	2%
Consumer services	501,701	462,090	2%
Real Estate Development	437,175	444,044	2%
Total	23,143,311	23,981,672	100%

10. ACCRUALS AND OTHER LIABILITIES

	31 December 2025 ﷲ	31 December 2024 ﷲ
Accrued management fees	98,128	62,430
Audit charges payable	33,000	33,000
Zakat filing fees	7,391	24,000
Transaction fee payable	10,700	8,850
Payable against purchased securities	-	6,417
Publication Tadawul fee payable	5,000	5,000
Board of director fee payable	-	5,000
Administration fee payable	7,304	3,876
Custody fee payable	2,291	1,228
VAT and Other Payable	28,172	11,396
Total	191,986	161,197

**SICO KINGDOM EQUITY FUND
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11. OTHER EXPENSES

	31 December 2025	31 December 2024
	ﷲ	ﷲ
Transaction fee	78,900	58,950
Audit fee	52,250	52,250
Zakat filing fee	7,391	24,000
Custody fee	27,580	15,765
Board of directors fee	15,000	15,000
Administration fee	23,649	13,214
CMA fee	7,500	7,500
Publication Tadawul fee	5,000	5,000
VAT & other expenses	78,944	25,436
	296,214	217,115

12. RELATED PARTY TRANSACTIONS AND BALANCES

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. and The SICO BSC (c) (“the Parent”) of the Fund Manager). In the ordinary course of its activities, the Fund transacts business with Fund Manager and related parties. Related party transactions are governed by limits set by the regulations issued by CMA. All the related party transactions are undertaken at mutually agreed prices and approved by the Fund Manager. These transactions were carried out on the basis of approved Terms and Conditions of the Fund.

The significant related party transactions entered into by the Fund during the year are as follows:

Related party	Nature of relationship	Nature of transaction	31 December 2025	31 December 2024
			ﷲ	ﷲ
SICO Capital Company	Fund manager	Management fee	324,190	223,968
		Administration fee	23,649	13,214
Board members	Fund board members	Board meeting fee	15,000	15,000

The balances resulting from related party transactions are as follows:

Related party	Nature of relationship	Nature of transaction	31 December 2025	31 December 2024
			ﷲ	ﷲ
SICO Capital Company	Fund manager	Management fee	(98,128)	(62,430)
		Administration fee	(7,304)	(3,876)
Board members	Fund board members	Board meeting fee	-	(5,000)

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12. RELATED PARTY TRANSACTIONS AND BALANCES (Continued)

As per the terms and conditions of the Fund, the Fund pays a management fee to the Fund Manager equal to 0.75% per annum for Class A unitholders and 1% per annum for Class B unitholders, of the net assets value at each valuation date.

The unitholders' account included units held at year-end by:

	2025 Units	2024 Units
Funds under the Fund Manager	2,432,037	-
Held by SICO BSC (c)	1,000,000	1,000,000
	2,432,037	2,432,037

13. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Set out below is an overview of financial asset, other than cash and cash equivalents, held by the Fund as at 31 December 2025 and 31 December 2024.

	2025 SAR	2024 SAR
Assets		
Financial assets at fair value through profit or loss (FVTPL)	41,269,997	23,981,672
Other assets	10,000	477,285
Total	41,279,997	24,458,957

Set out below is an overview of financial liabilities held by the Fund as at 31 December 2025 and 31 December 2024.

	2025 SAR	2024 SAR
Financial liabilities		
Accruals and other liabilities	191,986	161,197
Total	191,986	161,197

14. 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 has only investments at fair value through profit or loss which is measured at fair values and are classified within level 1 of the fair value hierarchy. There were no transfers between various levels of fair value hierarchy during the current year or prior year.

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14. FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued)

FAIR VALUE HIERARCHY

The following table provides the fair value measurement hierarchy of the Fund's financial assets as at 31 December, 2025. There are no other financial assets or financial liabilities measured at fair value.

	<i>Total</i>	<i>Fair value measurement using</i>		
		<i>Quoted prices in active markets (Level 1)</i>	<i>Significant observable inputs (Level 2)</i>	<i>Significant unobservable inputs (Level 3)</i>
	<i>ﷲ</i>	<i>ﷲ</i>	<i>ﷲ</i>	<i>ﷲ</i>
<i>As at 31 December 2025</i>				
<i>Financial assets measured at fair value</i>				
Financial assets at FVTPL	41,269,997	41,269,997	-	-
<i>As at 31 December 2024</i>				
<i>Financial assets measured at fair value</i>				
Financial assets at FVTPL	23,981,672	23,981,672	-	-

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.

15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES

The Fund's principal financial liabilities are management fees payable. The Fund also has financial assets in the form of cash and cash equivalents and investments at FVTPL which are integral and directly derived out of its regular business.

The Fund's financial operations are exposed to following risks.

Credit risk

Credit risk refers to the risk that a party to a financial instrument will default on its contractual obligations resulting in financial loss to the Fund. The Fund has adopted a policy of only dealing with creditworthy counterparties, for whom the credit risk is assessed to be low. The Fund attempts to control credit risk by monitoring credit exposures, limiting transactions with specific non-related counterparties, and continually assessing the creditworthiness of such non-related counterparties. The Fund maintains bank accounts with high credit rated financial institutions.

The table below shows the Fund's maximum exposure to credit risk for components of the statement of financial position as at 31 December.

	<i>2025</i>	<i>2024</i>
	<i>ﷲ</i>	<i>ﷲ</i>
Cash and cash equivalents	3,519,262	277,143
Other assets	10,000	477,285
	<u>3,529,262</u>	<u>754,428</u>

The management has conducted an assessment as required under IFRS 9 and based on such an assessment, the management believes that no allowances for expected credit losses is required to be recognised against cash and cash equivalents and other assets as low credit risk.

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15. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (Continued)

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in releasing funds to meet commitments associated with financial liabilities. Liquidity risk may result from an inability to sell a financial asset quickly at an amount close to its fair value.

The Fund's terms and conditions provide for redemptions of units twice a week and it is, therefore, exposed to the liquidity risk of meeting unitholders redemptions. The Fund's investments at fair value through profit and loss are considered to be readily realisable, as the equity investments are listed on the Saudi stock market and can be redeemed any time throughout the week. The Fund Manager monitors liquidity requirements on a regular basis and seeks to ensure that sufficient funds to meet commitments as they arise.

The undiscounted value of all financial liabilities of the Fund at the reporting date approximate to their carrying values and all are to be settled within one year from the reporting date.

Market risk

Market risk is the risk that changes in market prices - such as foreign exchange rates, special commission rates and equity prices will affect the Fund's income or the fair value of its holdings in financial instruments.

The Fund's strategy for the management of market risk is driven by the Fund's investment objective as per Fund's terms and conditions. The Fund's market risk is managed on a timely basis by the Fund Manager in accordance with the policies and procedures in place. The Fund's market positions are monitored on a timely basis by the Fund Manager.

Equity price risk

Equity price risk is the risk that the fair value of financial instruments will fluctuate because of changes in market prices. The Fund's investments are susceptible to market price risk arising from uncertainties about future prices. The Fund Manager manages this risk through diversification of its investment portfolio in terms of sector concentration

Sensitivity analysis

The Fund's financial assets at FVTPL are subject to equity price risk. According to the Fund's management, the effect on the statement of comprehensive income as a result of a change in fair value of equity instruments due to a reasonable possible change in equity indices, with all other variables held constant is as follows:

<i>Effect on profit and loss</i>	2025		2024	
		ﷲ		ﷲ
<i>Net movement in unrealized gain (loss) on financial assets at FVTPL</i>	+ 5%	2,063,500	+ 5%	1,199,084
	- 5%	(2,063,500)	- 5%	(1,199,084)

Concentration of equity price risk

The following table analyses the Fund's concentration of equity price risk in the Fund's equity portfolio, measured at FVTPL by geographical distribution (based on counterparties' place of primary listing or, if not listed, place of domicile).

<i>% of equity securities and units in funds</i>	2025	2024
Kingdom of Saudi Arabia	100%	100%

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16. MATURITY ANALYSIS OF ASSETS AND LIABILITIES

As at 31 December 2025	Within 12 months ﷲ	After 12 months ﷲ	No fixed maturity ﷲ	Total ﷲ
ASSETS				
Cash and cash equivalents	3,519,262	-	-	3,519,262
Other assets	10,000	-	-	10,000
Investments carried at fair value through profit or loss (FVTPL)	-	-	41,269,997	41,269,997
TOTAL ASSETS	3,529,262	-	41,269,997	44,799,259
LIABILITIES				
Accruals and other liabilities	191,986	-	-	191,986
TOTAL LIABILITIES	191,986	-	-	191,986
As at 31 December 2024	Within 12 months ﷲ	After 12 months ﷲ	No fixed maturity ﷲ	Total ﷲ
ASSETS				
Cash and cash equivalents	277,143	-	-	277,143
Other assets	477,285	-	-	477,285
Investments carried at fair value through profit or loss (FVTPL)	-	-	23,981,672	23,981,672
TOTAL ASSETS	754,428	-	23,981,672	24,736,100
LIABILITIES				
Accruals and other liabilities	161,197	-	-	161,197
TOTAL LIABILITIES	161,197	-	-	161,197

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17. SUBSEQUENR EVENTS

Subsequent to the reporting date, geopolitical tensions in parts of the Middle East have increased. Public communications from government and regulatory authorities have continued to emphasise the resilience of the economy and the continuation of business operations across key sectors, supported by established business continuity and risk management frameworks.

These developments arose after the reporting period and have therefore been assessed as non-adjusting events in accordance with IAS 10 Events after the Reporting Period. Accordingly, no adjustments have been made to the amounts recognised in the financial statements as at 31 December 2025, which reflect conditions existing at that date.

The Fund has assessed the potential implications of these events on its operations, financial position and performance. Based on information currently available, including the continuation of core business activities, it is not practicable to reliably estimate the full financial effect of these non-adjusting events on future periods.

18. ZAKAT

On 22 March 2024, Minister of Finance's issued its decision No. (1007) approving the new Zakat regulations (ZR), which will be applied to the fiscal years starting on or after 1/1/2024. According to Article Seventy-Six of the new Zakat regulations Funds required to register with the Zakat, Tax, and Customs Authority (ZATCA) before the end of the first fiscal year and mandate Investment Funds to submit a Zakat information declaration to ZATCA within 120 days after the end of their fiscal year, which should include audited financial statements, records of related party transactions, and any other data requested by ZATCA. The Fund is obliged to provide the unit owner with the necessary information to calculate their Zakat liability. Funds are not subject to the collection of Zakat in accordance with the regulations.

19. LAST VALUATION DAY

In accordance with the Terms and Conditions of the Fund, the last valuation day of the year was 31 December 2025.

20. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by the Fund's Board on 10 Shawwal 1447H (Corresponding to 29 March 2026G).