

**SEDCO Capital Global Monthly Distribution Fund**  
(Managed by SEDCO Capital)

**FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S  
REPORT TO THE UNITHOLDERS**

**FOR THE PERIOD FROM 17 AUGUST 2025 TO 31 DECEMBER 2025**

# **SEDCO Capital Global Monthly Distribution Fund**

## **(Managed by SEDCO Capital)**

---

### **FINANCIAL STATEMENTS**

For the period from 17 August 2025 to 31 December 2025

<b>INDEX</b>	<b>PAGE</b>
Independent auditor's report	1 – 3
Statement of financial position	4
Statement of income and comprehensive income	5
Statement of changes in net assets attributable to unitholders	6
Statement of cash flows	7
Notes to the financial statements	8 – 18



**Ernst & Young Professional Services (Professional LLC)**  
**Paid-up capital ( 5,500,000 - Five million five hundred thousand Saudi Riyal)**

King's Road Tower, 13th Floor, King Abdul Aziz Road (Malek Road)  
P.O. Box 1994, Jeddah 21441  
Kingdom of Saudi Arabia, Head Office - Riyadh  
C.R. No.: 1010383821, Unified No.: 7000117205

C.R. No.  
(Jeddah Branch): 4030276644

Tel: +966 12 221 8400  
Fax: +966 12 664 4408

ey.ksa@sa.ey.com  
ey.com

## **INDEPENDENT AUDITOR'S REPORT** **To the Unitholders of SEDCO Capital Global Monthly Distribution Fund**

### **Opinion**

We have audited the financial statements of SEDCO Capital Global Monthly Distribution Fund (the "Fund"), managed by SEDCO Capital Company (the "Fund Manager"), which comprise the statement of financial position as at 31 December 2025, and the statement of income and comprehensive income, statement of changes in net assets attributable to unitholders and statement of cash flows for the period from 17 August 2025 to 31 December 2025, 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 period from 17 August 2025 to 31 December 2025 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 auditor's 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 auditor's 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 the Fund Manager and Those Charged with Governance for the Financial Statements**

The Fund Manager 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 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, and for such internal control as the Fund Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Unitholders of SEDCO Capital Global Monthly Distribution Fund**

#### **Responsibilities of the Fund Manager and Those Charged with Governance for the Financial Statements (continued)**

In preparing the financial statements, the Fund Manager 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 the Fund Manager 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, the Fund Board, is responsible for overseeing the Fund's financial reporting process.

#### **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 the Fund Manager.
- Conclude on the appropriateness of the Fund Manager'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.



## INDEPENDENT AUDITOR'S REPORT

### To the Unitholders of SEDCO Capital Global Monthly Distribution Fund

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

- 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.

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

Ahmed Ibrahim Reda  
Certified Public Accountant  
License No. (356)



Jeddah 27 Ramadhan 1447H  
(16 March 2026G)

**SEDCO Capital Global Monthly Distribution Fund**  
**(Managed by SEDCO Capital)**

**STATEMENT OF FINANCIAL POSITION**

As at 31 December 2025

	<i>Notes</i>	<i>31 December 2025 ¥</i>
<b>ASSETS</b>		
Bank balances		185,493
Financial assets measured at amortized cost	5	3,362,761
Financial assets measured at fair value through income statement (FVTIS)	6	1,673,338
<b>TOTAL ASSETS</b>		<b>5,221,592</b>
<b>LIABILITIES</b>		
Due to a related party	7	11,260
Accrued expenses and other payables	8	121,821
<b>TOTAL LIABILITIES</b>		<b>133,081</b>
<b>NET ASSETS ATTRIBUTABLE TO THE UNITHOLDERS</b>		<b>5,088,511</b>
<b>UNITS IN ISSUE</b>	9	<b>513,176.5923</b>
<b>Net asset value per unit ( ¥ )</b>		<b>9.9157</b>

The attached notes from 1 to 17 form an integral part of these financial statements.

**SEDCO Capital Global Monthly Distribution Fund**  
(Managed by SEDCO Capital)

**STATEMENT OF INCOME AND COMPREHENSIVE INCOME**

For the period from 17 August 2025 to 31 December 2025

		<i>For the period from 17 August 2025 to 31 December 2025</i>
	<i>Notes</i>	<i>RM</i>
<b>INCOME</b>		
Net unrealised gain on revaluation of financial assets measured at FVTIS	6	173,338
Murabaha income	5.1	62,761
<b>TOTAL INCOME</b>		<b>236,099</b>
<b>EXPENSES</b>		
Management and shariah advisory fees	7	23,408
Custody and operator fees		1,330
Operating and other expenses	10	134,231
<b>TOTAL EXPENSES</b>		<b>158,969</b>
<b>NET INCOME FOR THE PERIOD</b>		<b>77,130</b>
Other comprehensive income		-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>77,130</b>

The attached notes from 1 to 17 form an integral part of these financial statements.

**SEDCO Capital Global Monthly Distribution Fund**  
**(Managed by SEDCO Capital)**

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS**  
For the period from 17 August 2025 to 31 December 2025

	<i>Notes</i>	<i>For the period from 17 August 2025 to 31 December 2025</i> #
Net assets attributable to the unitholders at the beginning of the period		-
Proceeds from issuance of units	9	5,132,857
Total comprehensive income for the period		77,130
Dividends	11	(121,476)
<b>Net assets attributable to the unitholders at the end of the period</b>		<b>5,088,511</b>
		<u><u>5,088,511</u></u>
		<b><u>Number of Units</u></b>
Units at beginning of the period		-
Issuance of units during the period		513,176.5923
<b>Units in issue at the end of the period</b>		<b>513,176.5923</b>
		<u><u>513,176.5923</u></u>

The attached notes from 1 to 17 form an integral part of these financial statements.

**SEDCO Capital Global Monthly Distribution Fund**  
**(Managed by SEDCO Capital)**

**STATEMENT OF CASH FLOWS**

For the period from 17 August 2025 to 31 December 2025

	<i>Notes</i>	<i>For the period from 17 August 2025 to 31 December 2025 ₤</i>
<b>OPERATING ACTIVITIES</b>		
Net income for the period		77,130
<i>Adjustments to reconcile net income to net cash from operating activities:</i>		
Net unrealised gain on revaluation of financial assets measured at FVTIS	6	(173,338)
		<u>(96,208)</u>
<b>Net changes in operating assets and liabilities:</b>		
Financial assets measured at amortized cost		(3,362,761)
Net movement in financial assets measured at FVTIS		(1,500,000)
Due to a related party		11,260
Accrued expenses		121,821
		<u>(4,825,888)</u>
<b>Net cash used in operating activities</b>		
<b>FINANCING ACTIVITIES</b>		
Proceeds from issuance of units	9	5,132,857
Dividends paid	11	(121,476)
		<u>5,011,381</u>
<b>Net cash from financing activities</b>		
<b>Net change in bank balances</b>		
		185,493
Bank balances at beginning of the period		<u>-</u>
<b>Bank balances at end of the period</b>		<u><u>185,493</u></u>

The attached notes from 1 to 17 form an integral part of these financial statements.

# SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

---

## NOTES TO THE FINANCIAL STATEMENTS

For the period from 17 August 2025 to 31 December 2025

### 1 THE FUND AND ITS ACTIVITIES

SEDCO Capital Global Monthly Distribution Fund (“the Fund”) is an open-ended private placement investment fund with no fixed term, which is compliant with Shariah standards and controls and established in the Kingdom of Saudi Arabia in accordance with the provisions of the Investment Fund Regulations issued by the Capital Market Authority (the “CMA”) and managed by Saudi Economic and Development Securities Company (“SEDCO Capital” or the “Fund Manager”). The address of the Fund Manager is:

King Abdulaziz (Malik) Road,  
P.O. Box 13396,  
Jeddah 21493, Kingdom of Saudi Arabia

The establishment of the Fund has been approved by the CMA on 12 February 2025 (corresponding to 13 Sha’ban 1446H) and the Fund commenced its operations on 17 August 2025. The Shariah Advisor has reviewed the Fund offering document and confirmed compliance with the prescribed Shariah guidelines.

As per the approved terms and conditions, the Fund does not have a specific duration or maturity date, starting as of the date of listing (i.e. 17 August 2025) of the Fund Units on the main market and become available for trading. Further, the end of the Fund’s initial accounting period is 31 December 2025. Hence, the first set of financial statements of the Fund shall be prepared for the short period from 17 August 2025 to 31 December 2025.

The Fund aims to distribute regular monthly returns to Unitholders by investing in multiple classes of asset that comply with Shariah standards approved by the Fund’s Sharia Supervisory Committee.

The Fund is governed by the Investment Funds Regulations (the “Regulations”), issued by the Board of the Capital Market Authority (CMA) pursuant to Resolution No. 1-219-2006 dated 3 Dhul Hijjah 1427H (corresponding to 24 December 2006G), based on the Capital Market Law issued by Royal Decree No. M/30 dated 2 Jumada Al-Thani 1424H, and as amended by Resolution of the Board of the CMA No. 1-54-2025 dated 23 Dhul-Qi’dah 1446H (corresponding to 21 May 2025G), detailing requirements for investment funds within the Kingdom of Saudi Arabia.

### 2 BASIS OF PREPERATION

#### *a) Statement of compliance*

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

The Fund has prepared the financial statements on the basis that it will continue to operate as a going concern.

Since these are the first financial statements of the Fund, no comparative information is included in these financial statements.

#### *b) Basis of measurement*

These financial statements have been prepared under the historical cost convention using the accrual basis of accounting.

The Fund does not have a clearly identifiable operating cycle and therefore does not present current and non-current assets and liabilities separately in the statement of financial position. Instead, assets and liabilities are presented in order of their liquidity.

#### *c) Functional and presentation currency*

Items included in these financial statements are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). These financial statements are presented in Saudi Arabian Riyal (“ﷲ”) which is the Fund’s functional and presentation currency.

# SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

---

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

### 3 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Fund's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of income, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### **Judgements**

In the process of applying the Fund's accounting policies, the Fund Manager has made the following judgement, which have the most significant effect on the amounts recognised in the financial statements.

#### ***Going concern***

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

### 4 MATERIAL ACCOUNTING POLICY INFORMATION

The principal accounting policies applied in the preparation of these financial statements are set out below.

#### **4.1 Bank balances**

For the purposes of the statement of cash flows, bank balances consists of cash at bank.

#### **4.2 Financial instruments - Initial recognition and measurement**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

##### ***a) Financial assets***

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, fair value through other comprehensive income (OCI), and fair value through income statement.

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Fund's business model for managing them. With the exception of receivables that do not contain a significant financing component or for which the Fund has applied the practical expedient, the Fund initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. In order for a financial asset to be classified and measured at amortised cost or fair value through OCI, it needs to give rise to cash flows that are 'solely payments of principal and interest (SPPI)' on the principal amount outstanding. This assessment is referred to as the SPPI test and is performed at an instrument level. Financial assets with cash flows that are not SPPI are classified and measured at fair value through profit or loss, irrespective of the business model.

The Fund's business model for managing financial assets refers to how it manages its financial assets in order to generate cash flows. The business model determines whether cash flows will result from collecting contractual cash flows, selling the financial assets, or both. Financial assets classified and measured at amortised cost are held within a business model with the objective to hold financial assets in order to collect contractual cash flows while financial assets classified and measured at fair value through OCI are held within a business model with the objective of both holding to collect contractual cash flows and selling.

#### ***Subsequent measurement***

##### ***Financial assets at amortised cost***

Financial assets at amortised cost are subsequently measured using the effective interest (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired. The Fund's financial assets at amortised cost includes financial assets measured at amortised cost and bank balances.

# SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

---

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

### 4 MATERIAL ACCOUNTING POLICY INFORMATION (continued)

#### 4.2 Financial instruments - Initial recognition and measurement (continued)

##### a) *Financial assets (continued)*

##### *Subsequent measurement (continued)*

##### *Financial assets at fair value through OCI*

Upon initial recognition, the Fund can elect to classify irrevocably its equity investments as equity instruments designated at fair value through OCI when they meet the definition of equity under IAS 32 Financial Instruments: Presentation and are not held for trading. The classification is determined on an instrument-by-instrument basis. Gains and losses on these financial assets are never recycled to profit or loss. Dividends are recognised as other income in the statement of income when the right of payment has been established, except when the Fund benefits from such proceeds as a recovery of part of the cost of the financial asset, in which case, such gains are recorded in OCI. Equity instruments designated at fair value through OCI are not subject to impairment assessment.

##### *Financial assets at fair value through income statement*

Financial assets at fair value through income statement are carried in the statement of financial position at fair value with net changes in fair value recognised in the statement of income. This category includes financial assets at fair value through income statement (FVTIS), which represents investment in international and local funds and investments in local equity instruments.

##### **Derecognition**

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

##### **Impairment**

The Fund recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Fund expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

##### **b) Financial liabilities**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss. All financial liabilities are recognised initially at fair value.

The Fund's financial liabilities include due to a related party and accrued expenses. Financial liabilities designated upon initial recognition at fair value through income statement are designated at the initial date of recognition, and only if the criteria in IFRS 9 are satisfied. The Fund has not designated any financial liability as at fair value through income statement.

##### *Derecognition*

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of income.

# **SEDCO Capital Global Monthly Distribution Fund**

## **(Managed by SEDCO Capital)**

---

### **NOTES TO THE FINANCIAL STATEMENTS (continued)**

For the period from 17 August 2025 to 31 December 2025

#### **4.3 Offsetting**

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Fund currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

#### **4.4 Provisions**

Provisions are recognised when the Fund has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Fund expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of income net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

#### **4.5 Zakat and income tax**

Taxation/zakat is the obligation of the unitholders and therefore, no provision for such liability is made in these financial statements.

#### **4.6 Trade date accounting**

All regular way purchases and sales of financial assets are recognized and derecognized on the trade date, i.e. the date on which the Fund commits to purchase or sell the financial asset. Regular way purchases or sales are 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.

#### **4.7 Fees and expenses paid by the Fund**

In accordance with the Fund's approved terms and conditions, the Fund pays the following fees:

- a) Management Fees
- b) Custodian and Operator Fees
- c) Shariah advisory fees
- d) Auditor fees
- e) Remuneration of Independent Director
- f) Annual Regulatory Fees imposed by the CMA
- g) Annual Publication Fees

# SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

### 4 MATERIAL ACCOUNTING POLICY INFORMATION (continued)

#### 4.8 Standards issued but not yet effective

The International Accounting Standard Board (IASB) has issued following accounting standards, amendments and revisions which are effective from periods on or after 1 January 2026. The Fund has opted not to early adopt these pronouncements and the management does not expect these to have a significant impact on the financial statements of the Fund.

Standard, interpretation and amendments	Description	Effective date
Amendments to IFRS 10 and IAS 28- Sale or Contribution of Assets between an Investor and its Associate or Joint 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.	1 January 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.	1 January 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	1 January 2026
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.	1 January 2027
IFRS 19, Subsidiaries without Public Accountability: Disclosures	IFRS 19 allows eligible subsidiaries to apply IFRS 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.	1 January 2027

## SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

### NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

#### 5 FINANCIAL ASSETS MEASURED AT AMORTISED COST

The following table represents the movement of investments in Murabaha deposits measured at amortised cost:

	<i>31 December 2025</i> ₹
Balance at the beginning of the period	-
Investments made during the period	13,375,891
Investments matured during the period	(10,013,130)
Balance at the end of the period	<u>3,362,761</u>

5.1 During the period, the Fund recognized income from investments in financial assets measured at amortized cost of ₹62,761 at rate of return ranging from 4.45% to 5.45%.

<i>31 December 2025</i>				
<u>Counterparties</u>	<u>Effective yield</u>	<u>Tenure (in days)</u>	<u>Cost</u> ₹	<u>Amortised Cost</u> ₹
Saudi Awwal Bank	5.10%	2	1,120,985	1,121,304
Al Rajhi Bank	4.45%	2	1,120,463	1,120,739
Al-Jazira Bank	4.50%	30	1,116,531	1,120,718
			<u>3,357,979</u>	<u>3,362,761</u>

#### 6 FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH INCOME STATEMENT

During the period, the Fund invested in mutual funds. The movement is as follows:

	<i>31 December 2025</i> ₹
Cost	1,500,000
Unrealized gain on revaluation of financial asset measured at FVIS	173,338
	<u>1,673,338</u>

<u>Investments in international funds</u>	<i>31 December 2025</i>			
	<i>% of Market Value</i>	<i>Cost</i>	<i>Market value</i>	<i>Unrealised gain (loss)</i>
		₹	₹	₹
SEDCO Capital Global Emerging Market Equities Passive Fund	47%	750,000	792,650	42,650
SEDCO Capital Global Technology Equity Passive Fund	53%	750,000	880,688	130,688
<b>Total</b>	<b>100%</b>	<b>1,500,000</b>	<b>1,673,338</b>	<b>173,338</b>

# SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

### 7 RELATED PARTY TRANSACTIONS AND BALANCES

<i>Related party</i>	<i>Nature of transaction</i>	<i>For the period from 17 August 2025 to 31 December 2025</i> ₤
SEDCO Capital (Fund Manager)	Management fees	12,148
	Sharia advisory fees	11,260
Fund Board	Board remuneration	40,000

The balance due to a related party comprise of the following:

	<i>31 December 2025</i> ₤
SEDCO Capital (Fund Manager)	11,260

The balance due to Fund Board amounted to ₤ 40,000, which is presented under accrued expenses and other payable.

### 8 ACCRUED EXPENSES AND OTHER PAYABLES

	<i>31 December 2025</i> ₤
Professional fees	60,000
Board remuneration (note 7)	40,000
VAT Payable	12,142
CMA fees	7,500
Other payables	2,179
	<u>121,821</u>

### 9 UNITS IN ISSUE

The Fund is open for subscriptions and redemptions on every Monday and Wednesday (Valuation Day). The unit price will be computed by dividing the Fund's net assets (total assets of the Fund less the total liabilities) at the close of business of each Valuation Day by total number of units outstanding at the close of business of that day, after taking into account all valid subscriptions and / or redemptions received by the cutoff time applicable to such valuation day.

### 10 OPERATING AND OTHER EXPENSES

	<i>31 December 2025</i> ₤
Professional fees	60,000
Board remuneration (note 7)	40,000
VAT expenses	14,196
CMA fees	17,500
Others	2,535
	<u>134,231</u>

# SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

### 11 DIVIDENDS

During the period, the Fund Board declared and approved cash dividends amounting to ₦ 121 thousand. The details for the distributions are follows:

Board Resolution date	For the period	Amount per unit	Total
29 September 2025	1 September 2025 – 30 September 2025	0.08	40,080
30 October 2025	1 October 2025 – 31 October 2025	0.08	40,558
30 November 2025	1 November 2025 – 30 November 2025	0.08	40,838

### 12 FAIR VALUE MEASUREMENT 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 takes place either:

- in the accessible principal market for the asset or liability, or
- in the absence of a principal market, in the most advantages accessible market for the asset or liability.

The Fund's financial assets consist of bank balances, financial assets measured at FVTIS, financial assets measured at amortised cost. Its financial liabilities consist of due to a related party and accrued expenses and other payables. All financial assets and financial liabilities as at 31 December 2025 were classified under amortised cost category except for financial assets measured at FVTIS.

#### *Fair values of financial instruments*

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole, as follows:

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.

The estimated fair values of the Fund's financial assets and liabilities not measured at fair value is not considered to be significantly different from their carrying amounts, as they are having short term maturities. The fair value of financial assets measured at FVTIS is based on quoted market prices and therefore classified within level 1 of the fair value hierarchy as at 31 December 2025.

### 13 FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risks: market risk, credit risk, liquidity risk and operational risk.

The Fund Manager is responsible for identifying and controlling risks. The Fund Manager is ultimately responsible for the overall management of the Fund.

Monitoring and controlling risks is primarily set up to be performed based on the limits established by the Fund Manager. The Fund has its terms and conditions that set out its overall business strategies, its tolerance of risks and its general risk management philosophy and is obliged to take actions to rebalance the portfolio in line with the investment guidelines.

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below.

# SEDCO Capital Global Monthly Distribution Fund (Managed by SEDCO Capital)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

### 13 FINANCIAL RISK MANAGEMENT (continued)

#### *Market risk*

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: commission rate risk, currency risk and other price risk.

#### *Commission rate risk*

Commission rate risks is the risk that the fair value or future cash flows of a financial instrument would fluctuate as a result of changes in commission rate. The Fund manages the commission rate risk by regularly monitoring the interest rate profiles of its interest-bearing financial instruments.

#### *Currency risk*

Currency risk arises from the possibility that changes in foreign exchange rates will affect the value of the financial assets and liabilities denominated in foreign currencies, in case the Fund does not hedge its currency exposure by means of hedging instruments. As the Fund did not undertake significant transactions in currencies other than Saudi Riyals and US Dollars, hence, the Fund is not exposed to any significant currency risk.

#### *Other price risk*

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from currency risk or interest rate risk).

The price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds. The Fund closely monitors the price movement of its investments in financial instruments. As of the statement of financial position date, Fund has investments in public international funds that are subject to price risk.

The effect on the net assets of the Fund due to a reasonably possible change in fair value of the financial assets, with all other variables held constant is as follows:

	<b>Potential change %</b>	<b>Effect on NAV 31 December 2025 ±</b>
Financial assets at FVIS	<b>± 10%</b>	<b>± 167,334</b>

#### **Credit risk**

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Fund's principal financial assets subject to credit risk are its bank balances, and financial assets measured at amortised cost.

It is Fund policy to enter into financial instrument contracts with reputable counterparties. The Fund seeks to limit its credit risk by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing the creditworthiness of counterparties.

The Fund's maximum exposure to credit risk at the reporting date is the carrying amounts of bank balances and financial assets measured at amortised cost. These balances are assessed to have low credit risk as they are held with reputable and high credit rating domestic and international banking institutions and there has been no history of default with any of the Fund's bank balances and financial assets measured at amortised cost. Therefore, the probability of default based on forward looking factors and any loss given defaults are negligible.

# SEDCO Capital Global Monthly Distribution Fund

(Managed by SEDCO Capital)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period from 17 August 2025 to 31 December 2025

### 13 FINANCIAL RISK MANAGEMENT (Continued)

#### Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The Fund's terms and conditions provide for subscription and redemption of units on every Monday and Wednesday and it is, therefore, exposed to the liquidity risk of meeting unitholder redemptions on these days. The Fund's financial liabilities primarily consist of accounts payables and accrued expenses and subscription received in advance which are expected to be settled within one month from the statement of financial position date.

The Fund Manager monitors liquidity requirements by ensuring that sufficient funds are available to meet any commitments as they arise, either through new subscriptions, liquidation of the investment portfolio or by the Fund Manager.

#### Operational risk

Operational risk is the risk of direct or indirect loss arising from a variety of causes associated with the processes, technology and infrastructure supporting the Fund's activities either internally or externally at the Fund's service providers and from external factors other than credit, liquidity, currency and market risks such as those arising from the legal and regulatory requirements.

The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective of generating returns to unitholders.

### 14 ZAKAT

As per Zakat, Tax and Customs Authority ("ZATCA") regulations, all Investment Funds are required to register and submit informative returns, and the responsibility of paying zakat will be at the unitholder level. The Fund has registered with ZATCA and will file its first informative return for the year ended 31 December 2025.

The Fund has no liability to pay the Zakat and is only required to file the information only return. Zakat is the obligation of the unitholders and therefore, no provision for such liability is made in these financial statements.

The Zakat base is based on the following:

	<i>For the period from 17 August 2025 to 31 December 2025</i>
Zakat base	5,088,511
Zakat due	49,232.06
Zakat per unit (rounded)	<u>0.09594</u>

### 15 LAST VALUATION DAY

As per the terms and conditions of the Fund, the valuation of the Fund is performed every Monday and Wednesday of each week. The last valuation day during the period ended 31 December 2025 was Wednesday, 31 December 2025 (see note 9). Accordingly, for the purpose of preparation of these financial statements in accordance with IFRS Accounting Standards as endorsed in the Kingdom of Saudi Arabia, the Fund's assets (including the fair values of the underlying financial assets measured at fair value through income statement), liabilities and the net asset value per unit are based on the valuation as of 31 December 2025.

**SEDCO Capital Global Monthly Distribution Fund**  
(Managed by SEDCO Capital)

---

**NOTES TO THE FINANCIAL STATEMENTS (continued)**

For the period from 17 August 2025 to 31 December 2025

**16 EVENTS AFTER THE REPORTING DATE**

Subsequent to period end, the Fund Board declared and approved cash dividends amounting to ₺ 92,403, which represents ₺ 0.080 per unit.

**17 APPROVAL OF THE FINANCIAL STATEMENTS**

These financial statements have been approved by the Fund Board on 11 March 2026G, corresponding to 22 Ramadhan 1447H).