

**Al Waseela Fund**

**INTERIM CONDENSED  
FINANCIAL STATEMENTS**

**30 June 2024**

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION  
TO THE UNIT HOLDERS OF AL WASEELA FUND**

**Introduction**

We have reviewed the accompanying interim condensed financial statements of Al Waseela Fund (the "Fund") as at 30 June 2024, which comprise the interim statement of financial position as at 30 June 2024 and the related interim statements of comprehensive income for the three and six month periods then ended, interim statement of changes in net assets attributable to the unit holders and the interim statement of cash flows for the six month period then ended and explanatory notes.

The Founder of the Fund is responsible for the preparation and presentation of this interim financial information in accordance with International Financial Reporting Standard IAS 34 - *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34.

Ahmed Sayed  
of Ernst & Young  
Auditor's Registration No. 326

Date: 26 August 2024  
Doha

# Al Waseela Fund

## INTERIM STATEMENT OF FINANCIAL POSITION

At 30 June 2024

	<i>Notes</i>	<i>30 June 2024 (Reviewed) QR</i>	<i>31 December 2023 (Audited) QR</i>
<b>ASSETS</b>			
Bank balances	3	850,439	1,378,731
Investment securities at fair value through profit or loss (FVTPL)	4	29,779,675	34,970,131
Other receivables		<u>50</u>	<u>-</u>
<b>Total assets</b>		<u><b>30,630,164</b></u>	<u><b>36,348,862</b></u>
<b>LIABILITIES</b>			
Subscription pending allotment		1,000	4,000
Other payables and accrued expenses	5	<u>111,957</u>	<u>122,591</u>
<b>Total liabilities</b>		<u><b>112,957</b></u>	<u><b>126,591</b></u>
<b>NET ASSETS ATTRIBUTABLE TO THE UNIT HOLDERS</b>		<u><b>30,517,207</b></u>	<u><b>36,222,271</b></u>
		<i>Units</i>	<i>Units</i>
<b>NUMBER OF UNITS IN ISSUE</b>		<u><b>1,474,395</b></u>	<u><b>1,739,814</b></u>
<b>NET ASSET VALUE PER UNIT (QR)</b>		<u><b>20.6981</b></u>	<u><b>20.8196</b></u>

Shahnawaz Rashid  
Executive General Manager and  
Head of Retail Banking  
The Commercial Bank (P.S.Q.C.)

Mohamed Farhan  
Acting Chief Financial Officer  
Finance  
The Commercial Bank (P.S.Q.C.)

The attached notes 1 to 8 form an integral part of these interim condensed financial statements.

## Al Waseela Fund

### INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the period from 1 January 2024 to 30 June 2024

	<i>For the period</i>		<i>For the period</i>	
	<i>1 April 2024 to 30 June 2024 (Reviewed) QR</i>	<i>31 March 2023 to 26 June 2023 (Reviewed) QR</i>	<i>1 January 2024 to 30 June 2024 (Reviewed) QR</i>	<i>1 January 2023 to 26 June 2023 (Reviewed) QR</i>
<b>INCOME</b>				
Dividend income	268,913	235,063	1,644,581	1,604,354
Gain / (Loss) on investment securities at FVTPL	4 647,389	(478,328)	(1,739,654)	(1,956,148)
Other income	92	49	121	115
<b>Total income</b>	<b>916,394</b>	<b>(243,216)</b>	<b>(94,952)</b>	<b>(351,679)</b>
<b>EXPENSES</b>				
Management fees	(119,124)	(133,264)	(249,176)	(269,732)
Custodian fees	(11,913)	(13,326)	(24,918)	(26,973)
Administration fees	(21,840)	(21,840)	(43,680)	(43,680)
Brokerage commissions	(10,520)	(4,838)	(12,396)	(32,443)
Other operating expenses	6 (109,030)	(78,303)	(173,551)	(197,031)
<b>Total expenses</b>	<b>(272,427)</b>	<b>(251,571)</b>	<b>(503,721)</b>	<b>(569,859)</b>
<b>PROFIT/(LOSS) FOR THE PERIOD</b>	<b>643,967</b>	<b>(494,787)</b>	<b>(598,673)</b>	<b>(921,538)</b>
Other comprehensive income for the period	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD</b>	<b>643,967</b>	<b>(494,787)</b>	<b>(598,673)</b>	<b>(921,538)</b>

The attached notes 1 to 8 form an integral part of these interim condensed financial statements.

## Al Waseela Fund

### INTERIM STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO THE UNIT HOLDERS

For the period from 1 January 2024 to 30 June 2024

	<i>Number of units</i>	<i>Net assets attributable to the units holders QR</i>
Balance as at 1 January 2023	1,820,797	39,056,215
Total comprehensive loss for the period	-	(921,538)
<i>Contributions and redemptions by unit holders:</i>		
Issue of redeemable units during the period	823	18,000
Redemption of redeemable units during the period	<u>(84,596)</u>	<u>(1,796,635)</u>
Balance as at 26 June 2023 (Reviewed)	<u>1,737,024</u>	<u>36,356,042</u>
Balance as at 1 January 2024	1,739,814	36,222,271
Total comprehensive loss for the period	-	(598,673)
<i>Contributions and redemptions by unit holders:</i>		
Issue of redeemable units during the period	860	17,461
Redemption of redeemable units during the period	<u>(266,279)</u>	<u>(5,123,852)</u>
<b>Balance as at 30 June 2024 (Reviewed)</b>	<u>1,474,395</u>	<u>30,517,207</u>

The attached notes 1 to 8 form an integral part of these interim condensed financial statements.

## Al Waseela Fund

### INTERIM STATEMENT OF CASH FLOWS

For the period from 1 January 2024 to 30 June 2024

	<i>For the period</i>	
	<i>1 January 2024 to 30 June 2024</i>	<i>1 January 2023 to 26 June 2023</i>
<i>Note</i>	<i>(Reviewed) QR</i>	<i>(Reviewed) QR</i>
<b>OPERATING ACTIVITIES</b>		
Loss for the period	(598,673)	(921,538)
<i>Adjustments for:</i>		
Loss from investment securities measured at FVTPL	<u>1,739,654</u>	<u>1,956,148</u>
Operating profit before changes in operating assets and liabilities	<b>1,140,981</b>	<b>1,034,610</b>
<i>Changes in:</i>		
Investment securities at FVTPL	3,450,802	990,950
Income tax payable	-	(133,619)
Other receivables	(50)	(102)
Subscriptions pending allotment	(3,000)	-
Other payables and accrued expenses	<u>(10,634)</u>	<u>14,994</u>
<b>Net cash flows generated from operating activities</b>	<u><b>4,578,099</b></u>	<u><b>1,906,833</b></u>
<b>FINANCING ACTIVITIES</b>		
Proceeds from issuance of redeemable units	17,461	18,000
Payment for redemption of redeemable units	<u>(5,123,852)</u>	<u>(1,796,635)</u>
<b>Net cash flows used in financing activities</b>	<u><b>(5,106,391)</b></u>	<u><b>(1,778,635)</b></u>
<b>NET (DECREASE) / INCREASE IN CASH &amp; CASH EQUIVALENTS</b>	<b>(528,292)</b>	<b>128,198</b>
Cash & cash equivalents at 1 January	<u>1,378,731</u>	<u>2,020,387</u>
<b>Cash &amp; cash equivalents at reporting date</b>	<u><b>850,439</b></u>	<u><b>2,148,585</b></u>

The attached notes 1 to 8 form an integral part of these interim condensed financial statements.



# Al Waseela Fund

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2024

### 1 LEGAL STATUS AND PRINCIPAL ACTIVITIES

Al Waseela Fund (the "Fund") was established on 14 November 2006, as an open ended fund and is registered in the Investment Funds Register at the Ministry of Economy and Commerce under registration certificate no. 34168 and is licensed by the Qatar Central Bank under license no. I.F/7/2006 in accordance with Law No. (25) of 2002 concerning Investment Funds, and its Implementation Regulations, promulgated by virtue of Ministerial Resolution No. (69) of 2004 of the Minister of Business and Trade.

The Fund was founded by The Commercial Bank (P.S.Q.C.) (the "Founder") with a commercial registration No. 150; QCB License No. BC/10/1975, licensed, supervised and regulated by Qatar Central Bank established under the laws of the State of Qatar and having its principal office at P.O. Box 3232 Doha, State of Qatar.

The Fund is managed by National Bank of Oman ("Fund Manager") and the custodian of the Fund is HSBC Bank Middle East Limited ("Fund Custodian"), Qatar Branch with an office at P.O. Box 57 Doha, State of Qatar.

The interim condensed financial statements for the period ended 30 June 2024 are not comparable with the comparative information since these were prepared and presented from 1 January 2023 to 26 June 2023.

The interim condensed financial statements as at 30 June 2024 and for the period from 1 January 2024 to 30 June 2024 were authorised for issue by the Founder on ... August 2024.

#### **Objective of the Fund and Nature of its Activity**

The Fund invests primarily in shares and other securities issued by companies established or operating in Qatar. The benchmark for performance is the QE Index Qatar Stock Exchange.

However, the Fund Manager has the flexibility to invest up to 40% of the portfolio in shares and other securities issued by companies operating or established in other GCC countries. The exposure to GCC markets will only be increased when the Fund Manager believes opportunities in those markets are greater than available opportunities in Qatar on a short to medium term basis. It is not expected that the weighting in other GCC markets will be significant on a long term basis as the Fund's objective is to participate in the growth of Qatar's economy and capital markets.

### 2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

#### **Basis of preparation**

The interim condensed financial statements of the Fund as at 30 June 2024 and for the period from 1 January 2024 to 30 June 2024 have been prepared in accordance with IAS 34 "Interim Financial Reporting". The interim condensed financial statements have been presented in Qatari Riyals ("QR"), which is the functional and presentation currency of the Fund.

The interim condensed financial statements do not contain all statements and disclosures required in the annual financial statements prepared in accordance with International Financial Reporting Standards. These interim condensed financial statements should be read in conjunction with the annual financial statements as at and for the year ended 31 December 2023. In addition, results for the period from 1 January 2024 to 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

#### **Basis of measurement**

These interim condensed financial statements are prepared on a historical cost basis, except for investment securities classified as fair value through profit or loss which are carried at fair value.

As a result the following measurement principles have been applied in the preparation of these interim condensed financial statements:

- Assets are measured at the amounts expected to be collected upon sale. The sale price normally approximates fair value, which assumes an orderly transaction; however, this may not always be the case.
- Liabilities continue to be recognised at the amount required by the relevant IFRS and are not re-measured to reflect any anticipation that the entity will be legally released from the obligation.

# Al Waseela Fund

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2024

### 2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Use of judgements and estimates

The preparation of the interim condensed financial statements require the Founder to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by the Founder in applying the Fund's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2023.

The financial risk management objectives and policies of the Fund are consistent with those disclosed in the audited financial statements for the year ended 31 December 2023.

#### Standards, amendments and interpretations issued

Except as described below, the accounting policies applied in these interim condensed financial statements are the same as those applied in the audited financial statements as at and for the year ended 31 December 2023. The adoption of the below did not result in changes to previously reported profit or net assets attributable to the unit holders of the Fund.

<i>Description</i>	<i>Effective from</i>
Amendments to IFRS 16: Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to IAS 1: Classification of Liabilities as Current or Non-current	1 January 2024
Supplier Finance Arrangements - Amendments to IAS 7 and IFRS 7	1 January 2024

### 3 BANK BALANCES

	<i>30 June 2024 (Reviewed) QR</i>	<i>31 December 2023 (Audited) QR</i>
Current accounts	<u>850,439</u>	<u>1,378,731</u>

### 4 INVESTMENT SECURITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	<i>30 June 2024 (Reviewed) QR</i>	<i>31 December 2023 (Audited) QR</i>
Listed equity securities - State of Qatar	27,084,705	31,984,491
Listed equity securities - Other GCC Countries	<u>2,694,970</u>	<u>2,985,640</u>
Investment securities at FVTPL	<u>29,779,675</u>	<u>34,970,131</u>

The carrying amount of investment securities at fair value through profit or loss includes unrealised fair value gain of QR 486,184 as at 30 June 2024 (31 December 2023: fair value gain of QR 2,276,495).

Total gain realised upon disposal of investments for the period amounted to QR 50,658 (26 June 2023: QR 507,082).



## Al Waseela Fund

### NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2024

#### 5 OTHER PAYABLES AND ACCRUED EXPENSES

	<i>30 June 2024 (Reviewed) QR</i>	<i>31 December 2023 (Audited) QR</i>
Management fee	38,836	46,220
Administration fees	7,280	7,280
Custodian fees	3,884	4,622
Other accruals	61,957	64,469
	<u>111,957</u>	<u>122,591</u>

#### 6 OTHER OPERATING EXPENSES

	<i>For the period</i>		<i>For the period</i>	
	<i>1 April 2024 to 30 June 2024 (Reviewed) QR</i>	<i>31 March 2023 to 26 June 2023 (Reviewed) QR</i>	<i>1 January 2024 to 30 June 2024 (Reviewed) QR</i>	<i>1 January 2023 to 26 June 2023 (Reviewed) QR</i>
Custody transaction fees	8,190	8,190	16,380	18,200
Investment plan service fee	2,184	2,184	4,368	4,368
Investor transaction fees	3,504	1,314	3,723	5,256
Miscellaneous expenses	95,152	66,615	149,080	169,207
	<u>109,030</u>	<u>78,303</u>	<u>173,551</u>	<u>197,031</u>

#### 7 RELATED PARTIES TRANSACTIONS

Related parties represent associated entities, Founder, the Fund Manager, directors and key management personnel of the Fund, and entities controlled, jointly controlled or significantly influenced by such parties. The terms of all transactions between these parties are approved by the Fund's Board of Directors.

##### Management fees

The Fund Manager receives a management fee based on the net asset value estimated based on traded values, payable quarterly in arrears using the annual rate of 1.5% which is shared equally with the Founder.

##### Custodian fees

The Fund Custodian charges a custodian fee based on cumulative net asset value of Al Waseela Funds in accordance with the rates included in the revised agreement between the Founders and the Fund Custodian.

The Fund Custodian, in addition to the custodian fees, is entitled to custody transaction fee of QR 219 per investment sale or purchase and investor transaction fees of QR 146 for each subscription and redemption into and from the Fund.

##### Administration fees

The Fund has engaged the services of the Fund Custodian to provide administrative services for a fee. The fees are charged on cumulative net asset value of Al Waseela Funds in accordance with the rates included in the revised agreement between the Founders and the Custodians.

# Al Waseela Fund

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

As at 30 June 2024

### 7 RELATED PARTIES TRANSACTIONS (CONTINUED)

#### Performance fees

The Fund Manager is entitled to a performance fees calculated at 20% of any incremental increases of net asset value over a 10% hurdle rate. This performance fee is shared equally with the Founder.

#### Investment plan service fees

The Fund pays the Fund Custodian an investment plan services fees of QR 728 per month.

#### Redemption fees

Redemption fees equal to 1% of the net asset value of the units being redeemed will be payable to the Fund by the relevant unit holders on the redemption proceeds of units redeemed. The redemption fee is shared equally between the Fund and the Founder. This amount will be charged at the time of redemption of units by the unit holders.

	<i>As at 30 June 2024</i>			<i>As at 31 December 2023</i>		
	<i>Founder QR</i>	<i>Fund Manager QR</i>	<i>Custodian QR</i>	<i>Founder QR</i>	<i>Fund Manager QR</i>	<i>Custodian QR</i>
<b>Related party balances</b>						
Accrued management fees	19,418	19,418	-	23,110	23,110	-
Accrued custodian fees	-	-	3,884	-	-	4,622
Accrued administration fees	-	-	7,280	-	-	7,280
Accrued investment plan service fees	-	-	728	-	-	728
	<u>19,418</u>	<u>19,418</u>	<u>11,892</u>	<u>23,110</u>	<u>23,110</u>	<u>12,630</u>
	<i>For the period from 1 January 2024 to 30 June 2024</i>			<i>For the period from 1 January 2023 to 26 June 2023</i>		
	<i>Founder QR</i>	<i>Fund Manager QR</i>	<i>Custodian QR</i>	<i>Founder QR</i>	<i>Fund Manager QR</i>	<i>Custodian QR</i>
<b>Related party transactions</b>						
<i>Expenses:</i>						
Management fees	124,588	124,588	-	134,866	134,866	-
Custodian fees	-	-	24,918	-	-	26,973
Administration fees	-	-	43,680	-	-	43,680
Investment plan service fees	-	-	4,368	-	-	4,368
	<u>124,588</u>	<u>124,588</u>	<u>72,966</u>	<u>134,866</u>	<u>134,866</u>	<u>75,021</u>
	<i>For the period from 1 April 2024 to 30 June 2024</i>			<i>For the period from 31 March 2023 to 26 June 2023</i>		
	<i>Founder QR</i>	<i>Fund Manager QR</i>	<i>Custodian QR</i>	<i>Founder QR</i>	<i>Fund Manager QR</i>	<i>Custodian QR</i>
<b>Related party transactions</b>						
<i>Expenses:</i>						
Management fees	59,562	59,562	-	66,632	66,632	-
Custodian fees	-	-	11,913	-	-	13,326
Administration fees	-	-	21,840	-	-	21,840
Investment plan service fees	-	-	2,184	-	-	2,184
	<u>59,562</u>	<u>59,562</u>	<u>35,937</u>	<u>66,632</u>	<u>66,632</u>	<u>37,350</u>

**8 FAIR VALUE HIERARCHY**

The Fund uses the following hierarchy for determining and disclosing the fair value of financial investments by valuation technique:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Investment securities at fair value through profit or loss held for trading are valued as per the Level 1 valuation method except for the Fund's investment on the shares of NMC Health PLC which have been valued at zero, using the level 3 fair value techniques as at 30 June 2024 and 31 December 2023.