

QNB Commodity Fund
Condensed Interim Financial Statements
31 March 2025

QNB Commodity Fund

Condensed Interim Financial Statements As at and for the three-month period ended 31 March 2025

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Independent auditor's report on review of condensed interim financial statements

To the Unit Holders of QNB Commodity Fund

Introduction

We have reviewed the accompanying condensed interim financial statements of QNB Commodity Fund (the "Fund") for the period ended 31 March 2025, which comprise:

- the condensed statement of financial position as at 31 March 2025;
- the condensed statement of profit or loss and other comprehensive income for the three-month period ended 31 March 2025;
- the condensed statement of changes in net assets attributable to the unit holders for the three-month period ended 31 March 2025;
- the condensed statement of cash flows for the three-month period ended 31 March 2025; and
- notes to the condensed interim financial statements.

Fund Manager is responsible for the preparation and presentation of these condensed interim financial statements in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements for the period ended 31 March 2025 are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

30 April 2025
Doha
State of Qatar

Gopal Balasubramaniam
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Qatar Auditor's Registry Number 251
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QNB Commodity Fund

**Condensed statement of financial position
As at 31 March 2025**

In Qatari Riyals

	Note	31 March 2025 (Reviewed)	31 December 2024 (Audited)
Assets			
Financial assets at fair value through profit or loss	3	2,021,930	1,956,122
Cash and cash equivalents	4	5,947	3,414
Total assets		2,027,877	1,959,536
Liabilities			
Due to related parties	6	4,972	2,493
Total Liabilities		4,972	2,493
Net assets attributable to the unit holders		2,022,905	1,957,043

These condensed interim financial statements were authorized for issue and approved by the Fund Manager on 30 April 2025 and signed on their behalf by:



Abdulla Hashim Al-Sada
Senior Executive Vice President
Group Asset and Wealth Management



The attached notes 1 to 7 form an integral part of these financial statements.



QNB Commodity Fund

Condensed statement of profit or loss and other comprehensive income For the three-month period ended 31 March 2025

In Qatari Riyals

	Note	Three months to 31 March 2025 (Reviewed)	Three months to 31 March 2024 (Reviewed)
Income			
Interest income		16	18
Net gain from financial assets at fair value through profit or loss	5	<u>89,179</u>	<u>199,588</u>
		<u>89,195</u>	<u>199,606</u>
Expenses			
Management fees	6	(1,984)	(2,126)
Custodian fees	6	(496)	(532)
Brokerage fees		(9)	(16)
		<u>(2,489)</u>	<u>(2,674)</u>
Profit for the period		86,706	196,932
Other comprehensive income for the period		-	-
Total comprehensive profit for the period		<u>86,706</u>	<u>196,932</u>



The attached notes 1 to 7 form an integral part of these financial statements.

QNB Commodity Fund

Condensed statement of changes in net assets attributable to the unit holders For the three-month period ended 31 March 2025

In Qatari Riyals

	Number of units	Net assets attributable to the units holders
Net assets attributable to unit holders at 1 January 2024	213,247	2,020,498
Payments for units redeemed during the period	(4,000)	(39,710)
Total comprehensive loss for the period	-	196,932
Net assets attributable to unit holders at 31 March 2024	<u>209,247</u>	<u>2,177,720</u>
Net assets attributable to unit holders at 1 January 2025	191,237	1,957,043
Payments for units redeemed during the period	(2,000)	(20,844)
Total comprehensive profit for the period	-	86,706
Net assets attributable to the unit holders at 31 March 2025	<u>189,237</u>	<u>2,022,905</u>



The attached notes 1 to 7 form an integral part of these financial statements.

QNB Commodity Fund

Condensed statement of cash flows For the three-month period ended 31 March 2025

In Qatari Riyals

	Note	Three months to 31 March 2025 (Reviewed)	Three months to 31 March 2024 (Reviewed)
OPERATING ACTIVITIES			
Profit for the period		86,706	196,932
<i>Adjustments for:</i>			
Realised (gain) from sale of financial assets at fair value through profit or loss	5	(7,501)	(11,252)
Unrealised (gain) on revaluation of financial assets at fair value through profit or loss	5	(81,719)	(188,335)
Operating cash used before working capital changes		(2,514)	(2,655)
<i>Changes in:</i>			
Financial assets at fair value through profit or loss		23,412	39,656
Due to related parties		2,479	2,658
Net cash flows from operating activities		23,377	39,659
FINANCING ACTIVITY			
Payments towards units redeemed		(20,844)	(39,710)
Net cash (used in) financing activities		(20,844)	(39,710)
Net change in cash and cash equivalents		2,533	(51)
Cash and cash equivalents at 1 January		3,414	1,669
CASH AND CASH EQUIVALENTS AT 31 MARCH	4	5,947	1,618



The attached notes 1 to 7 form an integral part of these financial statements.

1. Corporate Information

QNB Commodity Fund (the "Fund") has been established as an open-ended fund under Qatar Central Bank's (QCB) license No. S.A/21/2014 and registered under the commercial registration number 65115 by Qatar National Bank S.A.Q ("QNB"), a Qatari Joint Stock Company established under the laws of the State of Qatar and having its principal office in Doha, State of Qatar, P.O box 1000. The Fund commenced its operations on 11 June 2014.

The term of the Fund shall be 10 years, starting with the date of registration of the Fund in the Investment Funds Register of the Ministry of Commerce and Industry, renewable by the Founder on approval of the Qatar Central Bank. The Founder is in the process of renewing the license of the Fund for another 10-year period before the expiry of the initial term.

The initial share capital of the fund is QAR 30 million divided into 3,000,000 units. Each unit shall have a nominal value of QAR 10, and the units shall be fully paid upon issuance. The Founder has the right to increase or reduce the Fund Capital in accordance to limits specified in the Articles of Association.

QNB Suisse SA, ("QNB"), a Company established under the laws of Switzerland (Company registration number CH-170.3.031.263-3) and having its registered office at Quai du Mont-Blanc 1,1201 Geneve, Switzerland, is the Fund Manager (herein referred to as the "Fund Manager").

Qatar National Bank, a Qatari Joint Stock Company established under the laws of Qatar and having its principal office in Doha, Qatar, P.O. Box 1000 (herein referred to as the "Investment Custodian"), is appointed as Investment Custodian of the Fund.

The Fund's investment objective is to seek total return by investing in a combination of commodity-linked derivative instruments, single stock in commodities related companies, fixed income securities, mutual funds and exchange traded funds that are exposed to commodity, energy and natural resources index, strategies, bonds and single stocks.

2. Basis of preparation and significant accounting policies**2.1 Basis of preparation**

The accompanying condensed interim financial statements are prepared in accordance with IAS 34 - "Interim Financial Reporting" These condensed interim financial statements should be read in conjunction with the 2024 annual financial statements of the Fund.

The condensed interim financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for the three-month period ended 31 March 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

The preparation of the condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management 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 2024.

The Fund has consistently applied the accounting policies as applied in the annual financial statements for the year ended 31 December 2024.

The condensed interim financial statements have been prepared on a historical cost basis, except for financial assets at fair value through profit or loss, which have been measured at fair value.

The condensed interim financial statements have been presented in Qatari Riyals ("QR"), which is the functional and presentational currency of the Fund.

2. Basis of preparation and significant accounting policies (continued)

2.2 Accounting policies and disclosures

IFRS Standards issued and effective

The following amendments to existing IFRS standards have been applied by the Fund in preparation of these condensed interim financial statements. The adoption of the below did not result in changes to current or previously reported net profit or net assets of the Fund.

IFRS Standards / Amendment to IFRS Standards	Effective date
Lack of exchangeability- Amendments to IAS 21	1 January 2025

IFRS Standard issued but not yet effective

The management is currently evaluating the impact of these standards. The Fund did not early adopt any standards, interpretations or amendments that have been issued but are not yet effective.

IFRS Standards / Amendment to IFRS Standards	Effective date
Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7	1 January 2026
Annual Improvements to IFRS Accounting Standards – Volume 11	1 January 2026
IFRS 18, Presentation and Disclosure in Financial Statements	1 January 2027
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)	Deferred indefinitely

3. Financial assets at fair value through profit or loss

Cost and fair market value of the financial assets at fair value through profit or loss as follows:

	Three months period ended 31 March 2025 (Reviewed)	31 December 2024 (Audited)
Cost of investment securities	1,337,909	1,353,820
Unrealized gain on revaluation of financial assets at fair value through profit since inception	684,021	602,302
At 31 December	<u>2,021,930</u>	<u>1,956,122</u>

The movement of the investment securities are as follows:

	Three months period ended 31 March 2025 (Reviewed)	31 December 2024 (Audited)
At 1 January	1,956,122	2,021,470
Disposals during the period	(15,911)	(164,487)
Fair value changes during the period (Note 5)	81,719	99,139
Balance as at 31	<u>2,021,930</u>	<u>1,956,122</u>

The investment securities have been revalued on the basis of the trade price of the investments at the reporting date.

QNB Commodity Fund

Notes to the Condensed Interim Financial Statements As of and for the three-month period ended 31 March 2025

In Qatari Riyals

4. Bank balances

	Three months period ended 31 March 2025 (Reviewed)	31 December 2024 (Audited)
Bank balances	<u>5,947</u>	<u>3,414</u>

5. Net gain from financial assets at fair value through profit or loss

	Three-month ended 31 March 2025 (Reviewed)	Three-month ended 31 March 2024 (Reviewed)
Gain from sale of financial assets at fair value through profit or loss	7,501	11,252
Foreign exchange loss	(41)	(15)
Unrealised gain on revaluation of financial assets at fair value through profit or loss	<u>81,719</u>	<u>188,351</u>
	<u>89,179</u>	<u>199,588</u>

6. Related party transactions

Related parties represent the Founder, the Fund Manager, directors and key management personnel of the Fund, and entities controlled, jointly controlled or significantly influenced by such parties. Transaction policies and terms are approved by the management.

Related party transactions

Transactions with related parties included in the statement of profit or loss and other comprehensive income are as follows:

	Three-month ended 31 March 2025 (Reviewed)	Three-month ended 31 March 2024 (Reviewed)
<i>QNB Banque Privee (Suisse)</i> Management fees	<u>1,984</u>	<u>2,126</u>
	<u>1,984</u>	<u>2,126</u>
<i>Qatar National Bank, Qatar Branch</i> Custodian fees	<u>496</u>	<u>532</u>
	<u>496</u>	<u>532</u>

Management fees

The Management fee is calculated and payable to the Fund Manager on a monthly basis at an annual rate of 0.4% of the net asset value of the Fund calculated on a daily basis.

Custodian fees

The Custodian fee is calculated and payable to the custodian on a monthly basis at an annual rate of 0.10% of the net asset value of the Fund.

6. Related party transactions (continued)**Related party balances**

Due to related parties at the end of the reporting period arise in the normal course of business.

	Three-month ended 31 March 2025 (Reviewed)	31 December 2024 (Audited)
<i>Due to related parties:</i>		
QNB Banque Privee (Suisse)	3,978	1,994
Qatar National Bank, Qatar Branch	994	499
	<u>4,972</u>	<u>2,493</u>

7. Fair values of financial instruments

Set out below is a comparison by category of carrying amounts and fair values of all of the Fund's financial instruments, that are carried in the interim statement of financial position.

	Carrying Amount (Reviewed)	Fair Value (Reviewed)
<i>Three-month period ended 31 March 2025</i>		
Assets		
Financial assets measured at fair value through profit or loss	2,021,930	2,021,930
Cash and cash equivalents	5,947	5,947
	<u>2,027,877</u>	<u>2,027,877</u>
Liabilities		
Due to related parties	4,972	4,972
	<u>4,972</u>	<u>4,972</u>
<i>31 December 2024</i>		
Assets		
Financial assets measured at fair value through profit or loss	1,956,122	1,956,122
Cash and cash equivalents	3,414	3,414
	<u>1,959,536</u>	<u>1,959,536</u>
Liabilities		
Due to related parties	2,493	2,493
	<u>2,493</u>	<u>2,493</u>

Fair value hierarchy

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

- Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities;
- Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly;
- Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

QNB Commodity Fund

Notes to the Condensed Interim Financial Statements As of and for the three-month period ended 31 March 2025

In Qatari Riyals

7. Fair values of financial instruments (continued)

	31 March 2025	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss				
- Commodity securities	2,021,930	2,021,930	-	-
	31 December 2024	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss				
- Commodity securities	1,956,122	1,956,122	-	-

During the three-month period ended 31 March 2025, there were no transfers between Level 1 and Level 2 fair value measurements and no transfers into and out of Level 3 fair value measurements (31 December 2024: Nil).