

### Analysis of Accumulated Losses

<b>Date:</b>	13 <sup>th</sup> May 2022
<b>Listed Company Name:</b>	National Takaful Company PJSC (Watania)
<b>Reporting Period:</b>	Q1 FY2022
<b>Accumulated losses:</b>	Accumulated losses have come down to AED 50.6 million as on 31st March'22 from AED 71.2mn as on Dec'15
<b>Accumulated losses to capital ratio:</b>	33.8%
<b>The main reasons leading to these accumulated losses and their history:</b>	<p>The Company incurred large losses between 2012-2015 on account of incorporation and startup costs and some unfortunate business loss due to high claims.</p> <p>Since 2016, the company has turned around its business and has been growing its profits every year which has resulted in reduction in accumulated losses.</p>
<b>Measures to be taken address accumulated losses:</b>	<p>The Company has undertaken several measures which has helped it post profits every year since FY 2016.</p> <p>Prudent and selective underwriting, product segmentation, superior customer services and cost control were the prime factors for this strong financial performance. The Company intends to build on to the success achieved since 2016 by keeping its focus on profitable underwriting, good customer service, cost control and stable investment income.</p>

<b>Authorized Signatory</b>	<b>Suliman Manla Osman</b>
<b>Designation</b>	<b>Acting Chief Executive Officer</b>
<b>Signature and Date</b>	13/05/2022
<b>Company's Seal</b>	