

## Detailed analysis of accumulated losses

(If the accumulated losses 50% and above of the company's capital)

This form has been prepared in accordance with the disclosure requirements included in the SCA Board of Directors' Decision No. (32/R.M.) of 2019 concerning procedures for companies whose shares are listed on the market, and whose accumulated losses amount to (20%) or more of their paid-up capital. Listed Companies are required to comply with the provisions of the decision as soon as their accumulated losses reach (50%) or more of their paid-up capital.

|                                                                                                                                                                                         |                                                                                                                                                                                                                                                                                                                                                                               |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Date:                                                                                                                                                                                   | 14/08/2026                                                                                                                                                                                                                                                                                                                                                                    |
| Name of the Listed Company:                                                                                                                                                             | Al Sagr National Insurance Company                                                                                                                                                                                                                                                                                                                                            |
| Define the period of the financial statements:                                                                                                                                          | 30-06-2026                                                                                                                                                                                                                                                                                                                                                                    |
| Value of the Accumulated losses:                                                                                                                                                        | 367,946,098/-                                                                                                                                                                                                                                                                                                                                                                 |
| Accumulated losses to paid-up capital ratio (%):                                                                                                                                        | 160%                                                                                                                                                                                                                                                                                                                                                                          |
| The main reasons for accumulated losses and the period in which these losses began. (Determine the period in which these losses began to appear in the company's financial statements): | <p>The main reasons of accumulated losses:</p> <ul style="list-style-type: none"> <li>- Decreased in market value of the investments.</li> <li>- Additional reserves have been made.</li> <li>- Increase in business costs.</li> <li>- Technical loss in Motor department.</li> </ul> <p>2- Losses began to appear in the result of the period ended on December 31, 2019</p> |
| Summary of the steps and initiatives undertaken by the company to address the accumulated losses:                                                                                       | To address the accumulated losses, the company adopted a series of administrative and technical measures, including revising its pricing strategy, enhancing underwriting practices and tightening cost controls.                                                                                                                                                             |



**The date on which the company's general assembly approved the plan for dealing with accumulated losses:**

**We are working on a comprehensive recovery plan which will be submitted to CBUAE very shortly.**

**The Measures that will be taken to deal with the accumulated losses and the approved plan**

| Actions  | The time frame for implementing the action according to the approved plan | The implemented action and the percentage of implementation | Reasons for not implementing the action or delaying | Any modifications or changes made to the action |
|----------|---------------------------------------------------------------------------|-------------------------------------------------------------|-----------------------------------------------------|-------------------------------------------------|
| Action 1 |                                                                           |                                                             |                                                     |                                                 |
| Action 2 |                                                                           |                                                             |                                                     |                                                 |
| Action 3 |                                                                           |                                                             |                                                     |                                                 |
| Action 4 |                                                                           |                                                             |                                                     |                                                 |
| Action 5 |                                                                           |                                                             |                                                     |                                                 |

|                                             |                                                                                                        |
|---------------------------------------------|--------------------------------------------------------------------------------------------------------|
| <b>The Name of the Authorized Signatory</b> | <b>Nader Ibrahim</b>                                                                                   |
| <b>Designation</b>                          | <b>Acting CEO</b>                                                                                      |
| <b>Signature and Date</b>                   | <b>14-08-2026</b>  |
| <b>Company's Seal</b>                       |                    |