

## Detailed Analysis of accumulated losses

Date:	19/11/2019
Listed company name:	Methaq Takaful Insurance Company P.S.C.
Define the period of the financial statement	Q3 2019
Accumulated losses:	AED 53,041,626
Accumulated losses to capital ratio:	35.3%
The main reason leading to these accumulated losses and their history:	These accumulated losses have been continued since 2011, mainly due to operational loss resulting from insurance business of approximately AED 26 million and fair value loss on investments of AED 27 million as a result of volatility in the financial market
Measures to be taken to address accumulated losses	The Company has adjusted the business plan for 2019 onwards, which have been approved by the board on 14 March 2019. Accordingly, these condensed financial statements have been prepared under the going concern basis as the Directors consider these losses to be temporary and expect the Company to generate profits from future takaful operations.

  
Authorized Signatory

