NAEEM
NAEEM HOLDING
FOR INVESTMENT
Asset Managment I Investment Banking
Brokerage I Gold Trading I Private Equity

Detailed analysis of accumulated losses

Date:	9-05-2021
Listed Company Name:	NAEEM Holding
Define the period of the financial statements	Q1-2021
Accumulated losses:	USD 56,745,957
Accumulated losses to capital ratio:	21.46%
The main reasons leading to these accumulated losses and their history:	NAEEM Holding reported operating revenues of USD 0.74Mn, during Q1-21. Revenues from the company's core activities increased, as revenues from the trading activity in Securities' Brokerage and the Financial Investments increased by 45% and 688% Y-o-Y respectively, while sales from the real estate sector dropped due to delay the delivery of units related to the projects owned by the company's real estate arm, those sales will be recognized upon delivery during the current year. The company reported net loss of $ 1.5 million during Q1-21. The accumulated losses reached 21.46%, and this is due to the negative impact of the recent Corona pandemic, which has caused poor liquidity in the money markets and decreased commissions in the brokerage and asset management sectors. It also affected the revenues generated from coupon distribution. As for historical losses, they are due to: - Change in accounting standards, namely leasing - Floating the EGP and FX volatility, affecting loans and investments in foreign currency - General fluctuations in financial investment field and the financial sector
Measures to be taken to address accumulated losses:	- Restructuring some subsidiaries and investments - Rescheduling debts and decreasing interest expenses - Accessing new sectors for investments - Investing outside of Egypt

Vice Chairman and Chief Executive officer

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