

## Detailed analysis of accumulated losses

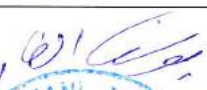
(If the accumulated losses between 20% to less than 50% of the company's capital)

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 (20%) or more of their paid-up capital.

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| <b>Date:</b>                                                                                                                                                                                   | <b>14<sup>th</sup> August 2023</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| <b>Name of the Listed Company:</b>                                                                                                                                                             | <b>NAEEM Holding For Investments</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>Define the period of the financial statements:</b>                                                                                                                                          | <b>Q2-2023</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| <b>Value of the Accumulated losses:</b>                                                                                                                                                        | <b>63,558,037</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| <b>Accumulated losses to paid-up capital ratio (%):</b>                                                                                                                                        | <b>25.9%</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| <b>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):</b> | <p>Historically, the losses are due to several reasons, including:</p> <ul style="list-style-type: none"> <li>• Changing some accounting standards, especially the treatment of financial leasing (2019)</li> <li>• High volatility in the EGP exchange rates, which had a significant impact investments and loans in foreign currencies (Started November 2016 till date.)</li> <li>• Disruptions in the financial sector, capital market and financial investments in general (Coronavirus pandemic, the war on Ukraine, etc.)</li> <li>• High interest rates environment, driven by the Egyptian Central bank policies amid the fluctuating exchange rate ( Started November 2016 till date.)</li> </ul> |
| <b>Summary of the steps and initiatives undertaken by the company to address the accumulated losses:</b>                                                                                       | <ul style="list-style-type: none"> <li>• Loan restructuring: Negotiations to remove the interests' floor on loans. (Q2-2021)</li> <li>• Currently working on the best assets allocation/uses for some of the assets.</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |

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

| <b>Actions</b>  | <b>The time frame for implementing the action</b> | <b>What has been implemented of the action and the percentage of implementation</b> | <b>Reasons for not implementing or delaying</b> | <b>Any modifications or changes made</b> |
|-----------------|---------------------------------------------------|-------------------------------------------------------------------------------------|-------------------------------------------------|------------------------------------------|
| <b>Action 1</b> | Action Implemented                                | Loan restructuring: Negotiations to remove the interests' floor on loans. (Q2-2021) |                                                 |                                          |
| <b>Action 2</b> | Work in Progress                                  | Currently working on the best assets' allocation/uses for some of the assets.       |                                                 |                                          |
| <b>Action 3</b> |                                                   |                                                                                     |                                                 |                                          |
| <b>Action 4</b> |                                                   |                                                                                     |                                                 |                                          |
| <b>Action 5</b> |                                                   |                                                                                     |                                                 |                                          |

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| <b>The Name of the Authorized Signatory</b> | <b>Youssef El Far</b>                                                                                            |
| <b>Designation</b>                          | <b>Vice Chairman &amp; Chief Executive Officer</b>                                                               |
| <b>Signature and Date</b>                   | 14 <sup>th</sup> August 2023  |
| <b>Company's Seal</b>                       |                               |