مقيدة تحت الرقم (١٧) بموجب القانون الاتحادي رقم (٦) لسنة ٢٠٠٧.
Registration No. (17) under Federal Law No. (6) of 2007.

Detailed analysis of accumulated losses

Date:	14th June 2023
Name of the Listed Company:	Islamic Arab Insurance company – SALAMA (P.S.C)
Define the period of the financial statements:	Q1 2023
Value of the Accumulated losses:	Nil
Accumulated losses to paid-up capital ratio (%):	Nil
The main reasons for accumulated losses and the period in which these losses began:	The company experienced cumulative losses over multiple preceding years, primarily stemming from underperforming UAE motor business in 2015-2016 and losses through a then subsidiary Best RE 2012 relating to floods in Thailand. From 2017 onward, the company successfully reversed its operating performance, consistently reporting net profits. SALAMA reported a net profit (shareholders) of AED 27.5 million in 2017, AED 2.0 million in 2018, AED 55 million in 2019, AED 149 million in 2020, AED 40.05 million in 2021, and AED 28.148 million in 2022.
Summary of the steps and initiatives undertaken by the company to address the accumulated losses:	In the General Assembly Meeting held on 16 January 2023 the shareholders approved the Board of Directors' recommendation to reduce the capital by using the statutory reserve of AED 101,261,805 and cancellation of 270,411,002 shares to write off the accumulated losses as mentioned in note 12 in Q1 financial statement of 2023. On 27 March 2023 the company announced the completion of capital reduction requirements and procedures and activated the reduction on Dubai Financial Market.

The Name of the Authorized Signatory	Khaled Barakat
Designation	General Counsel
Signature and Date	14th June 2023
Company's Seal	SALAMA الشركة الإسلامية العربية للتأمين (ش.م.ع) ISLAMIC ARAB INSURANCE CO.(P.S.C.) DUBAI - U.A.E (1)

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