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.

Date:	14/11/2023
Name of the Listed Company:	Al Sagr National Insurance Co.
Define the period of the financial statements:	Q3 2023
Value of the Accumulated losses:	97,265,152 Dhs.
Accumulated losses to paid-up capital ratio (%):	42.28%
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):	1- The main reasons of accumulated losses: - Decreased in market value of the investments. - Additional reserves has been taken. - increase in business costs. 2- Losses began to appear in the result of the period ended on December 31, 2019
Summary of the steps and initiatives undertaken by the company to address the accumulated losses:	- The company carried out a combination of administrative and technical measures, including adjusting the pricing policy, underwriting in good risks, and controlling expenses. The procedures succeeded in returning the underwriting results and net results to profitability. - The company follows a conservative investment policy and accepts investment in low risks only. - Investment outside the country is dealt with through active participation in the management of the sister company, which has shown improvement in its results. - Issuing convertible bonds(Subject to regulatory approval)

The Measures that will be taken to deal with the accumulated losses				
Actions	The time frame for implementing the action	What has been implemented of the action and the percentage of implementation	Reasons for not implementing or delaying	Any modifications or changes made
Financial and administrative Controls	One year	Achieved net profits: 100%	-	-
Controls on Investments	One yar	Achieved investment profit inside UAE : 100%	-	-
Supervision and follow up	One year	Reduced the losses in the sister company: 100%	-	-
Convertible Bonds	One year	Not implemented yet	Waiting the regulators approvals	-
Sustainable Profit	Ongoing process	2.7%	-	-

The Name of the Authorized Signatory	Abdel Muhsen Jaber
Designation	Director & CEO
Signature and Date	14/11/2023
Company's Seal	

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