

SHUAA Capital receives Board approval on Rights Issue to reposition itself for growth

United Arab Emirates, 09 October 2023: SHUAA Capital psc (DFM: SHUAA), the leading asset management and investment banking platform in the region, announced today its intention to increase its issued share capital through a Rights Issue following initial approval from the Board.

The Rights Issue will be immediately preceded by a capital reduction and exchange offer to noteholders of its bond maturing in October 2023, subject to approvals from shareholders and relevant regulatory authorities.

The Company intends to use the capital optimisation to reposition itself for growth with the following key objectives:

- Improvement and sustainability of profitability metrics befitting a leading financial services player
- Significantly de-risk business through debt reduction and restore balance sheet health with appropriate and sustainable debt ratios
- Position the company for future dividend distributions to shareholders unencumbered by elevated finance costs and debt service requirements
- Enable participation from existing shareholders and new investors in SHUAA's growth story while also increasing the free float of SHUAA's shareholding to increase liquidity

SHUAA aims to complete the capital optimisation by the end of this year, conditional on obtaining the necessary regulatory and shareholder approvals. Full details will be made available as part of a Shareholders' General Assembly to be called in due course.

Fawad Tariq Khan, Group CEO of SHUAA Capital said, "We have received positive feedback so far from our existing valued stakeholders and are pleased to provide the opportunity for all eligible shareholders to participate in our continued growth. SHUAA remains fully dedicated to managing this process diligently, and we aim to work closely with various stakeholders to ensure the success of the capital increase. The Rights Issue is one step in a series of actions, which SHUAA will be implementing going forward within a new strategy to reposition SHUAA for growth."

Houlihan Lokey is advising SHUAA regarding structuring, sizing, and pricing of the recapitalisation, and Baker Botts has been appointed as Legal Adviser.

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About SHUAA Capital psc

SHUAA Capital psc (DFM: SHUAA) is a leading asset management and investment banking platform. SHUAA Capital psc is recognized for its strong track record and pioneering approach to investing through a differentiated, innovative, and global product offering focused on public and private markets, debt, and real estate.

The asset management segment, one of the region's largest, manages real estate funds and projects, investment portfolios and funds in the regional equities, fixed income, and credit markets; it also provides investment solutions to clients, with a focus on alternative investment strategies. The investment banking segment provides corporate finance advisory, transaction services, private placement, public offerings of equity and debt securities, while also creating market liquidity on OTC fixed-income products. The firm is regulated as a financial investment company by the Securities and Commodities Authority.

To learn more about SHUAA Capital, please visit:

- Website: www.shuaa.com
- Twitter: https://twitter.com/SHUAA_Capital
- LinkedIn: <https://www.linkedin.com/company/shuaa-capital>
- Facebook: <https://www.facebook.com/SHUAA.Capital.psc>

Cautionary Statement Regarding Forward-Looking Information:

This document contains forward-looking statements. Forward-looking statements are neither historical facts nor assurances of future performance. Instead, they are based only on our current beliefs, expectations and assumptions regarding the future of our business, future plans and strategies, projections, anticipated events and trends, the economy and other future conditions. Forward-looking statements can be identified by words such as: "anticipate," "aspire," "intend," "plan," "goal," "objective," "seek," "believe," "project," "estimate," "expect," "forecast," "strategy," "target," "trend," "future," "likely," "may," "should," "will" and similar references to future periods.

Examples of forward-looking statements include, among others, statements we make regarding:

- *Expected operating results, such as revenue growth and earnings.*
- *Anticipated levels of expenditures and uses of capital.*
- *Ability to identify and merge with a target and access to capital markets.*
- *Current or future volatility in the capital and credit markets and future market conditions.*

Because forward-looking statements relate to the future, they are subject to inherent uncertainties, risks and changes in circumstances that are difficult to predict and many of which are outside of our control. Our actual results and financial condition may differ materially from those indicated in the forward-looking statements. Therefore, you should not rely on any of these forward-looking statements. Important factors that could cause our actual results and financial condition to differ materially from those indicated in the forward-looking statements include, among others, the following: Our ability to maintain adequate revenue levels and cost control; economic and financial conditions in the global markets and regional markets in which we operate, including volatility in interest rates, commodity and equity prices and the value of assets; the implementation of our strategic initiatives, including our ability to effectively manage the redeployment of our balance sheet and the expansion of our strategic businesses;

the reliability of our risk management policies, procedures and methods; continued volatility in the capital or credit markets; geopolitical events; developments and changes in laws and regulations, including increased regulation of the financial services industry through legislative action and revised rules and standards applied by our regulators.

Any forward-looking statement made by us in this document and presentation is based only on information currently available to us and speaks only as of the date on which it is made. No representation or warranty, express or implied, is made as to the accuracy, completeness or fairness of the information and opinions contained in this document. We undertake no obligation to publicly update any forward-looking statement whether as a result of new information, future developments or otherwise.

Please remember that past performance may not be indicative of future results.