

Detailed analysis of accumulated losses

(If the accumulated losses 50% and above 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 (50%) or more of their paid-up capital.

Date:	
Name of the Listed Company:	Ektitab Holding Company K.S.C.P
Define the period of the financial statements:	Q4 2023
Value of the Accumulated losses:	20,952,543 KWD
Accumulated losses to paid-up capital ratio (%):	%65.76
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):	These losses began to appear since 2013, and the main reasons that led to their accumulation are due to the following: • Recording losses on the sale of investments, and losses on the decline in the fair value of investments due to the sharp decline in stock prices • Recording an exceptional loss in 2021 because of reducing the capital of an investee company. • Recoding provisions of doubtful debts.
Summary of the steps and initiatives undertaken by the company to address the accumulated losses:	• Achieving growth in the company's revenues. • Achieving the operational efficiency of the company's assets. • Focus on restructuring the company's assets and liabilities. • Reduce the value of the Provision for Expected provisions credit losses. • Reduce the G&A
The date on which the company's general assembly approved the plan for dealing with accumulated losses:	▪ 31-05-2023

The Measures that will be taken to deal with the accumulated losses and the approved plan

Actions	The time frame for implementing the action according to the approved plan	The implemented action and the percentage of implementation	Reasons for not implementing the action or delaying	Any modifications or changes made to the action
Revenue Growth	One Fiscal year	Implementation is in process and results will appear at the end of fiscal year	N/A	N/A
Increasing the operational efficiency of assets	One Fiscal year	Implementation is in process and results will appear at the end of fiscal year	N/A	N/A
Restructuring assets and liabilities	Three Fiscal years	It will be approved by the Board of Directors to apply according to the time frame	N/A	N/A
Reducing the provisions of credit losses	One Fiscal year	Implementation is in process and results will appear at the end of fiscal year	N/A	N/A
Reducing expenses	One Fiscal year	Implementation is in process and results will appear at the end of fiscal year	N/A	N/A

The Name of the Authorized Signatory	Saleh Nasser Al saleh
Designation	Vice chairman
Signature and Date	 
Company's Seal	

