

Detailed analysis of accumulated losses

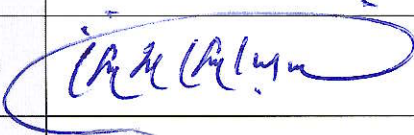
(If the accumulated losses between 20% to less than 50% of the company's capital)

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:	20-May-2024
Name of the Listed Company:	Arabian Scandinavian Insurance Company (PLC)-Takaful-ASACANA Insurance <i>Rebranded as Sukoon Takaful</i>
Define the period of the financial statements:	Q1 2024
Value of the Accumulated losses:	AED 48.4 million
Accumulated losses to paid-up capital ratio (%):	31.4%
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):	During 1Q 2024, Accumulated losses is reduced by AED 3.06 million due to profitable quarter for the current reporting year. The initial move to accumulated loss position during Year 2023 was predominantly due to adverse experience in Motor and Medical businesses prior to 2H 2023.
Summary of the steps and initiatives undertaken by the company to address the accumulated losses:	The Company was acquired by Sukoon Insurance Company with majority shareholding of 93.04% on 18 May 2023. Post 2H 2023, pricing has been adequately adjusted and is now being closely monitored.

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
Comprehensive assessment of our operations, identifying inefficiencies and devising strategic measures to enhance our operational efficacy.	Post 2H 2023	Achieved net profit of AED 3.1m in 1 Q 2024	This endeavor led to a Pricing actions, pruning of loss making account, optimizing resources including cost efficiencies	-

The Name of the Authorized Signatory	Ahmed M.A. Abushanab
Designation	Chief Executive officer
Signature and Date	 , 21/05/2024
Company's Seal	