Detailed analysis of accumulated losses

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 May 2025
Name of the Listed Company:	Amlak Finance PJSC
Define the period of the financial statements:	Q1 2025
Value of the Accumulated losses:	AED 513 million
Accumulated losses to paid-up capital ratio (%):	34%
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):	The Company's accumulated losses were originally attributable primarily to the fair value loss of investment properties. These losses have been significantly reduced from AED 2.3 billion as of 31 December 2020, to AED 258 million as of 31 December 2023. In 2024 and during period ended 31 March 2025, Amlak reclassified foreign currency translation reserve losses of AED 96 million and AED 242 million respectively to accumulated losses upon repatriation of funds from its subsidiary in Egypt to UAE.
Summary of the steps and initiatives undertaken by the company to address the accumulated losses:	Amlak has commenced negotiations with its financiers to exit the Common Terms Agreement, aiming to enhance operational flexibility and better position the Company to pursue growth opportunities. These discussions have successfully led to a repayment agreement, under which Amlak will settle its outstanding obligations by 2026 through the planned sale of some assets. In alignment with this strategy, Amlak obtained shareholders' approval during the General Assemblies held on 24 March and 21 April 2025 to proceed with the sale of some investment properties and investments located outside the United Arab Emirates. This course of action is expected to support Amlak's efforts to address its accumulated losses and strengthen its financial position.

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
Exit the Common Terms Agreement with Financiers	Oct 2026	The restated Common Terms Agreement was signed on 17 March 2025	Not Applicable	Not Applicable
Sale of some real estate assets and investments outside UAE	Ongoing	Will be concluded once the Company reaches a successful deal with potential buyers	Not Applicable	Not Applicable

The Name of the Authorized Signatory	Lama Takieddin
Designation	Head of Corporate Governance and Board Secretary
Signature and Date	14 May 2025 DocuSigned by: 1BD27584FB9A4A0... Signed by:
Company's Seal	