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:	11 November 2026
Name of the Listed Company:	Ithmaar Holding B.S.C.
Define the period of the financial statements:	Q3 2026
Value of the Accumulated losses:	USD 826.99 million
Accumulated losses to paid-up capital ratio (%):	109%
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 accumulated losses before reorganization amounted to 68.8% of the paid up capital in December 2016. These represented mainly impairment provisions resulting from non-core investments as a result of the financial crises. During 2018, the Company's early adoption of FAS30 (AAOIFI equivalent of IFRS9) resulted in additional impairment provisions and consequently increased the accumulated losses percentage to 98%. During 2020, the accumulated losses increased by $87.5 million mainly due to the economic impact of Covid-19. During 2021, the accumulated losses decreased by $35.0 million mainly due to net income attributable to shareholders. During 2022, the accumulated losses increased by $29.9 million mainly due to net losses attributable to shareholders. During 2023, the accumulated losses increased by $9.3 million mainly due to net losses attributable to shareholders. During 2024, the accumulated losses decreased by $9.4 million mainly due to net profit attributable to shareholders. During 2025, the accumulated losses decreased by $1.01 million mainly due to net profit attributable to shareholders. During 2026, the accumulated losses decreased by $0.649 million mainly due to net profit attributable to shareholders.

Summary of the steps and initiatives undertaken by the company to address the accumulated losses:	The Board of Directors is working on various initiatives to strengthen the Group's consolidated equity and liquidity profile. These initiatives include, amongst others, the following: • Cancellation of accumulated losses against share capital • Issuance of additional share capital by way of Rights issue of up to $100 million to existing shareholders Both the above measures have been approved by the shareholders during an Extraordinary General Meeting (EGM) held on 8 March 2026, and remain subject to regulatory approvals. • Focusing on recovery of financing exposures by way of sale / realization of underlying collateral. • Development of a restructuring plan (with the assistance of external consultants) to further enhance financial position and support long term value creation.

The Name of the Authorized Signatory	**Husain Ahmed Haider**
Designation	**Senior Manager - Financial Control**
Signature and Date	**11 November 2026**
Company's Seal	