Detailed analysis of accumulated losses

Date	**12/11/2026**
Name of the Listed Company	**Fujairah Cement Industries PJSC.**
Define the period of the financial statements	**Q3-2026**
Value of the Accumulated losses	**AED 270,242,515**
Accumulated losses to capital ratio	**75.94%**
The main reasons leading to these accumulated losses and their history	**The accumulated losses mainly arose due to the suspension of plant operations from January 2024 for major refurbishment works. During the shutdown period, the Company continued to incur fixed operating and finance costs while generating limited revenue.** **Operations resumed in June 2025 and performance has improved significantly during 2026. Revenue increased to AED 409.9 million for the nine-month period ended 30 September 2026 compared to AED 18.6 million in the corresponding period of 2025. Gross profit improved to AED 46.1 million compared to a gross loss of AED 1.9 million in the previous year.** **Although the Company reported a net loss of AED 21.6 million, this is a significant improvement compared to the net loss of AED 84.5 million recorded in the corresponding period of 2025. The remaining loss is mainly due to finance costs and historical accumulated losses.**
Measures to be taken to address accumulated losses:	• **Increase production and plant utilization.** • **Expand local and export sales.** • **Improve operational efficiency and cost control.** • **Reduce finance costs and strengthen cash flow.** • **Optimize working capital management.** • **Dispose of non-core or underutilized assets where appropriate.** • **Focus on profitable operations and sustainable growth.** **Management believes that the significant improvement in revenue, gross profit, and reduction in losses during 2026 demonstrates the Company's recovery and supports the gradual reduction of accumulated losses in future periods.**

Chairman
Mohamed Bin Hamad Bin Saif Alsharqi