Detailed analysis of accumulated losses
ESHRAQ INVESTMENTS PJSC

Date	8/09/2025
Name of the Listed Company	ESHRAQ INVESTMENTS PJSC
Define the period of the financial statements	For the period ended 30th June 2025
Value of the Accumulated losses	AED 484,851,000
Accumulated losses to capital ratio	0.1806:1
The main reasons leading to these accumulated losses and their history	As at 30 June 2025, the Company's accumulated losses amounted to AED 484,851,000 (31 December 2024: AED 526,548,000). The Company, as per its commitment to Shareholders to conclusively address the qualified opinion and conclusion by the independent auditors, commissioned an independent valuation of certain underlying assets of Goldilocks investments as at 31 December 2024. This independent valuation resulted in an increase in carrying amount of the underlying assets, as at 31 December 2024, by AED 113.98 million. Accordingly, the Financial Statement for period ended 31 December 2024 has been restated for accumulated losses and financial assets at fair value through profit or loss (FVTPL). Further decrease in the Company's accumulated losses for period ended 30 June 2025 resulted from an independent valuation of the same certain underlying assets as at 30 June 2025, yielding a net increase in the value of Goldilocks of AED 55.14 million. As of 30 June 2025, the net investment value of Goldilocks stands at AED 827.70 million, reflecting an incremental increase from AED 772.56 million as restated at 31 December 2024.
Measures to be taken to address accumulated losses:	As communicated in the Financial Statement of Q2 2025, the Company remains focused on redeeming the underlying assets held by Goldilocks and will make a disclosure to the Market in due course. The redemption of these assets will allow the Company to participate directly in the management of its portfolio, with the objective of enhancing earnings visibility and applying diligent asset management in line with the Company's refreshed strategy. This approach will support the reduction of accumulated losses and position the Company to pursue future growth. In parallel, the Company looks forward to announcing in due course the successful partial monetization of its real estate portfolio, where the proceeds are expected to deliver stable and foreseeable returns for Shareholders.

The Name of the Authorized Signatory	Mohammad Al Bazaieh
Designation	Corporate-Board Secretary
Signature and Date	8/09/2025

اشراق للاستثمار ش.م.ع P.O.Box : 108737 Abu Dhabi U.A.E 1 ESHRAQ INVESTMENTS P.J.S.C.