RAK INSURANCE
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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:	01 February 2024
Name of the Listed Company:	Ras Al Khaimah National Insurance Company P.S.C
Define the period of the financial statements:	31 December 2023
Value of the Accumulated losses:	AED 28 million
Accumulated losses to paid-up capital ratio (%):	23%

The main reasons for accumulated losses and the period in which these losses began:
The Company started incurring losses from Q1 2022 and moved to a position of accumulated losses in Q2 2022.

The accumulated losses position as at 31 December 2023 is mainly due to the loss incurred for the year ended 31 December 2022 combined with a onetime transition impact of AED 4.5 million relating to the adoption of IFRS 17.

Measures to be taken to address accumulated losses:
To stop the losses, management:

- Implemented strict underwriting guidelines on Medical.
- Implemented underwriting and claim management controls on Motor.
- Rationalised the organization structure and improved process efficiencies to serve customers better and faster.
- Increased investment income.

The above steps have resulted in consecutive quarterly profits starting from Q2 2023. The above has also resulted in FY 2023 reporting a profit of AED 14.5 million compared to a loss of AED 35 million for the year ended 31 December 2022. Management is optimistic that this trend in profitability will continue in future periods.

The date on which the company's general assembly approved the plan for dealing with accumulated losses:
Not applicable to Ras Al Khaimah National Insurance Company as the losses do not exceed 50% of paid up capital.

The Name of the Authorized Signatory	Sanjeev Badyal
Designation	Chief Executive Officer
Date	01 February 2024
Signature	
Company's Seal	

شركة رأس الخيمة الوطنية للتأمين الفرع الرئيسي هاتف 54 72 800 فاكس 00 85 228 7 971+ ص. ب.: 506 رأس الخيمة، الإمارات العربية المتحدة الإلكتروني info@rakinsurance.com الموقع www.rakinsurance.com
Ras Al Khaimah National Insurance Company (P.S.C.) Tel: 800 72 54, Fax: +971 7 228 85 00, P.O. Box 506, Ras Al Khaimah, UAE., E. info@rakinsurance.com W. www.rakinsurance.com

شركة مساهمة عامة تأسست سنة 1974 برأس مال مدفوع قدره 121,275,000درهم إماراتي مسجلة لدى هيئة التأمين تحت رقم 84/7 بموجب القانون الاتحادي رقم 2007/6
Public Shareholding Company establishment in 1974 with a paid up capital of AED 121,275,000 Registered at the insurance Authority with registration no. 7/84 in conformity with the Federal Law No.6/2007
VAT Registration No. 100021693500003