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:	23 February 2026
Name of the Listed Company:	INVEST BANK PSC
Define the period of the financial statements:	Consolidated Financial Statements for the year ended 31 December 2025
Value of the Accumulated losses:	AED 1,555 million
Accumulated losses to paid-up capital ratio (%):	48.57%
The main reasons for the 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):	1. Primarily due to legacy loan impairments. 2. The Bank reported its first accumulated losses in Q1-2018. 3. Impact of new credit management standards introduced by the CBUAE implemented in Q4-2024.
Summary of the steps and initiatives undertaken by the company to address the accumulated losses:	1. The Bank has de-risked its balance sheet by taking significant provision on its legacy loan portfolio, thereby negating the headwinds created by them. 2. Guarantee provided by the Government of Sharjah and increase in capital during 2023 improved the bank's liquidity position and allow the resources to be deployed in core business activities that will generate additional revenue and profit for the Bank.
The date on which the company's general assembly approved the plan for dealing with accumulated losses:	1. As at 31 December 2025, accumulated losses of the bank amounts to AED 1,555 million representing 48.57% (31 December 2024: AED 1,702 million representing 53.14%) of the share capital. 2. The Government of Sharjah, as the major shareholder of the Bank along with the BOD and management developed and implemented a capital restructuring

	plan during 2023 to resolve the Banks legacy problems. 3. The Bank received AED 1.09 billion upto Q4-2025 under the guarantee agreement. 4. The Bank has further potential to receive up to AED 1.91 billion over the remaining period of the guarantee. These funds will support the Bank both in terms of liquidity and profitability.
The Name of the Authorized Signatory	Edris AL Rafi
Designation	Chief Executive Officer
Signature and Date	
Company's Seal	INVEST BANK P.S.C. GENERAL MANAGEMENT