




Detailed analysis of accumulated losses

Date	12 May 2022
Name of the Listed Company	Gulf Cement Company (P.S.C)
Define the period of the financial statements	Financial Statement for the period ended 31 March 2022
Value of the Accumulated losses	AED 99,497,040
Accumulated losses to capital ratio	24.24 %
The main reasons leading to these accumulated losses and their history	<p>As a result of the comprehensive economic challenges during the last period, which caused the company to suffer accumulated losses that affected its results, which were represented in the following:</p> <ol style="list-style-type: none">1. The unprecedented and unexpected increase in fuel and energy prices, which had a significant negative impact on the company's operational performance.2. Low selling prices compared to the high cost as a result of economic conditions and intense competition in foreign markets.3. The great challenges in the local market due to the excess of supply over demand.4. The great difficulties in the export markets on which the company relies as major markets in marketing its products as a result of severe dumping from the surrounding countries and the high cost of sea freight.
Measures to be taken to address accumulated losses:	The company is reviewing its operations and reconfirming the strategies and plans approved by the Board in order to be able to deal effectively with the effects of the continuing high energy and commodity prices and the current selling price challenges in the local and foreign markets.

The Name of the Authorized Signatory	Mohammed Ahmed Ali Eibrahaim
Designation	Chief Operating Officer
Signature and Date	 12 May 2022
Company's Seal	

