



PRESS RELEASE

INOVEST Announces Financial Results for the Second Quarter of 2021

Manama, Bahrain; August 5th 2021: INOVEST announced its financial results for the three months ended June 30th 2021, showing a consolidated net loss attributable to the parent shareholders of US\$ 1.60 million in comparison to a net profit of US\$ 195 thousand for the same quarter of last year. Accordingly, the Basic Loss Per Share for the first quarter of 2021, amounted to US cents (0.54) as compared to Earnings Per Share of US cents 0.07 for the same period in 2020. The decrease is primarily due to a decline in income from investment in real estate in comparison to the same timeframe last year, as well as a decline in other income. The net operating profit declined to a loss of US\$ 1.52 million for the second quarter of 2021, compared to a profit of US\$ 0.40 million in the second quarter of last year, attributable to the reasons above. Additionally, the consolidated operating income in this quarter of 2021 declined by 69% to reach US\$ 866 thousand in comparison to US\$ 2.81 million last year.

INOVEST's financial results for the first half of 2021, show a consolidated net loss attributable to parent shareholders of US\$1.67 million, as compared to profit of US\$ 4.79 million for the same time last year. The Group also reported that Basic and Diluted Loss Per Share of the parent company in the first six months of 2021 amounted to US cents (0.56) as compared to Earnings of US cents 1.61 in 2020. This decrease is the outcome of recoveries due to credit loss at a value of US\$ 5.92 million in the first half of the last year. Within the first half of 2021, the consolidated net operating profit decreased by 141%, reaching a loss of US\$ 1.80 million in comparison to a loss of US\$ 748 thousand for the same period of 2020 due in large to the aforementioned reasons. Furthermore, the consolidated operating income for the six months of 2021 declined by 39% to reach US\$ 2.79 million in comparison to US\$ 4.61 million last year.

The Group's key balance sheet indicators remained relatively constant with the equity attributable to parent shareholders standing at US\$ 140.55 million in comparison to US\$ 141.62 million at the end of 2020. Within the same period, INOVEST reported consolidated total assets of US\$ 239.84 million, representing no significant change in comparison to US\$ 241.43 million at the end of 2020. On the liquidity front, INOVEST's cash and bank balances stood at 8% of the total consolidated assets. Accordingly, the cash and bank balances were at US\$ 18.80 million in comparison to US\$ 23.40 million as at year end 2020, representing a 20% decrease.

It is noted that this press release and INOVEST'S financial results are available on Bahrain Bourse and Boursa Kuwait's websites, and that INOVEST is listed under the respective ticker/trading codes "INOVEST\$" and "INOVEST/817".

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About INOVEST

Established in 2002 in the Kingdom of Bahrain, INOVEST is a Category 1 Investment Firm (Shari'a Principles) regulated by the Central Bank of Bahrain and publicly listed on both Bahrain Bourse and Boursa Kuwait. INOVEST's business spans three principle areas: direct investment, asset management, and real estate investment. Based in the Kingdom of Bahrain, INOVEST is the ultimate parent company for Al Khaleej Development Company "Tameer", Bahrain Investment Wharf "BIW" and Tamcon Contracting Co. For more information, please visit www.inovest.bh