



PROFIT WARNING ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

This announcement is made by **FTG Holdings Limited** pursuant to Part III, Section 19 and Schedule 5 of the Capital Markets Regulations, 2002, and the Continuing Obligations of the Nairobi Securities Exchange Listing Manual Rule G.05 (1)(f) and (2).

The Board of Directors of FTG Holdings Limited wishes to notify its shareholders and the public that the Group expects to report a loss after tax for the financial year ended 31 December 2025, compared to a profit reported in the previous financial year ended 31 December 2024.

The anticipated change represents a variance of more than 25% compared to the prior year's reported profit after tax.

Shareholders are advised that the profit reported in the 2024 financial year included a non-recurring insurance income accrual amounting to KES 293,595,719, recognized based on the Group's assessment under IAS 37.

As previously disclosed, this treatment was subject to audit qualification, as the auditors considered that the threshold of "virtually certain" recognition under IAS 37 had not been met at the reporting date. The related insurance claim remains under ongoing review and resolution.

Accordingly, the results for the financial year ended 31 December 2024 are not directly comparable to those of 2025 due to the impact of this non-recurring item.

The financial results for the year ended 31 December 2025 therefore reflect the Group's normalised operating performance, without the impact of such one-off income.

Operationally, the Group has demonstrated resilience, supported by:

- Growth in revenue and gross margins
- Continued cost discipline
- Reduction in finance costs

The reported loss for the year is primarily attributable to:

- The absence of the non-recurring insurance income recognized in 2024
- Continued pressure from financing costs during the year
- A challenging macroeconomic environment affecting the manufacturing sector

The Board wishes to emphasize that the underlying fundamentals of the business remain strong, and the Group continues to focus on improving operational efficiency, optimizing its capital structure, and strengthening its regional footprint.

The Group's audited financial results for the year ended 31 December 2025 will be published in due course.

By order of the Board

For and on behalf of FTG Holdings Ltd

A handwritten signature in black ink, appearing to be 'Heril Bangera', written over a horizontal line.

Heril Bangera - CEO

Dated: 30th April 2026