

Kuwait: 13/02/2021  
Ref: 2527/2021

لكويت: 2021/02/13  
الإشارة: 2021/2527

**To: Mr. Mohammad Saud Al-Osaimi  
CEO - Boursa Kuwait**

السيد/ محمد سعود العصيمي المحترم  
الرئيس التنفيذي - بورصة الكويت

السلام عليكم ورحمة الله وبركاته وبعد  
،،،

Dear Sir,

Reference is made to the provisions of Chapter 4 of the Tenth Module of the Executive Bylaws of the Capital Markets Authority's Law, pertinent to "Disclosure of Material Information" and the mechanism of disclosure of the same. We would like to inform you that S&P Global Credit Ratings Agency has recently assessed the bank's position and issued a report wherein it assigned its ratings for the bank's most important elements as per Appendix # 9 pertinent to the Credit Rating Disclosure Form.

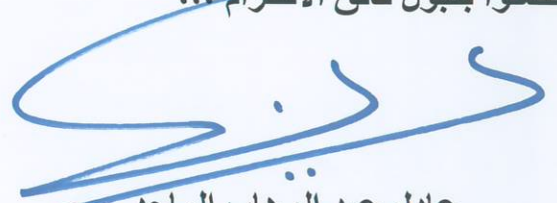
بالإشارة الى احكام الفصل الرابع من الكتاب العاشر للائحة التنفيذية لقانون هيئة أسواق المال بشأن الإفصاح عن المعلومات الجوهرية وآلية الإعلان عنها، ، نود الإفادة بأن وكالة ستاندرد آند بورز جلوبال للتصنيف الائتماني قد قامت مؤخراً بتقييم أوضاع مصرفنا وأصدرت تقريراً تم بموجبه تصنيف لأهم عناصر تصنيفات البنك وذلك وفقاً للملحق رقم (9) الخاص بنموذج الإفصاح عن التصنيف الائتماني.

Best regards,

وتفضلوا بقبول فائق الاحترام،،،

**Adel Abdul Wahab Al-Majed  
Vice-Chairman  
& Group Chief Executive Officer**





عادل عبد الوهاب الماجد  
نائب رئيس مجلس الإدارة  
والرئيس التنفيذي للمجموعة

## Credit Rating Disclosure Form

Appendix # 9

<b>Date</b>	13/02/2022
<b>Name of Listed Company</b>	Boubyan Bank K.S.C.P.
<b>Rating Agency</b>	S&P Global Ratings
<b>Rating Category</b>	<ol style="list-style-type: none"> <li>1) Long-term issuer credit ratings affirmed at 'A-'</li> <li>2) Outlook revised from 'Stable' to 'Positive'</li> <li>3) Anchor and SACP affirmed at 'bbb'</li> </ol>
<b>Rating's Implications</b>	<p><b><u>Long Term Issuer Credit Rating: "A-"</u></b></p> <p>An obligor rated 'A' has strong capacity to meet its financial commitments but is somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than obligors in higher-rated categories.</p> <p><b><u>Outlook "Positive"</u></b></p> <p>Positive indicates that a rating could be raised in the next 12-24 month if the bank maintains a stronger capital position without a material increase in its risk appetite or weakening of its asset quality indicators.</p>
<b>Rating's Impact on the Company's Positions</b>	Upgrading the outlook to 'positive' while affirming long term issuer, anchor and SACP ratings, reinforces confidence in the bank and its robust financial position.
<b>Outlook</b>	Revised from "Stable" to "Positive".
<b>Press Release / Executive Summary</b>	<p>Executive Summary:</p> <p>On 11 February 2022, S&amp;P Global revised Boubyan's outlook from 'stable' to 'positive' while affirming the Bank's 'A-' long-term issuer credit ratings.</p> <p>S&amp;P's rationale for the upward revision to the Bank's outlook noted the Central bank of Kuwait's approval of Boubyan's rights issue,</p>

which is likely to boost the bank's Risk adjusted capital (RAC) above 10% and should support its future business expansion.

The revised outlook on Boubyan to 'positive', reflects that S&P could raise Boubyan's rating in the next-12-24 months if the bank maintains a stronger capital position without material increase in its risk appetite or weakening of its asset quality indicators.

The report further noted Boubyan Banks' sound market position as the second largest Islamic bank in Kuwait, with a strong retail market share.

Boubyan's Real estate and construction exposures are viewed as the main source of risk, offset by Boubyan Banks access to top-tier clients.

The long-term issuer rating is affirmed at 'A-' while the Anchor and SACP rating are both affirmed at 'bbb'