

Kuwait: 02/05/2023
Ref: 4280/2023

الكويت: 2023/05/02
الإشارة: 2023/4280

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

السيد/ محمد سعود العصيمي المحترم
الرئيس التنفيذي - بورصة الكويت

Dear Sir,

السلام عليكم ورحمة الله وبركاته وبعد ،،،

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 Moody's 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 # 8 pertinent to the Credit Rating Disclosure Form.

بالإشارة الى احكام الفصل الرابع من الكتاب العاشر لللائحة التنفيذية لقانون هيئة أسواق المال بشأن الإفصاح عن المعلومات الجوهرية وآلية الإعلان عنها، نود الإفادة بأن وكالة موديز للتصنيف الائتماني قد قامت مؤخراً بتقييم أوضاع مصرفنا وأصدرت تقريراً تم بموجبه تصنيف لأهم عناصر تصنيفات البنك وذلك وفقاً للملحق رقم (8) الخاص بنموذج الإفصاح عن التصنيف الائتماني.

Best regards,

وتفضلوا بقبول فائق الاحترام ،،،

Abdullah Abdulkareem Al-Tuwaijri
Chief Executive Officer,
Private, Consumer, & Digital Banking


بنك بوبيان
Boubyan Bank
014

عبدالله عبدالكريم التويجري
الرئيس التنفيذي - الخدمات المصرفية
الخاصة، الشخصية والرقمية

Credit Rating Disclosure Form

Appendix # 8

Date	02/05/2023
Name of Listed Company	Boubyan Bank K.S.C.P.
Rating Agency	Moody's Credit Rating Agency
Rating Category	<ul style="list-style-type: none"> 1) Long Term Deposit Rating affirmed at 'A2' and the outlook is also affirmed as "Stable". 2) Short Term Deposit Rating affirmed at P-1. <ul style="list-style-type: none"> 1) Baseline Credit Assessment affirmed at baa3. 2) Long term Counterparty Risk Assessment affirmed at A1(cr). 3) Long term Counterparty Risk Rating affirmed at A1.
Rating's Implications	<p><u>Long Term Deposit Rating: "A2"</u> Obligations rated "A2" are subject to low credit risk, thus, considered upper-medium-grade.</p> <p><u>Short Term Deposit Rating: "P-1"</u> Issuers (or supporting institutions) rated Prime-1 have a superior ability to repay short-term debt obligations.</p> <p><u>Baseline Credit Assessment: "baa3"</u> Issuers characterized by medium grade intrinsic, or standalone financial strength are rated under the "baa" and thus subject to moderate credit risk, absent any possibility of extraordinary support from an affiliate or a government.</p>
Rating's Impact on the Company's Positions	Continued and growing confidence in the bank and the robustness of its financial standing.
Outlook	Affirmed as "Stable".

**Press Release /
Executive Summary**

Executive Summary:

Moody's affirmation of Boubyan's BCA at baa3 reflects its growing domestic retail and corporate franchise, which supports its solid core profitability, capitalization and stable funding. Also, good operating performances combined with solid capital levels reinforces Moody's affirmations on Boubyan Bank. These strengths are somewhat moderated by the downside risks to the bank's asset quality owing to some credit concentrations, combined with a fast growing financing book in recent years.

Boubyan's robust business growth in recent years, has supported its recurring earnings and profitability, with its 2022 bottom-line performance having increased by 19% year-on-year.

The affirmation in the long term deposit rating also reflects Moody's view that Boubyan's strategic and financial importance to its parent and to the domestic financial system, warrants a very high likelihood of parental and government support in case of need.