

Kuwait on: 30/03/2020

Ref: 8228/2020

الكويت: 2020/03/30

الإشارة: 2020/8228

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

السيد / محمد سعود العصيمي
المحترم
الرئيس التنفيذي - شركة 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 Standard & Poor's Global 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 أند بورز 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،،،

Abdullah Najran Al Tuwajiri
Acting Chief Executive Officer



عبد الله النجران التويجري
نائب الرئيس التنفيذي

Credit Rating Disclosure Form

Appendix # 9

Date	30/03/2020
Name of Listed Company	Boubyan Bank K.S.C.P.
Rating Agency	S&P Global Ratings
Rating Category	<ol style="list-style-type: none"> 1) Long-term issuer credit ratings lowered from 'A/Stable' to 'A-/Stable' 2) Anchor and SACP affirmed at 'bbb'
Rating's Implications	<p><u>Long Term Issuer Credit Rating: "A-"</u></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><u>Outlook "Stable"</u></p> <p>Stable means that a rating is not likely to change over the intermediate term.</p>
Rating's Impact on the Company's Positions	No major impact on the bank since S&P affirmed the Bank's Anchor and SACP at 'bbb' and the rating action is arising from the indirect effect of lowering of sovereign rating.
Outlook	Affirmed as "Stable".
Press Release / Executive Summary	<p>Executive Summary:</p> <p>On 26 March 2020, S&P Global lowered the long-term foreign and local currency sovereign credit rating of Kuwait to 'AA-' from 'AA'.</p> <p>S&P considers Boubyan Bank, to be a highly systemically important bank and has accordingly lowered the rating of the bank by one notch from 'A' to 'A-' resulting from the indirect</p>

effect of downgrade of Kuwait sovereign rating. However the outlook remains stable.

The Anchor and SACP is affirmed at 'bbb'

The stable outlook reflects S&P's expectation for the bank's business and financial profile to remain broadly unchanged the next 24 months and that the bank's RAC ratio will remain above 10% and will maintain its good retail entrenchment.

S&P consider a downgrade in the next 12-24 months to be relatively remote.

An upgrade would be contingent on a significant reduction in the banks' single-name or sector concentration, or a raising of the sovereign rating.