

TRANSLATION

Date: 1 July 2018
REF: CCG/79/2018

TO: Mr. Khaled Abdulrazaq Al-Khaled
CEO
Boursa Kuwait Securities Company

Greetings,

According to chapter four (Disclosure of Material Information) of rulebook ten (Disclosure and Transparency) of CMA Executive Bylaws of Law No. 7/2010 and its amendments.

Kindly find attached the Annex No. (9) Disclosure of Credit Rating Form covering the updated credit rating for Counter Party Risk Rating issued by Moody's about Commercial Bank of Kuwait.

Please note that there is no change from the previous rating as issued in June 2018.

Best Regards,

Elham Y. Mahfouz

Elham Y. Mahfouz
CEO

Copy to:
CMA / Manager, Disclosure Department



NOTE: This is a translation of the original for and binding Arabic text. In case of any difference between the Arabic and the English text, the Arabic text will be prevailing.

البنك التجاري الكويتي
Commercial Bank of Kuwait

Annex (9)

Disclosure of Credit Rating Form

Date	1 July 2018
Name of Listed Company	Commercial Bank of Kuwait (K.P.S.C)
Entity who issues the rating	Moody's
Rating category	<ul style="list-style-type: none"> - Local currency and foreign currency long-term Counterparty Risk Rating: A2 - Local currency and foreign currency short-term Counterparty Risk Rating: P-1
Rating implications	<p>"Moody's" applies special methodology when rating banks, the same can be found on the Agency website.</p> <p>Moody's CRR are opinions of the ability of entities to honour the uncollateralized portion of non-debt counterparty financial liabilities (CRR liabilities) and also reflect the expected financial losses in the event such liabilities are not honoured. CRR liabilities typically relate to transactions with unrelated parties. Examples of CRR liabilities include the uncollateralised portion of payables arising from derivatives transactions and the uncollateralised portion of liabilities under sale and repurchase agreements. CRRs are not applicable to funding commitments or other obligations associated with covered bonds, letters of credit, guarantees, servicer and trustee obligations, and other similar obligations that arise from a bank performing its essential operating functions.</p>
Rating effect on the status of the company	The rating reflects bank's stability and ability to continue its business.
Outlook	None.
Translation of the press release or executive summary	Moody's issued an updated rating for Counterparty Risk Rating to Commercial Bank of Kuwait. In this rating, Moody's affirmed long-term Counterparty Risk Rating at A2 and short-term Counterparty Risk Rating at P-1.