

TRANSLATION

Date: 22 October 2018
REF: CCG/127/2018

TO: Mr. Khaled Abdulrazaq Al-Khaled
Chief Executive Officer
Bursa 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.

Please be informed that the Central Bank of Kuwait has approved the Bank's Interim Condensed Consolidated Financial Information for the period ended 30/9/2018.

Kindly find attached the Disclosure of Material Information Form, and the Financial Statement Results Form, in addition to a copy of the External Auditors report.

Best regards,


Tamim Khaled Al Meaan
GM, Compliance & CG



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.

TRANSTATION

Annex (11)

Disclosure of Material Information Form

Date	22 October 2018
Name of the listed company	Commercial Bank of Kuwait (K.P.S.C)
Material information	Disclosure of the Bank's Interim Condensed Consolidated Financial Information for the period ended 30/9/2018.
Significant effect of the material information on the financial position of the company	The Bank achieves net profit of KD 15,232,000 and the earnings per share are 8.5 Fils.

Significant effect on the financial position shall be mentioned if the material information can measure that effect, excluding the financial effect resulting from tenders or similar contracts.

If a listed company, which is a member of a group, disclosed some material information related to it and has significant effect on other listed companies' which are members of the same group, the other companies' disclosure obligations are limited to disclosing the information and the financial effect occurring to that company itself.

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.

Quarterly Financial Statement Results Form (Q3)
Kuwaiti Company (KWD)

 نموذج نتائج البيانات المالية المرحلية (الربع الثالث)
 الشركات الكويتية (د.ك.)



Financial Quarter Ended on	30/09/2018	الفترة المرحلية المنتهية في
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Company Name	اسم الشركة
Commercial Bank of Kuwait K.P.S.C	البنك التجاري الكويتي ش.م.ك.ع
Board of Directors Meeting Date	تاريخ اجتماع مجلس الإدارة
Tuesday 09/10/2018	الثلاثاء 2018/10/09

التغيير (%)	فترة التسعة أشهر المقارنة	فترة التسعة أشهر الحالية	البيان
Change (%)	9-Month Comparative Period	Current 9-Month Period	Statement
	30/09/2017	30/09/2018	
5.5%	14,439,000	15,232,000	صافي الربح/الخسارة الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
6.3%	8	8.5	ربحية/خسارة السهم الأساسية والمخففة (فلس) Basic & Diluted Earnings per Share (fils)
(10.8%)	3,275,622,000	2,921,008,000	الموجودات المتداولة Current Assets
(3.3%)	4,369,839,000	4,227,573,000	إجمالي الموجودات Total Assets
(8.3%)	3,449,191,000	3,161,972,000	المطلوبات المتداولة Current Liabilities
(5.4%)	3,744,646,000	3,542,928,000	إجمالي المطلوبات Total Liabilities
9.5%	624,394,000	683,815,000	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
3.0%	110,877,000	114,156,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
8.7%	74,953,000	81,487,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
(4.4%)	109.1%	104.7%	أرباح (خسائر) مرحلة/ رأس المال المدفوع Retained Profit (Loss) / Paid-Up Share Capital

التغيير (%) Change (%)	الربع الثالث المقارن Third Quarter Comparative Period	الربع الثالث الحالي Third Quarter Current Period	البيان Statement
	30/09/2017	30/09/2018	
(26.2%)	12,447,000	9,191,000	صافي الربح/الخسارة الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(26.1%)	6.9	5.1	ربحية/خسارة السهم الأساسية والمخففة (فلس) Basic & Diluted Earnings per Share (fils)
(0.2%)	36,530,000	36,448,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
25.7%	21,790,000	27,383,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)

Increase/Decrease in Net Profit/(Loss) is due to	سبب ارتفاع/انخفاض صافي الربح/الخسارة
Net profit for the period ended 30 th September 2018 higher by KD 793,000 as compared to the corresponding period ended 30 th September 2017 mainly due to increase in net interest income, dividend income, net gain from dealing in foreign currencies, other operating income, and decrease in operating expenses, which has partially offset by decrease in net income from investment securities and increase in impairment and other provisions.	زيادة صافي الأرباح للفترة المنتهية في 30 سبتمبر 2018 بمبلغ 793,000 دينار كويتي مقارنة بالفترة المنتهية في 30 سبتمبر 2017. ويعود السبب الرئيسي في ذلك إلى زيادة صافي إيرادات الفوائد وإيرادات توزيعات الأرباح وصافي الإيرادات من التعامل بالعملة الأجنبية وزيادة الأرباح التشغيلية الأخرى وانخفاض المصاريف التشغيلية والتي عوضت بشكل جزئي انخفاض صافي الإيرادات الناتجة عن الاستثمارات في أوراق مالية، وزيادة في مخصصات هبوط القيمة والمخصصات الأخرى.
Total Revenue realized from dealing with related parties (value, KWD)	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KD. Nil	لا شيء دينار كويتي
Total Expenditures incurred from dealing with related parties (value, KWD)	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KD. Nil	لا شيء دينار كويتي

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		رئيس الجهاز التنفيذي	إلهام يسرى محفوظ

- Auditor Report Attached

- مرفق تقرير مراقب الحسابات

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF COMMERCIAL BANK OF KUWAIT K.P.S.C.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Commercial Bank of Kuwait K.P.S.C. ("the Bank") and its subsidiary (together called "the Group") as of 30 September 2018 and the related interim condensed consolidated statements of income, comprehensive income, for the three-month and nine-month periods then ended and the related interim condensed consolidated statement of changes in equity, and cash flows for the nine-month period then ended. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the basis of presentation set out in Note 2. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared in all material respects in accordance with the basis of presentation set out in Note 2.

Report on other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Bank. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016 and its executive regulations, as amended, or of the Memorandum of Incorporation and Articles of Association of the Bank as amended, during the nine-month period ended 30 September 2018 that might have had a material effect on the business of the Bank or on its financial position.

We further report that, during the course of our review and to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No. 32 of 1968, as amended, concerning currency, the Central Bank of Kuwait and the Organization of Banking Business, and its related regulations during the nine-month period ended 30 September 2018, that might have had a material effect on the business of the Bank or on its financial position.

Talal Y. Al-Muzaini
License No. 209 A
Deloitte & Touche
Al-Wazzan & Co.

Nayef M. Al-Bazie
License No. 91 A
RSM Albazie & Co.

9 October 2018



Ref : ١٠٢٨٥ / ١٠٥ / ٢ : الاشارة

Date : ١٣ صفر ١٤٤٠ : التاريخ
٢٢ أكتوبر ٢٠١٨ : الموافق


الفاضلة رئيس الجهاز التنفيذي المحترمة
البنك التجاري الكويتي

تحية طيبة وبعد ،

بالإشارة إلى كتابكم الوارد بتاريخ ٢٠١٨/١٠/١٠ والمرفق به مسودة البيانات المالية
المرحلية المجمعة لمصرفكم عن الفترة من ٢٠١٨/١/١ حتى ٢٠١٨/٩/٣٠ ، وعطفاً على
الإيضاحات والبيانات التفصيلية الواردة إلينا في هذا الشأن بتاريخ ٢٠١٨/١٠/١٤ .

نفينكم بأن بنك الكويت المركزي قد أحيط علماً بما جاء في البيانات المشار إليها ،
وعليه فإنه يمكنكم اتخاذ كافة الإجراءات الضرورية المتبعة في مثل هذا الخصوص .

وتفضلوا بقبول فائق الاحترام ،،،


وليد محمود العوضي

١٠٢٨٦ - نسخة إلى بورصة الكويت .