

Kuwait, 27 April 2021

**Bursa Kuwait
State of Kuwait**

Dear Sirs,

Subject: Interim Financial Statements for the Period Ended 31/3/2021

This is pursuant to Module Ten, Chapter Four of the Resolution No. 72 of 2015, concerning the amended Executive Bylaws to Law No. 7/2010 on the "Establishment of Capital Markets Authority and the Regulation of Securities Activity", pertaining to the "Disclosure of Material Information and the Mechanism of Notification". We would like to advise you that the Central Bank of Kuwait has approved the interim financial statements for the period ended 31/3/2021 as per CBK letter dated 27/4/2021.

Pursuant to the requirements of the Bourse under Resolution No. (1) of 2018 applicable to listed companies classified under Premier Markets, we are pleased to announce that the Quarterly Analysts Conference will be held through live webcast on Tuesday 4/5/2021, at 1:00 pm (local timing). Investors, analysts, and interested parties may visit our bank's website www.e-gulfbank.com under the Investor Relations Section/Investor Presentations to obtain the Invitation link and instructions on how to join the webcast.

Best regards



**Jihad Khodr
Assistant General Manager
Head of Compliance & Disclosure Unit**



Enclosures:

- Copy of CBK approval on the Financial Statements
- Copy of Gulf Bank's Interim Financial Statements for the period ended 31/3/2021
- Announcement Form of the Interim Financial Statements as at 31/3/2021

**Central Bank of Kuwait
Executive Director Supervision Sector**

Date: 27 April 2021
Ref: 2/105/2571

**Chief Executive Officer
Gulf Bank**

Dear Sir,

This has reference to your letter, dated 19/4/2021, containing a copy of your bank's interim financial statements for the period ended 31/3/2021, prepared for disclosure purposes as per the requirements of Boursa Kuwait, and further reference is made to the clarifications and detailed statements sent to us in this regard, latest dated 25/4/2021.

We would like to advise you that CBK took note of the contents of these statements, and that you may proceed with all applicable necessary actions in this regard.

Best regards

Waleed M. Al-Awadhi

c.c. Boursa Kuwait -

Financial Results Form
Kuwaiti Company (KWD)

 نموذج نتائج البيانات المالية
 الشركات الكويتية (د.ك.)

First Quarter Results Ended on	2021-03-31	نتائج الربع الاول المنتهي في
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Company Name	اسم الشركة
Gulf Bank K.S.C.P.	بنك الخليج ش.م.ك.ع
Board of Directors Meeting Date	تاريخ اجتماع مجلس الإدارة
2021-04-18	
Required Documents	المستندات الواجب إرفاقها بالنموذج
<input checked="" type="checkbox"/> Approved financial statements	<input checked="" type="checkbox"/> نسخة من البيانات المالية المعتمدة
<input checked="" type="checkbox"/> Approved auditor's report	<input checked="" type="checkbox"/> نسخة من تقرير مراقب الحسابات المعتمد

التغيير (%)	فترة الثلاث اشهر المقارنة	فترة الثلاث اشهر الحالية	البيان
Change (%)	Three Month Comparative Period	Three Month Current Period	Statement
	2020-03-31	2021-03-31	
39.3%	8,596,000	11,973,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
34.8%	2.96	3.99	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
-8.3%	3,718,851,000	3,408,684,000	الموجودات المتداولة Current Assets
-2.5%	6,433,171,000	6,272,106,000	إجمالي الموجودات Total Assets
-3.5%	5,608,814,000	5,414,851,000	المطلوبات المتداولة Current Liabilities
-2.7%	5,794,213,000	5,635,423,000	إجمالي المطلوبات Total Liabilities
-0.4%	638,958,000	636,683,000	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
8.4%	38,315,000	41,519,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
7.6%	19,569,000	21,063,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
--	لا يوجد خسائر متراكمة No accumulated losses	لا يوجد خسائر متراكمة No accumulated losses	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital

التغيير (%) Change (%)	الربع الاول المقارن	الربع الاول الحالي	البيان Statement
	First Quarter Comparat Period	First Quarter Current Period	
	2020-03-31	2021-03-31	
Not Applicable	Not Applicable	Not Applicable	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
Not Applicable	Not Applicable	Not Applicable	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
Not Applicable	Not Applicable	Not Applicable	إجمالي الإيرادات التشغيلية Total Operating Revenue
Not Applicable	Not Applicable	Not Applicable	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)



• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

Increase/Decrease in Net Profit (Loss) is due to	سبب ارتفاع/انخفاض صافي الربح (الخسارة)
<p>The Bank's net profit of KD 12 million for the period ended 31 March 2021 is an increase of KD 3.4 million compared with the same quarter in 2020.</p> <p>The increase in net profit compared with the prior period was primarily driven by higher operating income (KD 3.2 million) and lower impairment losses (KD 2 million) offset by an increase in operating expenses (KD 1.7 million).</p>	<p>بلغ صافي ربح البنك 12 مليون د.ك. عن الفترة المنتهية في 31 مارس 2021، أي بزيادة بمقدار 3.4 مليون د.ك.، مقارنةً بنفس الربع من سنة 2020.</p> <p>ويعزى السبب الأساسي للزيادة في صافي الربح مقارنةً بالفترة السابقة إلى ارتفاع الإيرادات التشغيلية (3.2 مليون د.ك.) وتدني خسائر انخفاض القيمة (2 مليون د.ك.)، والتي قوبلت بزيادة في المصروفات التشغيلية (1.7 مليون د.ك.).</p>
Total Revenue realized from dealing with related parties (value, KWD)	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KD 1,020,000	1,020,000 دك
Total Expenditures incurred from dealing with related parties (value, KWD)	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KD 268,000	268,000 دك

Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
NIL	NIL		توزيعات نقدية Cash Dividends
NIL	NIL		توزيعات أسهم منحة Bonus Share
NIL	NIL		توزيعات أخرى Other Dividend
NIL	NIL		عدم توزيع أرباح No Dividends
NIL	NIL	علاوة الإصدار Issue Premium	زيادة رأس المال Capital Increase
NIL	NIL		تخفيض رأس المال Capital Decrease

The Company's comments in case the auditor has concerns or a qualified opinion	تعقيب الشركة في حال قيام مراقب الحسابات بإبداء ملاحظات أو تحفظات
No comments were raised by the auditors.	لا توجد أية ملاحظات من قبل مراقب الحسابات

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		Chief Executive Officer الرئيس التنفيذي	Antoine Daher أنطوان ضاهر

Attach a copy of the financial statements approved by the Board of Directors and the approved auditor's report

يجب ارفاق نسخة البيانات المالية المعتمدة من مجلس الإدارة وتقرير مراقب الحسابات المعتمد



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working world

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

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Gulf Bank K.S.C.P. (the "Bank") as at 31 March 2021, and the related interim condensed statement of income, interim condensed statement of comprehensive income, interim condensed statement of cash flows and interim condensed statement of changes in equity for the three months period then ended. The management of the Bank is responsible for the preparation and presentation of this interim condensed 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 financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim condensed 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 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 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, as amended, and its executive regulations, as amended, or of the Bank's Memorandum of Incorporation and Articles of Association, as amended, during the three months period ended 31 March 2021 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, to the best of our knowledge and belief, we have not become aware of any material 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 three months period ended 31 March 2021 that might have had a material effect on the business of the Bank or on its financial position.

ABDULKARIM AL SAMDAN
LICENCE NO. 208 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

TALAL YOUSEF AL-MUZAINI
LICENCE NO. 209 A
DELOITTE & TOUCHE
AL-WAZZAN & CO.

27 April 2021
Kuwait

GULF BANK K.S.C.P.
Interim Condensed Statement of Income
(Unaudited)
PERIOD ENDED 31 MARCH 2021

	<i>Note</i>	<i>3 months ended 31 March 2021 KD 000's</i>	<i>3 months ended 31 March 2020 KD 000's</i>
Interest income		45,256	58,024
Interest expense		12,648	29,131
Net interest income		32,608	28,893
Net fees and commissions		6,907	6,757
Net gains from dealing in foreign currencies and derivatives		1,882	2,069
Dividend income		-	352
Other income		122	244
Operating income		41,519	38,315
Staff expenses		12,232	11,507
Occupancy costs		674	733
Depreciation		1,690	1,938
Other expenses		5,860	4,568
Operating expenses		20,456	18,746
OPERATING PROFIT BEFORE PROVISIONS / IMPAIRMENT LOSSES		21,063	19,569
Charge of provisions:			
- specific		10,127	8,267
- general		81	3,299
Loan recoveries, net of write-off		(1,815)	(919)
Net provision on other financial assets		119	(79)
OPERATING PROFIT		12,551	9,001
Directors' remuneration		15	-
Contribution to Kuwait Foundation for the Advancement of Sciences		126	91
National Labour Support Tax		311	223
Zakat		126	91
PROFIT FOR THE PERIOD		11,973	8,596
BASIC AND DILUTED EARNINGS PER SHARE (Fils)	3	4	3

The attached notes 1 to 14 form part of the interim condensed financial information.

GULF BANK K.S.C.P.
Interim Condensed Statement of Comprehensive Income
(Unaudited)
PERIOD ENDED 31 MARCH 2021

	<i>3 months ended 31 March 2021 KD 000's</i>	<i>3 months ended 31 March 2020 KD 000's</i>
Profit for the period	11,973	8,596
Other comprehensive income		
<i>Items that will not to be reclassified subsequently to interim condensed statement of income:</i>		
Net changes in fair value of investment securities-equity	(459)	(3,852)
Other comprehensive loss for the period	(459)	(3,852)
Total comprehensive income for the period	11,514	4,744

The attached notes 1 to 14 form part of the interim condensed financial information.

GULF BANK K.S.C.P.
Interim Condensed Statement of Financial Position

		<i>(Unaudited)</i> 31 March 2021 KD 000's	<i>(Audited)</i> 31 December 2020 KD 000's	<i>(Unaudited)</i> 31 March 2020 KD 000's
ASSETS				
Cash and cash equivalents		1,101,752	1,105,925	1,012,476
Kuwait Government treasury bonds		108,500	108,500	187,500
Central Bank of Kuwait bonds		280,864	280,724	279,357
Deposits with banks and other financial institutions		75,701	3,033	164,071
Loans and advances to banks	14	184,771	192,063	200,438
Loans and advances to customers	14	4,226,862	4,116,537	4,268,248
Investment securities		166,909	174,855	166,391
Other assets	12	93,357	97,018	118,571
Premises and equipment		33,390	34,053	36,119
TOTAL ASSETS		6,272,106	6,112,708	6,433,171
LIABILITIES AND EQUITY				
LIABILITIES				
Due to banks		590,312	550,543	477,848
Deposits from financial institutions		664,816	705,337	924,467
Customer deposits		4,177,868	4,033,719	4,143,886
Subordinated Tier 2 bonds		100,000	100,000	100,000
Other liabilities		102,427	85,745	148,012
TOTAL LIABILITIES		5,635,423	5,475,344	5,794,213
EQUITY				
Share capital	4	304,813	304,813	304,813
Statutory reserve		42,135	42,135	39,106
Share premium		153,024	153,024	153,024
Property revaluation reserve		18,169	18,169	18,425
Treasury share reserve		-	-	22,926
Fair valuation reserve		3,227	3,686	3,670
Retained earnings		133,472	140,073	167,576
Treasury shares	5	654,840 (18,157)	661,900 (24,536)	709,540 (70,582)
TOTAL EQUITY		636,683	637,364	638,958
TOTAL LIABILITIES AND EQUITY		6,272,106	6,112,708	6,433,171


Jassim Mustafa Boodai
(Chairman)


Antoine Daher
(Chief Executive Officer)

The attached notes 1 to 14 form part of the interim condensed financial information.