

Kuwait, 3 December 2017

**Boursa Kuwait**  
**State of Kuwait**

**Subject: Disclosure of Material Information**

Dear All,

This is in accordance with Section Ten, Chapter Four of the Resolution No. 72/2015 concerning the amended Executive Regulations of 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 16/11/2017 was previously scheduled for the sale of the real-estate property, located in Fahaheel area of 231803 m<sup>2</sup> under Case No. 135/2012–Foreclosure/3, filed by Gulf Bank against Durrat Al-Dar Real Estate Company (the land of Khabari project). At the said hearing, the Judge of Foreclosure/3 was removed. Based on the removal request, the judge stepped down and referred the case to the Head of the Court who, in turn, scheduled for it a special hearing and a special judge (who had previously presided over the case in the past two years). Hence, a procedural hearing was scheduled on 28/11/2017 so that the litigating parties present their defense. On that hearing, the Judge of Foreclosure Department (special circuit) rendered his ruling and set Tuesday 16/1/2018 for the property sale at the previous price of KD 98,996,085.463 and for the publication of such news.

Best regards

**Jihad Khodr**  
**AGM- Head of Compliance & Disclosure**

**Disclosure and Transparency Section****Lawsuits Disclosure Form**

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| Date:  | 3 December 2017   |
| Listed Company:                                      | Gulf Bank K.S.C.P.  |
| Case No.:  | 135/2012- Foreclosure/3   |
| Case Subject:  | Execution proceedings related to the sale of the property located in Fahaheel (vacant land) mortgaged in favor of Gulf Bank and owned by Durrat Al-Dar Real Estate Company in its capacity of Real Guarantor of the debt by Khabari Holding Company   |
| Ruling Date:   | 28/11/2017  |
| Issuing Court:                                       | Court of First Instance – Foreclosure Department  |
| Litigant Parties                                     | Gulf Bank against Durrat Al-Dar Real Estate Company   |
| Ruling in favor of:                                  | Gulf Bank   |
| Ruling of First Instance                             | The Judge of Foreclosure/3 was removed. Based on the removal request, the judge stepped down and referred the case to the Head of the Court who, in turn, scheduled for it a special hearing and a special judge (who had previously presided over the case in the past two years). Hence, a procedural hearing was scheduled on 28/11/2017 so that the litigating parties present their defense. On that hearing, the Judge of Foreclosure Department (special circuit) rendered his ruling and set Tuesday 16/1/2018 for the property sale at the pervious price of KD 98,996,085.463 and for the publication of such news. |
| Ruling of Appeals                                    | -   |
| Ruling of Cassation                                  | -   |
| Impact expected on the company as a result of ruling | No financial impact on the bank.  |