

Kuwait, 2 June 2021

Boursa Kuwait
State of Kuwait

Subject: Comments on news circulating on some social media sites

This is made pursuant to Module Ten, Chapter Four of Resolution No. 72/2015 concerning the Executive Bylaw amending 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”.

Commenting on the news circulating on social media and some electronic newspapers regarding the court ruling issued in favor of Gulf Bank against one of its clients, we would like to point out that this ruling is related to an execution dispute on its subject-matter in connection with a credit facilities agreement appended with the Writ of Execution, which was submitted to the Ministry of Justice - Execution Department on 05/08/2019. Thereafter, the Court of First Instance and the Court of Appeal both ruled that the agreement in question was not valid for execution. These rulings resulted in an injunction preventing the Bank from pursuing the execution measures. However, the Court of Cassation issued a judgment which restored the Bank’s right to complete the execution measures. It should be noted that this type of lawsuits falls within the routine business of the Bank. Moreover, the amount that was published in the news does not represent the accurate amount claimed by the Bank, which is in aggregate KD 56.6 Million. Finally, we would like to confirm that the dispute was not related to the debt amount, but it is rather a dispute on the subject-matter thereof as mentioned above.

The impact of this judgment on the Bank’s financial position will be determined upon completion of the execution measures.

Best regards,



Jihad Khodr
Assistant General Manager
Head of Compliance & Disclosure Unit

