

Date: 4 November 2019
REF: CCG/116/2019

Sirs, Boursa Kuwait

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 30/9/2019.

Kindly find attached the Disclosure of Material Information Form and the Quarterly Financial Statement Results Form, along with 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.

Annex (11)**Disclosure of Material Information Form**

| | |
|--|--|
| | |
| Date | 4 November 2019 |
| Name of the listed company | Commercial Bank of Kuwait (K.P.S.C) |
| Material information | Disclosure of the Interim Condensed Consolidated Financial Information for the period ended 30/9/2019. |
| Significant effect of the material information on the financial position of the company | The Bank achieves net profit of KD 16,623,000 and the earnings per share are 8.4 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.)

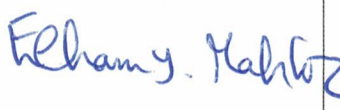

| | | |
|----------------------------|------------|-----------------------------|
| Financial Quarter Ended on | 30/09/2019 | الفترة المرحلية المنتهية في |
|----------------------------|------------|-----------------------------|

| | |
|---------------------------------|---------------------------|
| Company Name | اسم الشركة |
| Commercial Bank of Kuwait | البنك التجاري الكويتي |
| Board of Directors Meeting Date | تاريخ اجتماع مجلس الإدارة |
| Thursday 24/10/2019 | الخميس ٢٠١٩/١٠/٢٤ |

| التغيير (%) | فترة التسعة أشهر المقارنة | فترة التسعة أشهر الحالية | البيان |
|-------------|----------------------------|--------------------------|--|
| Change (%) | 9-Month Comparative Period | Current 9-Month Period | Statement |
| | 30/09/2018 | 30/09/2019 | |
| 9.1% | 15,232,000 | 16,623,000 | صافي الربح/الخسارة الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company |
| 9.1% | 7.7 | 8.4 | ربحية/خسارة السهم الأساسية والمخفضة (فلس) Basic & Diluted Earnings per Share (fils) |
| 12.3% | 2,921,008,000 | 3,280,874,000 | الموجودات المتداولة Current Assets |
| 11.6% | 4,227,573,000 | 4,719,869,000 | إجمالي الموجودات Total Assets |
| 19.3% | 3,161,972,000 | 3,770,795,000 | المطلوبات المتداولة Current Liabilities |
| 13.0% | 3,542,928,000 | 4,003,113,000 | إجمالي المطلوبات Total Liabilities |
| 4.7% | 683,815,000 | 715,873,000 | إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company |
| 7.1% | 114,156,000 | 122,245,000 | إجمالي الإيرادات التشغيلية Total Operating Revenue |
| 4.3% | 81,487,000 | 84,984,000 | صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss) |
| (3.9%) | 104.7% | 100.8% | أرباح (خسائر) مرحلة/ رأس المال المدفوع Retained Profit (Loss)/ Paid-Up Share Capital |

| التغيير (%) | الربع الثالث المقارن | الربع الثالث الحالي | البيان Statement |
|-------------|----------------------|---------------------|--|
| | Third Quarter | Third Quarter | |
| Change (%) | Comparative Period | Current Period | |
| | 30/09/2018 | 30/09/2019 | |
| (25.9%) | 9,191,000 | 6,814,000 | صافي الربح/الخسارة الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company |
| (23.9%) | 4.6 | 3.5 | ربحية/خسارة السهم الأساسية والمخفضة (فلس) Basic & Diluted Earnings per Share (fils) |
| 5.1% | 36,448,000 | 38,290,000 | إجمالي الإيرادات التشغيلية Total Operating Revenue |
| (2.7%) | 27,383,000 | 26,657,000 | صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss) |

| سبب ارتفاع/انخفاض صافي الربح/الخسارة | Increase/Decrease in Net Profit/(Loss) is due to |
|--|--|
| سجل صافي الربح للفترة المنتهية في 30 سبتمبر 2019 ارتفاعاً بمبلغ 1,391,000 دينار كويتي مقارنة بالفترة المقابلة المنتهية في 30 سبتمبر 2018 . ويرجع ذلك أساساً إلى زيادة صافي إيرادات الفوائد وصافي الربح من التعامل بالعملة الأجنبية وزيادة الرسوم والعمولات وإيرادات التشغيل الأخرى ، حيث عوضت الزيادات في البنود أعلاه بشكل جزئي انخفاض إيرادات توزيعات الأرباح وزيادة مصاريف التشغيل وزيادة مخصص هبوط القيمة والمخصصات الأخرى | Net profit for the period ended 30 th September 2019 higher by KD 1,391,000 as compared to the corresponding period ended 30 th September 2018 is mainly due to increase in net interest income, net gain from dealing in foreign currencies, fees and commission, other operating income, which has partially offset by decrease in dividend income, increase in operating expenses, and increase in impairment and other provisions. |
| بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.) | Total Revenue realized from dealing with related parties (value, KWD) |
| ٢٨,٣٣٠ د.ك. | KD 28,330 |
| بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.) | Total Expenditures incurred from dealing with related parties (value, KWD) |
| ١,٠٩٨,٦٥٨ د.ك. | KD 1,098,658 |

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

• 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 2019 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 2019 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 2019, 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.

State of Kuwait
24 October 2019



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