

Kuwait: 9th of July 2019

Mr. Mohammad Saud Al-Osaimi
Acting Chief Executive Officer - Boursa Kuwait Company
State of Kuwait

Dear Sirs,

Subject: Interim Consolidated Financial Statements for the period ended 30/6/2019

As per chapter No.4 of the “Disclosure & Transparency” Module of the Capital Markets Authority’s Executive Bylaws and its Law No. 7/2010 and amendments issued on 9/11/2015 regarding disclosure of Material Information.

National Bank of Kuwait would like to disclose that Central Bank of Kuwait has approved NBK’s Interim Consolidated Financial Statements for the period ended 30/6/2019.

Attached; Quarterly Financial Statement Results Form (Q2) for Kuwaiti Companies published on Boursa Kuwait Company website and a copy of Central Bank of Kuwait approval.

With reference to Boursa Kuwait Rule Book requirements issued as per the decision No (1) for year 2018 and since National Bank of Kuwait has been classified under the “Premier Market” category. The Bank is glad to announce a quarterly Analysts/Investors Conference that will take place through a Live Webcast at 3 p.m. (according to local time) on Monday 15/7/2019, Interested parties should reach out to the Bank through the following email address: Investor-Relations@nbk.com in order to provide them with the invitation and access details for the aforementioned conference.

Sincerely yours,

 On behalf of National Bank of Kuwait (S.A.K.P.)



Isam J. Al-Sager

Group Chief Executive Officer

Quarterly Financial Statement Results Form (Q2)
Kuwaiti Company (KWD)

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

| | | | |
|----------------------------|------------------|-----------|-----------------------------|
| Financial Quarter Ended on | 30/6/2019 | ٢٠١٩/٦/٣٠ | الفترة المرحلية المنتهية في |
|----------------------------|------------------|-----------|-----------------------------|


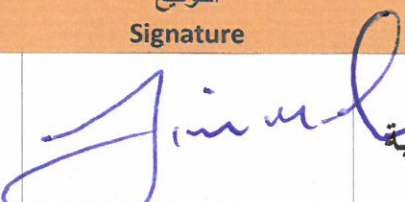
| | | | |
|--|---------------------------|--|--|
| Company Name | اسم الشركة | | |
| National Bank of Kuwait S.A.K.P | بنك الكويت الوطني ش.م.ك.م | | |
| Board of Directors Meeting Date | تاريخ اجتماع مجلس الإدارة | | |
| Monday 8/7/2019 | الاثنين في ٢٠١٩/٧/٨ | | |

| التغيير (%) | فترة الستة أشهر المقارنة | فترة الستة أشهر الحالية | البيان |
|-------------|----------------------------|-------------------------|--|
| Change (%) | 6-Month Comparative Period | Current 6-Month Period | Statement |
| | 30/6/2018 | 30/6/2019 | |
| 12.5% | 185,856,000 | 209,093,000 | صافي الربح/الخسارة الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company |
| 12.8% | 28 | 31 | ربحية/خسارة السهم الأساسية والمخفضة (فلس) Basic & Diluted Earnings per Share (fils) |
| -2.2% | 13,626,491,000 | 13,328,592,000 | الموجودات المتداولة Current Assets |
| 3.4% | 26,941,826,000 | 27,870,492,000 | إجمالي الموجودات Total Assets |
| 4.3% | 21,968,917,000 | 22,923,252,000 | المطلوبات المتداولة Current Liabilities |
| 2.9% | 23,421,542,000 | 24,094,347,000 | إجمالي المطلوبات Total Liabilities |
| 6.3% | 2,994,400,000 | 3,182,998,000 | إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company |
| 2.2% | 442,181,000 | 451,876,000 | إجمالي الإيرادات التشغيلية Total Operating Revenue |
| -0.3% | 307,076,000 | 306,044,000 | صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss) |
| 7.5% | 225.0% | 232.6% | أرباح (خسائر) مرحلة/ رأس المال المدفوع Retained Profit (Loss) / Paid-Up Share Capital |



| التغيير (%) Change (%) | الربع الثاني المقارن Second Quarter | الربع الثاني الحالي Second Quarter | البيان Statement |
|---------------------------|--|---------------------------------------|--|
| | Comparative Period | Current Period | |
| | 30/6/2018 | 30/6/2019 | |
| 9.9% | 92,269,000 | 101,364,000 | صافي الربح/الخسارة الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company |
| 10.5% | 13 | 15 | ربحية/خسارة السهم الأساسية والمخفضة (فلس) Basic & Diluted Earnings per Share (fils) |
| -1.1% | 228,736,000 | 226,307,000 | إجمالي الإيرادات التشغيلية Total Operating Revenue |
| -4.1% | 158,162,000 | 151,666,000 | صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss) |

| Increase/Decrease in Net Profit/(Loss) is due to | سبب ارتفاع/انخفاض صافي الربح/الخسارة |
|---|--|
| The increase in net profit for the six months period ended 30th June 2019 as compared to the six months period ended 30th June 2018 was primarily due to higher net interest income, higher fees and commissions and lower loan provision charges. The increase in net interest income was driven by strong growth in business volumes. | يعود السبب الرئيسي في ارتفاع صافي الربح لفترة الستة أشهر المنتهية في ٣٠ يونيو ٢٠١٩ بالمقارنة بالستة أشهر المنتهية في ٣٠ يونيو ٢٠١٨ إلى ارتفاع صافي إيرادات الفوائد وارتفاع إيرادات الرسوم والعمولات وانخفاض تكاليف المخصصات. وجاءت الزيادة في صافي إيرادات الفوائد مدفوعة بالنمو القوي في حجم الأعمال. |
| Total Revenue realized from dealing with related parties (value, KWD) | بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.) |
| KD 1,908,000 | KD 1,908,000 |
| Total Expenditures incurred from dealing with related parties (value, KWD) | بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.) |
| KD 225,000 | KD 225,000 |

| ختم الشركة Company Seal | التوقيع Signature | المسمى الوظيفي Title | الاسم Name |
|---|---|-----------------------------|---------------|
|  R.C. 0010 - 03 |  | رئيس مجموعة الرقابة المالية | جيم مورفي |

• Auditor Report Attached

• مرفق تقرير مراقب الحسابات



Ernst & Young
Al Alban, Al Osaimi & Partners
P.O. Box 74
18-21st Floor, Baitak Tower
Ahmed Al Jaber Street
Safat Square 13001, Kuwait

Tel: +965 2295 5000
Fax: +965 2245 6419
kuwait@kw.ey.com
ey.com/mena

Deloitte.

**Deloitte & Touche
Al-Wazzan & Co.**

Ahmed Al-Jaber Street, Sharq
Dar Al-Awadi Complex, Floors 7 & 9
P.O. Box 20174, Safat 13062
Kuwait

Tel : + 965 22408844, 22438060
Fax: + 965 22408855, 22452080
www.deloitte.com

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

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National Bank of Kuwait S.A.K.P. (the "Bank") and its subsidiaries (collectively the "Group") as at 30 June 2019, and the related interim condensed consolidated statement of income and the interim condensed consolidated statement of comprehensive income for the three month and six month periods then ended, and the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six months period then ended. The management of the Bank 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 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, as amended, and its executive regulation, as amended, or of the Bank's Articles of Association and Memorandum of Incorporation, as amended, during the six months period ended 30 June 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, 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 six months period ended 30 June 2019 that might have had a material effect on the business of the Bank or on its financial position.

WALEED A. AL OSAIMI
LICENCE NO. 68 A
ERNST & YOUNG
AL AIBAN, AL OSAIMI & PARTNERS

BADER A. AL-WAZZAN
LICENCE NO. 62 A
DELOITTE & TOUCHE
AL-WAZZAN & CO.

8 July 2019
Kuwait

الإشارة : 73.20 / 105/2 Ref. :

التاريخ : 6 ذو القعدة 1440 Date :
الموافق : 9 يوليو 2019

السيد الرئيس التنفيذي لمجموعة بنك الكويت الوطني المحترم

تحية طيبة وبعد ،

بالإشارة إلى كتابكم المؤرخ 2019/7/8 والمرفق به البيانات المالية المرحلية المجمعة لمصرفكم عن الفترة من 2019/1/1 حتى 2019/6/30 ، وعطفاً على الإيضاحات والبيانات التفصيلية الواردة إلينا في هذا الشأن والتي كان آخرها بتاريخ 2019/7/9.

نفيدكم بأن بنك الكويت المركزي قد أُحيط 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

- نسخة إلى بورصة الكويت .