



Date : 07/04/2021  
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إشارتنا: 2021/244

M.S./ Boursa Kuwait

السادة/ شركة بورصة الكويت المحترمين

Dear Sirs,

تحية طيبة وبعد،،،

In accordance with the provisions of Module (10) ("Disclosure & Transparency") of the executive bylaw of law No. (7) of 2010 and its amendments issued under CMA resolution No. (72 of 2015) on 9/11/2015 concerning the disclosure of the critical information and the mechanism of Disclosure thereto;  
please find attached the Credit Rating disclosure form related to the rating issued by Standard & Poor's (S&P) Rating Agency regarding the rating of Burgan Bank.

عملاً بما جاء في الكتاب العاشر (الإفصاح والشفافية) من اللائحة التنفيذية للقانون رقم 7 لسنة 2010 وتعديلاته الصادرة بموجب قرار هيئة أسواق المال رقم (72) لسنة 2015 بتاريخ 2015/11/09 بشأن الإفصاح عن المعلومات الجوهرية وآلية الإعلان عنها ، تجدون مرفقاً نموذج الإفصاح عن التصنيف الائتماني من وكالة ستاندرز اند بورز لبنك بركان.

Best regards,

وتفضلوا بقبول فائق الاحترام والتقدير،،،



**Khalid Al-Zouman**  
رئيس المدراء الماليين للمجموعة  
Group Chief Financial Officer



## Credit Rating Disclosure Form

<b>Date</b>	07/04/2021
<b>Name of Listed Company</b>	<b>Burgan Bank (K.P.S.C)</b>
<b>Rating Agency</b>	<b>S&amp;P Global Ratings (S&amp;P)</b>
<b>Rating Category</b>	S&P affirms Burgan Bank's (BB) (the Bank) Issuer Credit Rating (ICR) at "BBB+" with a "Stable" outlook.
<b>Rating Drivers</b>	BB rating reflects S&P's view of the Bank's good corporate franchise, geographically diversified earning generation capabilities and adequate capitalization.
<b>Rating Impact on the Company's Status</b>	No impact
<b>Rating Outlook</b>	Stable
<b>Translation of the Press Release or the Executive Summary</b>	<p><b>(Specific Relevant Section from S&amp;P's Report)</b></p> <p>Major rating factors:</p> <ol style="list-style-type: none"> <li>1. Strengths: <ul style="list-style-type: none"> <li>• A geographically diversified lending book.</li> <li>• Adequate capitalization.</li> <li>• High likelihood of extraordinary government support.</li> </ul> </li> <li>2. Weaknesses: <ul style="list-style-type: none"> <li>• Concentration on both sides of balance sheet.</li> <li>• Related party exposure</li> <li>• Overseas operation in countries with greater economic risk than Kuwait</li> </ul> </li> </ol> <p>The stable outlook reflects S&amp;P Global Ratings' expectation that Burgan Bank will maintain a stable level of capitalization, with its risk-adjusted capital (RAC) ratio above 8.0% over the next 12-24 months. Although we expect a deterioration in the bank's asset quality and profitability over the next 12-24 months from Kuwaiti and international operations, we think its financial profile will remain relatively stable.</p> <p>Issuer credit rating: <b>BBB+/Stable/A-2</b></p> <p>Additional information is available on <a href="http://www.spglobal.com/ratingsdirect">www.spglobal.com/ratingsdirect</a></p>



**Khalid Al-Zouman**  
Group Chief Financial Officer

