To: Boursa Kuwait

Peace, Mercy and Blessings of Allah be upon you

Subject: Response to News

The Real Estate Auction

In reference to the above, and in interest of Kuwait Finance House "KFH" at adhering to Article (4-4-1) "Response to News" of Chapter 4 'Disclosure of Material Information' of CMA Executive Bylaws Book 10 (Disclosure and Transparency), KFH would like to report the following in response to the Article published on 11 December 2019 in Al Jarida Newspaper:

- Al Enmaa Real Estate Co (KFH Group Subsidiary) has organized a Real Estate Auction on Monday, December 9, 2019, to sell a number of (4) properties owned by KFH and Other Investors within the Eastern Al-Qurain Portfolio.

- KFH share in these properties is 33.33%.

- KFH net profit is approximately KD 0.4 Million. Such profits will be recognized in the Financial Statements after the completion of all legal procedures for the transfer of ownership of these properties.

Best Regards,

Mazen S Al Nahedh