Date: 30 October 2019
2 Rabi Al-Awwal 1441
Ref: 10 / 10 / 482 /2019

To: Boursa Kuwait
Peace, Mercy and Blessings of Allah be upon you

Subject: Response to News
The Article About Pair of Manhattan Hotels Default on Debt

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:

- KFH asserts that the article as published at (commercialobserver.com) and was circulated in the social media is inaccurate; KFH is not the borrower nor the guarantor for such finance.

- KFH Group’s ownership in such hotels is approximately 10.9% through an international real estate fund that is managed by a subsidiary company of KFH Capital Investment Company; which is currently in the process of refinancing the two hotels.

- Currently, it is not expected to have an effect on the financial position of KFH Group.

Best Regards,

Shadi Zahran
Acting Group CEO