

Kuwait, 28 July 2021

**Boursa Kuwait**  
**State of Kuwait**

**Subject: Interim Financial Statements for the Period Ended 30/6/2021**

This is pursuant to Module Ten, Chapter Four of the Resolution No. 72 of 2015, concerning the amended Executive Bylaws to Law No. 7/2010 on the “Establishment of Capital Markets Authority and the Regulation of Securities Activity”, pertaining to the “Disclosure of Material Information and the Mechanism of Notification”. We would like to advise you that CBK has approved Gulf Bank’s interim financial statements for the period ended 30/6/2021 as per CBK letter dated 28/7/2021.

Pursuant to the requirements of the Bourse under Resolution No. (1) of 2018 applicable to listed companies classified under Premier Markets, we are pleased to announce that the Quarterly Analysts Conference will be held through live webcast on Tuesday 3/8/2021, at 1:00pm (local timing). Investors, analysts, and interested parties may visit our bank’s website [www.e-gulfbank.com](http://www.e-gulfbank.com) under the Investor Relations Section/Investor Presentations to obtain the Invitation link and instructions on how to join the webcast.

Best regards



**Jihad Khodr**  
**Assistant General Manager**  
**Head of Compliance & Disclosure Unit**



**Enclosures:**

- Copy of CBK approval on the Financial Statements
- Copy of Gulf Bank’s Interim Financial Statements for the period ended 30/6/2021
- Announcement Form of the Financial Statements as at 30/6/2021

**Central Bank of Kuwait  
Off-Site Supervision Dept.**

---

Date: 28 July 2021  
Ref: 2/105/---

**Chief Executive Officer  
Gulf Bank**

Dear Sir,

This has reference to your letter, dated 15/7/2021, enclosing a copy of your bank's interim financial statements for the period ended 30/6/2021 prepared for disclosure purposes as per Bursa Kuwait's requirements, and further to the clarifications and detailed statements sent to us in this regard, latest dated 26/7/2021.

We would like to advise you that CBK took note of the contents of these statements, and that you may proceed with all applicable necessary actions in this regard.

Best regards

**Abdulhameed D. Al-Awadh  
Manager, On-Site Supervision Department**

c.c. Bursa Kuwait -

**Financial Results Form**  
**Kuwaiti Company (KWD)**

 نموذج نتائج البيانات المالية  
 الشركات الكويتية (د.ك.)

<b>Company Name</b>	اسم الشركة
Gulf Bank K.S.C.P.	بنك الخليج ش.م.ك.ع.

<b>Second quarter results Ended on</b>	2021-06-30	نتائج الربع الثاني المنتهي في
--	------------	-------------------------------

<b>Board of Directors Meeting Date</b>	2021-07-14	تاريخ اجتماع مجلس الإدارة
--	------------	---------------------------

<b>Required Documents</b>	المستندات الواجب إرفاقها بالنموذج
Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided	نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم إرفاق هذه المستندات

التغيير (%)	فترة الستة اشهر المقارنة	فترة الستة اشهر الحالية	البيان
Change (%)	Six Month Comparativ Period	Six Month Current Per	Statement
	2020-06-30	2021-06-30	
40.4%	11,767,000	16,523,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
35.8%	4.05	5.50	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
-3.3%	3,392,434,000	3,279,646,000	الموجودات المتداولة Current Assets
4.4%	6,025,277,000	6,291,293,000	إجمالي الموجودات Total Assets
2.6%	5,252,734,000	5,390,430,000	المطلوبات المتداولة Current Liabilities
4.1%	5,425,966,000	5,648,620,000	إجمالي المطلوبات Total Liabilities
7.2%	599,311,000	642,673,000	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
7.8%	77,213,000	83,247,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
-1.4%	43,739,000	43,108,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
--	لا يوجد خسائر متراكمة No accumulated losses	لا يوجد خسائر متراكمة No accumulated losses	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital

التغيير (%)	الربع الثاني المقارن	الربع الثاني الحالي	البيان
Change (%)	Second quarter Comparative Period	Second quarter Current Period	Statement
	2020-06-30	2021-06-30	
43.5%	3,171,000	4,550,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
38.5%	1.09	1.51	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
7.3%	38,898,000	41,728,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
-8.8%	24,170,000	22,045,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)

• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

Increase/Decrease in Net Profit (Loss) is due to	سبب ارتفاع/انخفاض صافي الربح (الخسارة)
<p>The Bank's net profit of KD 16.5 million for the period ended 30 June 2021 is an increase of KD 4.8 million compared with the same period in 2020.</p> <p>The increase in net profit compared with the prior period was primarily driven by higher operating income (KD 6 million) and lower provisions and impairment losses (KD 5.6 million) offset by an increase in operating expenses (KD 6.7 million).</p>	<p>ارتفع صافي الربح للبنك للفترة المنتهية في 30 يونيو 2021 إلى 16.5 مليون د.ك. أي بزيادة 4.8 مليون د.ك. مقارنة بالفترة نفسها من عام 2020.</p> <p>وتعزى الزيادة في صافي الربح بالمقارنة مع الفترة السابقة إلى ارتفاع الإيرادات التشغيلية (6 مليون د.ك.) وانخفاض المخصصات وخسائر انخفاض القيمة (5.6 مليون د.ك.) والتي قوبلت بارتفاع في المصروفات التشغيلية (6.7 مليون د.ك.)</p>

Total Revenue realized from dealing with related parties (value, KWD)	KD 2,090,000	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
Total Expenditures incurred from dealing with related parties (value, KWD)	KD 599,000	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)

Auditor Opinion		رأي مراقب الحسابات	
1.	Unqualified Opinion	<input checked="" type="checkbox"/>	1. رأي غير متحفظ
2.	Qualified Opinion	<input type="checkbox"/>	2. رأي متحفظ
3.	Disclaimer of Opinion	<input type="checkbox"/>	3. عدم إبداء الرأي
4.	Adverse Opinion	<input type="checkbox"/>	4. رأي معاكس

In the event of selecting item No. 2, 3 or 4, the following table must be filled out, and this form is not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

Not applicable	نص رأي مراقب الحسابات كما ورد في التقرير
Not applicable	شرح تفصيلي بالحالة التي استدعت مراقب الحسابات لإبداء الرأي
Not applicable	الخطوات التي مستقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات
Not applicable	الجدول الزمني لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات



Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
NIL	NIL	توزيعات نقدية	Cash Dividends
NIL	NIL	توزيعات أسهم منحة	Bonus Share
NIL	NIL	توزيعات أخرى	Other Dividend
NIL	NIL	عدم توزيع أرباح	No Dividends
NIL	NIL	زيادة رأس المال	Capital Increase
NIL	NIL	تخفيض رأس المال	Capital Decrease

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		Chief Financial Officer رئيس المدراء الماليين	David Challinor ديفيد تشالينور



Building a better  
working world

Ernst & Young  
Al Aiban, Al Osaimi & Partners  
P.O. Box 74  
18-20th 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 FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF GULF BANK K.S.C.P.**

### *Introduction*

We have reviewed the accompanying interim condensed statement of financial position of Gulf Bank K.S.C.P. (the "Bank") as at 30 June 2021, and the related interim condensed statement of income, interim condensed statement of comprehensive income for the three months and six months periods then ended and the related interim condensed statement of cash flows and interim condensed statement of changes in equity for the six months period then ended. The management of the Bank is responsible for the preparation and presentation of this interim condensed 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 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 condensed 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 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 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 regulations, as amended, or of the Bank's Memorandum of Incorporation and Articles of Association, as amended, during the six months period ended 30 June 2021 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 material 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 2021 that might have had a material effect on the business of the Bank or on its financial position.

ABDULKARIM AL SAMDAN  
LICENCE NO. 208 A  
EY  
AL AIBAN, AL OSAIMI & PARTNERS

TALAL YOUSEF AL-MUZAINI  
LICENCE NO. 209 A  
DELOITTE & TOUCHE  
AL-WAZZAN & CO.

28 July 2021  
Kuwait

**GULF BANK K.S.C.P.**  
**Interim Condensed Statement of Income**  
**(Unaudited)**  
PERIOD ENDED 30 JUNE 2021

		<i>3 months ended</i>	<i>3 months ended</i>	<i>6 months ended</i>	<i>6 months ended</i>
		<i>30 June</i>	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>
		<i>2021</i>	<i>2020</i>	<i>2021</i>	<i>2020</i>
	<i>Notes</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>
Interest income	13	45,973	55,245	91,229	113,269
Interest expense		13,283	22,836	25,931	51,967
<b>Net interest income</b>		<u>32,690</u>	<u>32,409</u>	<u>65,298</u>	<u>61,302</u>
Net fees and commissions		6,777	4,734	13,684	11,491
Net gains from dealing in foreign currencies and derivatives		2,083	1,524	3,965	3,593
Dividend income		65	-	65	352
Other income		113	231	235	475
<b>Operating income</b>		<u>41,728</u>	<u>38,898</u>	<u>83,247</u>	<u>77,213</u>
Staff expenses		11,023	8,882	23,255	20,389
Occupancy costs		657	678	1,331	1,411
Depreciation		1,756	1,932	3,446	3,870
Other expenses		6,247	3,236	12,107	7,804
<b>Operating expenses</b>		<u>19,683</u>	<u>14,728</u>	<u>40,139</u>	<u>33,474</u>
<b>OPERATING PROFIT BEFORE PROVISIONS / IMPAIRMENT LOSSES</b>		<u>22,045</u>	<u>24,170</u>	<u>43,108</u>	<u>43,739</u>
Charge (release) of provisions:					
- specific		19,134	23,979	29,261	32,246
- general		794	(547)	875	2,752
Loan recoveries, net of write-off		(2,620)	(2,948)	(4,435)	(3,867)
Net provision on other financial assets		(42)	(5)	77	(84)
Impairment loss on other assets	12	-	372	-	372
<b>OPERATING PROFIT</b>		<u>4,779</u>	<u>3,319</u>	<u>17,330</u>	<u>12,320</u>
Directors' remuneration		15	-	30	-
Contribution to Kuwait Foundation for the Advancement of Sciences		48	32	174	123
National Labour Support Tax		118	84	429	307
Zakat		48	32	174	123
<b>PROFIT FOR THE PERIOD</b>		<u>4,550</u>	<u>3,171</u>	<u>16,523</u>	<u>11,767</u>
<b>BASIC AND DILUTED EARNINGS PER SHARE (Fils)</b>	3	<u>2</u>	<u>1</u>	<u>5</u>	<u>4</u>

The attached notes 1 to 15 form part of the interim condensed financial information.



**GULF BANK K.S.C.P.**  
**Interim Condensed Statement of Comprehensive Income**  
**(Unaudited)**  
PERIOD ENDED 30 JUNE 2021

	<i>3 months ended</i> <i>30 June</i> <i>2021</i> <i>KD 000's</i>	<i>3 months ended</i> <i>30 June</i> <i>2020</i> <i>KD 000's</i>	<i>6 months ended</i> <i>30 June</i> <i>2021</i> <i>KD 000's</i>	<i>6 months ended</i> <i>30 June</i> <i>2020</i> <i>KD 000's</i>
<b>Profit for the period</b>	<b>4,550</b>	3,171	<b>16,523</b>	11,767
<b>Other comprehensive income</b>				
<i>Items that will not be reclassified subsequently to interim condensed statement of income :</i>				
Net changes in fair value of investment securities-equity	1,440	(607)	981	(4,459)
<i>Items that are reclassified or may be reclassified subsequently to interim condensed statement of income:</i>				
Net changes in fair value of debt instruments at FVOCI	-	1	-	1
<b>Other comprehensive income (loss) for the period</b>	<b>1,440</b>	(606)	<b>981</b>	(4,458)
<b>Total comprehensive income for the period</b>	<b>5,990</b>	2,565	<b>17,504</b>	7,309

The attached notes 1 to 15 form part of the interim condensed financial information.

**GULF BANK K.S.C.P.**  
**Interim Condensed Statement of Financial Position**

		<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>
		<i>30 June</i>	<i>31 December</i>	<i>30 June</i>
		<i>2021</i>	<i>2020</i>	<i>2020</i>
<i>Notes</i>		<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>
<b>ASSETS</b>				
		<b>1,100,716</b>	1,105,925	811,826
		91,000	108,500	165,500
		280,680	280,724	279,634
		-	3,033	55,855
	14	232,444	192,063	206,102
	14	4,285,666	4,116,537	4,188,995
		152,791	174,855	164,855
	12	114,688	97,018	117,315
		33,308	34,053	35,195
		<b>6,291,293</b>	<b>6,112,708</b>	<b>6,025,277</b>
<b>LIABILITIES AND EQUITY</b>				
<b>LIABILITIES</b>				
		634,740	550,543	434,474
		603,614	705,337	873,851
		4,166,995	4,033,719	3,915,754
	15	150,000	100,000	100,000
		93,271	85,745	101,887
		<b>5,648,620</b>	<b>5,475,344</b>	<b>5,425,966</b>
<b>EQUITY</b>				
	4	304,813	304,813	304,813
		42,135	42,135	39,106
		153,024	153,024	153,024
		18,169	18,169	18,425
		-	-	22,926
		4,625	3,686	2,714
		138,064	140,073	128,885
		<b>660,830</b>	<b>661,900</b>	<b>669,893</b>
	5	(18,157)	(24,536)	(70,582)
		<b>642,673</b>	<b>637,364</b>	<b>599,311</b>
		<b>6,291,293</b>	<b>6,112,708</b>	<b>6,025,277</b>



**Jassim Mustafa Boodai**  
*(Chairman)*



**Antoine Daher**  
*(Chief Executive Officer)*

The attached notes 1 to 15 form part of the interim condensed financial information.