

Kuwait: 18th of November 2020

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

Dear Sir,

Subject: Supplementary disclosure regarding redemption of securities amounting to KD 125 million and issuance of securities amounting to KD 150 million

Further to Bank's disclosure dated 11th of October 2020 regarding the approval on redemption of securities amounting to KD 125 million and approval on issuance of securities in an amount up to KD 150 million.

National Bank of Kuwait would like to disclose regarding its success to accomplish the following:

- Redemption of securities amounting to KD 125 million in full.
 - Issuance of subordinated Tier 2 securities amounting to KD 150 million.
- Our Bank would like also to disclose regarding the details of coverage percentages and subscription amount.

Attached; Supplementary Disclosure Form.

Sincerely Yours,

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


Isam J. Al-Sager

Group Chief Executive Officer

Supplementary Disclosure Form

Date	18 th of November 2020	
Name of the Listed Company	National Bank of Kuwait (S.A.K.P)	
Disclosure Title	Supplementary disclosure from National Bank of Kuwait regarding redemption of securities amounting to KD 125 million and issuance of securities amounting to KD 150 million.	
Date of Previous Disclosure	11 th of October 2020	
Development that occurred to the disclosure	Kindly be informed that National Bank of Kuwait has succeeded to accomplish the following: <ol style="list-style-type: none"> Redemption of securities amounting to KD 125 million in full. Investors had the option to roll-over their redemption amount to the new bonds, resulting in 39.68% of the value of the redeemed securities being rolled over to the new bonds. Issuance of subordinated Tier 2 securities amounting to KD 150 million, with a peak order book of KD 228.3 million which is 1.52 times oversubscribed. Below is a summary of the issuance details: 	
	Issuer	National Bank of Kuwait (S.A.K.P)
	Issuance Amount	KD 150 million
	NBK Group's Rating	Moody's: (A1) Standard & Poor's: (A) Fitch: (AA-)
	Issuance Rating	(Baa1) by Moody's
	Tenor	10 years (callable after 5 years)
	Coupon	- <u>Fixed Rate Tranche</u> : 4.75% per annum for the first five years, and 3.25% over the prevailing CBK Discount Rate for the subsequent period per annum. - <u>Floating Rate Tranche</u> : 3% over the CBK Discount Rate per annum, capped at 1% over the Fixed Rate Tranche, determined semi-annually.
	Coupon Payment	Semi-annual
	Status	The Bonds will be direct, unconditional, unsecured and subordinated limited-recourse obligations of the issuer.
	Listing	The issuer may list the bonds on Bursa Kuwait or other foreign securities exchange.
	Law/ Court Jurisdiction	Kuwait Law / Kuwait Courts
	Joint Lead Managers	Watani Investment Company K.S.C.C. (NBK Capital), Gulf Bank K.S.C.P., Kuwait Financial Centre K.P.S.C. (Markaz), Kamco Investment Company K.S.C.P. (Kamco Invest)
	Placement Agents	Watani Investment Company K.S.C.C. (NBK Capital), Gulf Bank K.S.C.P., Kuwait Financial Centre K.P.S.C. (Markaz), Kamco Investment Company K.S.C.P. (Kamco Invest)
The financial effect of the occurring development	Enhancing Capital Adequacy Ratios.	

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