

Kuwait: 28th of July 2020

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

Dear Sirs,

**Subject: Interim Consolidated Financial Information
for the period ended 30/6/2020**

As per chapter No.4 of the "Disclosure & Transparency" Module of the Capital Markets Authority's Executive Bylaws and its Law No. 7/2010 and amendments issued on 9/11/2015 regarding disclosure of Material Information.

National Bank of Kuwait would like to disclose that Central Bank of Kuwait has approved NBK's Interim Consolidated Financial Information for the period ended 30/6/2020.

Attached; Financial Results Form for Kuwaiti Companies for Q2 ended 30/6/2020 published on Boursa Kuwait Company website and a copy of Central Bank of Kuwait approval.

With reference to Boursa Kuwait Rule Book requirements issued as per the decision No (1) for year 2018 and since National Bank of Kuwait has been classified under the "Premier Market" category. The Bank is glad to announce a quarterly Analysts/Investors Conference that will take place through a Live Webcast at 3 p.m. (according to local time) on Thursday 6/8/2020. Interested parties should reach out to the Bank through the following email address: Investor-Relations@nbk.com in order to provide them with the invitation and access details for the aforementioned conference.

Sincerely yours,

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

A handwritten signature in blue ink, appearing to read "Isam J. Al-Sager".

Isam J. Al-Sager

Group Chief Executive Officer

بنك الكويت الوطني
National Bank of Kuwait
ش.م.ك.م.ع. SAKP

T +965 22422011 ف +965 22431888

ص.ب 95 الصفاة 13001 الكويت
P.O. Box 95 Safat 13001 Kuwait

nbk.com

C.R. No. 8490 سجل تجاري رقم

رأس المال المصدر والمدفوع د.ك. 652,398,588/700 Issued and paid-up capital

Financial Results Form
Kuwaiti Company (KWD)

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

Second quarter results Ended on	2020-06-30	نتائج الربع الثاني المنتهي في
---------------------------------	------------	-------------------------------

Company Name	اسم الشركة
National Bank of Kuwait S.A.K.P	بنك الكويت الوطني ش.م.ك.ع
Board of Directors Meeting Date	تاريخ اجتماع مجلس الإدارة
2020-07-14	
Required Documents	المستندات الواجب إرفاقها بالنموذج
<input checked="" type="checkbox"/> Approved financial statements	<input checked="" type="checkbox"/> نسخة من البيانات المالية المعتمدة
<input checked="" type="checkbox"/> Approved auditor's report	<input checked="" type="checkbox"/> نسخة من تقرير مراقب الحسابات المعتمد

التغيير (%)	فترة الستة أشهر المقارنة	فترة الستة أشهر الحالية	البيان
Change (%)	Six Month Comparative Period	Six Month Current Per	Statement
	2019-06-30	2020-06-30	
-46.9%	209,093,000	111,092,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
-51.6%	30	14	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
9.7%	13,328,592,000	14,615,156,000	الموجودات المتداولة Current Assets
6.5%	27,870,492,000	29,680,260,000	إجمالي الموجودات Total Assets
6.2%	22,923,252,000	24,340,552,000	المطلوبات المتداولة Current Liabilities
7.0%	24,094,347,000	25,779,227,000	إجمالي المطلوبات Total Liabilities
-3.2%	3,182,998,000	3,079,553,000	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
-8.3%	451,876,000	414,557,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
-15.0%	306,044,000	260,260,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
Not Applicable/ لا ينطبق	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
	2019-06-30	2020-06-30	
-67.0%	101,364,000	33,419,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
-78.4%	14	3	ربحية (خسارة) السهم الأساسية والمخففة Basic & Diluted Earnings per Share
-16.1%	226,307,000	189,768,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
-22.3%	151,666,000	117,910,000	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)


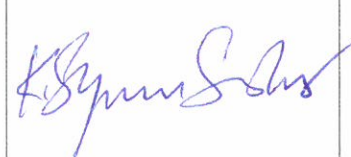
• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

Increase/Decrease in Net Profit (Loss) is due to	سبب ارتفاع/انخفاض صافي الربح (الخسارة)
<p>June 2020 financial results reflect changes in operating environment resulting from the Covid-19 pandemic and regulatory responses to the same.</p> <p>The decrease in net profit for the period ended 30 June 2020 as compared to the period ended 30 June 2019 was primarily due to higher provision charges for credit losses and impairment losses, lower net operating income and higher operating expenses.</p>	<p>تعكس النتائج المالية لفترة الربع الثاني المنتهي في 30 يونيو 2020 التغييرات في البيئة التشغيلية وكذلك الإجراءات التنظيمية لمواجهة تداعيات جائحة كورونا.</p> <p>ويعود سبب الانخفاض في صافي الربح للفترة المنتهية في 30 يونيو 2020 مقارنة بالفترة المنتهية في 30 يونيو 2019 بشكل رئيسي إلى ارتفاع مخصصات خسائر الائتمان وخسائر انخفاض القيمة وانخفاض صافي إيرادات التشغيل وكذلك ارتفاع مصروفات التشغيل.</p>
Total Revenue realized from dealing with related parties (value, KWD)	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KD 2,366,000	2,366,000 دينار كويتي
Total Expenditures incurred from dealing with related parties (value, KWD)	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KD 178,000	178,000 دينار كويتي

Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
Not Applicable/ لا ينطبق	Not Applicable/ لا ينطبق		توزيعات نقدية Cash Dividends
Not Applicable/ لا ينطبق	Not Applicable/ لا ينطبق		توزيعات أسهم منحة Bonus Share
Not Applicable/ لا ينطبق	Not Applicable/ لا ينطبق		توزيعات أخرى Other Dividend
Not Applicable/ لا ينطبق	Not Applicable/ لا ينطبق		عدم توزيع أرباح No Dividends
Not Applicable/ لا ينطبق	Not Applicable/ لا ينطبق	علاوة الإصدار Issue Premium	زيادة رأس المال Capital Increase
Not Applicable/ لا ينطبق	Not Applicable/ لا ينطبق		تخفيض رأس المال Capital Decrease

The Company's comments in case the auditor has concerns or a qualified opinion	تعقيب الشركة في حال قيام مراقب الحسابات بإبداء ملاحظات أو تحفظات
None	لا يوجد

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
 R.C. 8310 - 03		مجموعة الرقابة المالية	شيام كاليانار امان

Attach a copy of the financial statements approved by the Board of Directors and the approved auditor's report

يجب ارفاق نسخة البيانات المالية المعتمدة من مجلس الإدارة وتقرير مراقب الحسابات المعتمد



Building a better
working world

Ernst & Young
Al Aiban, Al Osaimi & Partners
P.O. Box 74
18-21st 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 CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF NATIONAL BANK OF KUWAIT S.A.K.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of National Bank of Kuwait S.A.K.P. (the "Bank") and its subsidiaries (collectively the "Group") as at 30 June 2020, and the related interim condensed consolidated statement of income and the interim condensed consolidated statement of comprehensive income for the three months and six months periods then ended, and the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the six months period then ended. The management of the Bank is responsible for the preparation and presentation of this interim condensed consolidated 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 consolidated 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 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 consolidated 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 consolidated 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 regulation, as amended, or of the Bank's Articles of Association and Memorandum of Incorporation, as amended, during the six months period ended 30 June 2020 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 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 2020 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
ERNST & YOUNG
AL AIBAN, AL OSAIMI & PARTNERS

BADER A. AL-WAZZAN
LICENCE NO. 62 A
DELOITTE & TOUCHE
AL-WAZZAN & CO.

14 July 2020
Kuwait

National Bank of Kuwait Group

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

30 June 2020 (Unaudited)

	Notes	Three months ended 30 June		Six months ended 30 June	
		2020 KD 000's	2019 KD 000's	2020 KD 000's	2019 KD 000's
Interest income		190,637	247,073	418,774	492,380
Interest expense		75,501	104,713	168,056	208,322
Net interest income		115,136	142,360	250,718	284,058
Murabaha and other Islamic financing income		55,653	51,881	114,076	101,460
Finance cost and Distribution to depositors		21,461	21,081	46,270	41,131
Net income from Islamic financing		34,192	30,800	67,806	60,329
Net interest income and net income from Islamic financing		149,328	173,160	318,524	344,387
Net fees and commissions		33,218	41,239	71,515	78,700
Net investment income (loss)		550	2,197	(2,783)	8,715
Net gains from dealing in foreign currencies		6,080	9,268	25,613	19,270
Other operating income		592	443	1,688	804
Non-interest income		40,440	53,147	96,033	107,489
Net operating income		189,768	226,307	414,557	451,876
Staff expenses		39,273	44,376	84,810	86,327
Other administrative expenses		23,512	23,142	52,001	45,460
Depreciation of premises and equipment		8,662	6,328	16,663	12,467
Amortisation of intangible assets		411	795	823	1,578
Operating expenses		71,858	74,641	154,297	145,832
Operating profit before provision for credit losses and impairment losses		117,910	151,666	260,260	306,044
Provision charge for credit losses and impairment losses	3	75,146	35,719	126,644	67,125
Operating profit before taxation		42,764	115,947	133,616	238,919
Taxation	4	6,404	9,092	15,440	18,483
Profit for the period		36,360	106,855	118,176	220,436
Attributable to:					
Shareholders of the Bank		33,419	101,364	111,092	209,093
Non-controlling interests		2,941	5,491	7,084	11,343
		36,360	106,855	118,176	220,436
Basic earnings per share attributable to shareholders of the Bank	5	3 fils	14 fils	14 fils	30 fils

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

National Bank of Kuwait Group

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

30 June 2020 (Unaudited)

	Three months ended 30 June		Six months ended 30 June	
	2020 KD 000's	2019 KD 000's	2020 KD 000's	2019 KD 000's
Profit for the period	36,360	106,855	118,176	220,436
Other comprehensive income (loss):				
Investment in debt securities measured at FVOCI:				
Net change in fair value	132,223	(7,146)	(115,444)	8,674
Net transfer to interim condensed consolidated statement of income	1,468	2,876	10,396	3,078
	133,691	(4,270)	(105,048)	11,752
Share of other comprehensive loss of associates	(2)	(64)	(289)	(64)
Exchange differences on translation of foreign operations	(6,880)	5,079	6,968	11,919
Other comprehensive income (loss) for the period reclassifiable to interim condensed consolidated statement of income in subsequent periods	126,809	745	(98,369)	23,607
Net (loss) gain on investments in equity instruments designated at FVOCI (not reclassifiable to interim condensed consolidated statement of income in subsequent periods)	(6,260)	(322)	(7,265)	43
Other comprehensive income (loss) for the period	120,549	423	(105,634)	23,650
Total comprehensive income for the period	156,909	107,278	12,542	244,086
Attributable to:				
Shareholders of the Bank	149,770	102,088	15,717	231,812
Non-controlling interests	7,139	5,190	(3,175)	12,274
	156,909	107,278	12,542	244,086

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

الإشارة : /105/2 /4566 Ref.:

التاريخ : 7 ذوالحججة 1441 Date :
الموافق : 28 يوليو 2020

السيد الرئيس التنفيذي لمجموعة بنك الكويت الوطني المحترم

تحية طيبة وبعد ،

بالإشارة إلى كتابي مصرفكم المؤرخين 2020/7/14 المرفق بهما البيانات المالية المرحلية
المجمعة لمصرفكم عن الفترة المنتهية في 2020/3/31 و 2020/6/30 والتي تم إعدادهما
لأغراض النشر وفقاً لمتطلبات بورصة الكويت ، وعطفاً على الإيضاحات والبيانات التفصيلية
الواردة إلينا في هذا الشأن والتي كان آخرها بتاريخ 2020/7/23.

نفيدكم بأن بنك الكويت المركزي قد أحيط علماً بما جاء في البيانات المشار إليها ، وعليه
فإنه يمكنكم اتخاذ كافة الإجراءات الضرورية المتبعة في مثل هذا الخصوص .

وتفضلوا بقبول فائق الاحترام ،،،


وليد محمود العوضي

4567 - نسخة إلى بورصة الكويت .