

Kuwait: 21<sup>st</sup> February 2021

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

Dear Sir,

**Subject: Supplementary disclosure regarding pricing**  
**Perpetual Capital Securities**

As per Chapter No. 4 of the “Disclosure and 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.

Further to our letter dated 16<sup>th</sup> February 2021 concerning Bank’s resolution to issue USD denominated Perpetual Capital Securities to be included as Additional Tier 1 Capital of NBK, NBK would like to disclose the successful pricing of USD 700 million Perpetual Capital Securities.

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**

Appendix no. (13)

Supplementary Disclosure Form

|  |  |   |
|--|--|---|
| <b>Date</b>  | 21 <sup>st</sup> February 2021   |   |
| <b>Name of the Listed Company</b>                              | National Bank of Kuwait (S.A.K.P)  |   |
| <b>Disclosure Title</b>  | Supplementary disclosure from National Bank of Kuwait regarding pricing Perpetual Capital Securities.  |   |
| <b>Date of Previous Disclosure</b>                             | 16 <sup>th</sup> February 2021   |   |
| <b>Development that occurred to the disclosure</b>             | Kindly be informed that National Bank of Kuwait has succeeded in the pricing of Perpetual Capital Securities amounting to USD 700 million. Below is a summary of the issuance: |   |
|  | Issuer   | “NBK Tier 1 Limited” Special Purpose Company- established in Dubai International Financial Centre   |
|  | Guarantor  | National Bank of Kuwait (S.A.K.P)   |
|  | Issuance Type  | Additional Tier 1 Perpetual Capital Securities  |
|  | Issuing Jurisdiction   | United Arab of Emirates - DIFC  |
|  | Guarantor’s Rating   | A1 by Moody’s<br>A by Standard & Poor’s<br>AA- by Fitch   |
|  | Issuance Rating  | Baa3 by Moody’s   |
|  | Issuance Amount  | USD 700 million   |
|  | Interest Rate  | 3.625%  |
|  | Settlement Date  | 24 February 2021  |
|  | First Reset Date   | 24 February 2027  |
|  | Maturity Date  | Perpetual Non-Call 6-years  |
|  | Listing  | Irish Stock Exchange (trading as Euronext Dublin)   |
|  | Investors  | <ul style="list-style-type: none"> <li>- The Perpetual Capital Securities were more than 2.7x oversubscribed with a peak order book of USD 1.9 billion.</li> <li>- The transaction achieved a diverse final allocation lead by US investors at 30%, MENA at 27%, Europe at 23%, UK at 12%, while Asia Pacific accounts made up 8%.</li> </ul> |
| Global Coordinators, Joint Bookrunners and Joint Lead Managers | Citigroup Global Markets Limited, HSBC Bank plc, J.P. Morgan Securities plc, Standard Chartered Bank, UBS AG London Branch and Watani Investment Company (K.S.C.C.)            |   |
| <b>The financial effect of the occurring development</b>       | Enhancing capital adequacy ratios.   |   |