

<b>Date</b>	10/03/2016
<b>Name of Listed Company</b>	Burgan Bank (K.P.S.C)
<b>Critical Information</b>	<p>On 9/3/2016, Buran Bank issued Kuwaiti Dinar subordinated bonds compliant with Basel III requirements and CBK instructions issued in this regards of KD 100mn to be calculated within Tier2 capital and split in two tranches: subordinated bonds of KD 30.1mn with fixed interest rate of 6%, maturing on 9/3/2026, and subordinated bonds of KD 69.9mn with floating interest rate of 3.95% above CBK rate, and maturing on 9/3/2026.</p> <p>The bank will use the returns of bonds issue to increase Tier II Capital in order to strength the capital adequacy in accordance with guidelines issued by Basel 3 Committee and for the general purposes of the bank.</p>
<b>Impact of the Critical Information on the Company's Financial Position</b>	There is no immediate material impact on BB financial position as a result of this disclosure, however, the returns will be used to sustain the capital base (Tier II) pursuant to Basel 3 requirements without exceeding KD 100mn.

**Khalid Fahad Al-Zouman**  
**Chief Financial Officer**