

## SIGNIFICANT INFORMATION DISCLOSURE FORM

<b>Date:</b>	05/01/2016
<b>Name of Listed Company</b>	Burgan Bank
<b>Significant Information</b>	<p>Burgan Bank sells its controlling stake in Jordan Kuwait Bank</p> <p>in December 30th December 2015. Burgan Bank Group announced the disposal of its controlling interest in Jordan Kuwait Bank as part of a series of capital optimization actions the bank has been consistently deploying to achieve the optimal risk-returns balance and to comply with capital regulations.</p> <p>The bank has entered into and executed an agreement to sell its 51.19% stake in Jordan Kuwait Bank to a subsidiary of Kuwait Projects Company (KIPCO) against KD 191,128,184. This deal is estimated to yield an immediate reduction of over KD 500 million in risk-weighted assets. Post-transactions, Burgan Bank's capital adequacy ratio is estimated to exceed 15% by the end of 2015.</p>
<b>Impact of Significant Information on the Company's Financial Position</b>	<p>The financial impact of the transaction will be reflected in the financial statements for the year-end as of 31/12/2015, and will be determined after the External Auditors finalizing auditing process of the financial statements and approving the same from CBK.</p>

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