

Kuwait: 20<sup>th</sup> of July 2022

Chief Executive Officer - Boursa Kuwait Company  
State of Kuwait

Dear Sirs,

**Subject: Interim Consolidated Financial Information  
for the period ended 30/6/2022**

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 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 30/6/2022.

Attached; Financial Results Form for Kuwaiti Companies for Q2 ended 30/6/2022 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 Tuesday 26/7/2022. Interested parties should reach out to the Bank through the following email address: [Investor-Relations@nbk.com](mailto: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.)

  
Shaikha K. Al-Bahar  
Deputy Group Chief Executive Officer

Financial Results Form  
Kuwaiti Company (KWD)

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

Company Name	اسم الشركة
National Bank of Kuwait S.A.K.P	بنك الكويت الوطني ش.م.ك.ع

Second quarter results Ended on	2022-06-30	نتائج الربع الثاني المنتهي في
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Board of Directors Meeting Date	2022-07-07	تاريخ اجتماع مجلس الإدارة
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Required Documents	المستندات الواجب إرفاقها بالنموذج
Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided	نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم وإرفاق هذه المستندات

التغيير (%)	فترة الستة اشهر المقارنة	فترة الستة اشهر الحالية	البيان
Change (%)	Six Month Comparativ Period	Six Month Current Peri	Statement
	2021-06-30	2022-06-30	
47.9%	160,766,000	237,826,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
50.0%	20	30	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
12.0%	15,112,193,000	16,929,341,000	الموجودات المتداولة Current Assets
8.6%	31,578,632,000	34,282,687,000	إجمالي الموجودات Total Assets
8.7%	25,669,221,000	27,904,204,000	المطلوبات المتداولة Current Liabilities
9.2%	27,318,490,000	29,825,045,000	إجمالي المطلوبات Total Liabilities
3.3%	3,343,733,000	3,453,940,000	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
6.1%	452,534,000	480,157,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
3.3%	282,412,000	291,773,000	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 Second quarter Comparative Period	الربع الثاني الحالي Second quarter Curre Period	البيان Statement
Change (%)	2021-06-30	2022-06-30	
58.6%	76,458,000	121,248,000	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
66.7%	9	15	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
5.5%	231,014,000	243,627,000	إجمالي الإيرادات التشغيلية Total Operating Revenue
3.0%	142,975,000	147,237,000	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)
The increase in net profit for the period ended 30 June 2022 as compared to the period ended 30 June 2021 was primarily due to lower provision charge for credit losses and impairment losses and higher net operating income, partially offset by higher operating expenses.	تعود الزيادة في صافي الربح للفترة المنتهية في 30 يونيو 2022 بالمقارنة مع الفترة المنتهية في 30 يونيو 2021 بشكل أساسي إلى انخفاض مخصص خسائر الائتمان وخسائر انخفاض القيمة وارتفاع صافي إيرادات التشغيل ، فيما قابل ذلك جزئياً ارتفاعاً في مصروفات التشغيل.



Total Revenue realized from dealing with related parties (value, KWD)	KD 812,000	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
Total Expenditures incurred from dealing with related parties (value, KWD)	KD 240,000	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)

Auditor Opinion		رأي مراقب الحسابات
1. Unqualified Opinion	<input checked="" type="checkbox"/>	1. رأي غير متحفظ
2. Qualified Opinion	<input type="checkbox"/>	2. رأي متحفظ
3. Disclaimer of Opinion	<input type="checkbox"/>	3. عدم إبداء الرأي
4. Adverse Opinion	<input type="checkbox"/>	4. رأي معاكس

In the event of selecting item No. 2, 3 or 4, the following table must be filled out, and this form is not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

	نص رأي مراقب الحسابات كما ورد في التقرير	لا ينطبق / Not Applicable
	شرح تفصيلي بالحالة التي استدعت مراقب الحسابات لإبداء الرأي	لا ينطبق / Not Applicable
	الخطوات التي ستقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات	لا ينطبق / Not Applicable
	الجدول الزمني لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات	لا ينطبق / Not Applicable

Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
10 Fils	KD 75,523,291.62	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	زيادة رأس المال	Capital Increase
Not Applicable/ لا ينطبق	Not Applicable/ لا ينطبق	تخفيض رأس المال	Capital Decrease
ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
 R.C. 8310 - 03		رئيس مجموعة الرقابة المالية	رونجهي سوجيت انيل



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## **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 2022, and the related interim condensed consolidated statement of income and the interim condensed consolidated statement of comprehensive income for the three month and six month 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 2022 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 2022 that might have had a material effect on the business of the Bank or on its financial position.

ABDULKARIM ALSAMDAN  
LICENCE NO. 208 A  
EY  
AL AIBAN, AL OSAIMI & PARTNERS

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

18 July 2022  
Kuwait

# National Bank of Kuwait Group

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

30 June 2022 (Unaudited)

	Notes	Three months ended 30 June		Six months ended 30 June	
		2022 KD 000's	2021 KD 000's	2022 KD 000's	2021 KD 000's
Interest income		200,676	166,147	372,676	326,034
Interest expense		66,391	36,649	113,056	74,398
<b>Net interest income</b>		<b>134,285</b>	129,498	<b>259,620</b>	251,636
Murabaha and other Islamic financing income		67,721	56,607	128,593	112,613
Finance cost and Distribution to depositors		22,421	14,899	39,939	30,647
<b>Net income from Islamic financing</b>		<b>45,300</b>	41,708	<b>88,654</b>	81,966
<b>Net interest income and net income from Islamic financing</b>		<b>179,585</b>	171,206	<b>348,274</b>	333,602
Net fees and commissions		47,984	42,007	90,185	81,417
Net investment income (loss)		(1,561)	9,798	10,625	18,105
Net gains from dealing in foreign currencies		17,232	7,807	30,204	15,923
Other operating income		387	196	869	3,487
<b>Non-interest income</b>		<b>64,042</b>	59,808	<b>131,883</b>	118,932
<b>Net operating income</b>		<b>243,627</b>	231,014	<b>480,157</b>	452,534
Staff expenses		56,130	48,506	107,731	94,547
Other administrative expenses		30,147	30,590	60,732	57,795
Depreciation of premises and equipment		9,701	8,531	19,097	16,956
Amortisation of intangible assets		412	412	824	824
<b>Operating expenses</b>		<b>96,390</b>	88,039	<b>188,384</b>	170,122
<b>Operating profit before provision for credit losses and impairment losses</b>		<b>147,237</b>	142,975	<b>291,773</b>	282,412
Provision charge for credit losses and impairment losses	3	8,525	54,580	21,044	97,206
<b>Operating profit before taxation</b>		<b>138,712</b>	88,395	<b>270,729</b>	185,206
Taxation	4	13,276	8,594	21,951	16,427
<b>Profit for the period</b>		<b>125,436</b>	79,801	<b>248,778</b>	168,779
<b>Attributable to:</b>					
Shareholders of the Bank		121,248	76,458	237,826	160,766
Non-controlling interests		4,188	3,343	10,952	8,013
		<b>125,436</b>	79,801	<b>248,778</b>	168,779
<b>Basic earnings per share attributable to shareholders of the Bank</b>	5	<b>15 fils</b>	9 fils	<b>30 fils</b>	20 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 2022 (Unaudited)

	<i>Three months ended</i> <i>30 June</i>		<i>Six months ended</i> <i>30 June</i>	
	<i>2022</i> <i>KD 000's</i>	<i>2021</i> <i>KD 000's</i>	<i>2022</i> <i>KD 000's</i>	<i>2021</i> <i>KD 000's</i>
<b>Profit for the period</b>	<b>125,436</b>	79,801	<b>248,778</b>	168,779
<b>Other comprehensive (loss) income:</b>				
Investment in debt securities measured at FVOCI:				
Net change in fair value	(45,193)	7,552	(56,716)	42,362
Net transfer to interim condensed consolidated statement of income	1,768	(1,819)	4,877	(8,161)
	(43,425)	5,733	(51,839)	34,201
Exchange differences on translation of foreign operations	(8,399)	(2,073)	(44,816)	(8,650)
<b>Other comprehensive (loss) income for the period reclassifiable to interim condensed consolidated statement of income in subsequent periods</b>	<b>(51,824)</b>	3,660	<b>(96,655)</b>	25,551
Net (loss) gain on investments in equity instruments designated at FVOCI (not reclassifiable to interim condensed consolidated statement of income in subsequent periods)	(278)	703	(223)	725
<b>Other comprehensive (loss) income for the period</b>	<b>(52,102)</b>	4,363	<b>(96,878)</b>	26,276
<b>Total comprehensive income for the period</b>	<b>73,334</b>	84,164	<b>151,900</b>	195,055
<b>Attributable to:</b>				
Shareholders of the Bank	71,128	80,219	143,604	184,889
Non-controlling interests	2,206	3,945	8,296	10,166
	73,334	84,164	151,900	195,055

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 FINANCIAL POSITION

30 June 2022 (Unaudited)

		30 June 2022 KD 000's	Audited 31 December 2021 KD 000's	30 June 2021 KD 000's
<b>Assets</b>	Notes			
Cash and short term funds		5,086,625	5,081,991	4,358,026
Central Bank of Kuwait bonds		847,979	830,054	830,000
Kuwait Government treasury bonds		266,887	417,016	448,015
Deposits with banks		1,169,014	885,280	1,289,183
Loans, advances and Islamic financing to customers	6	20,138,337	19,722,471	18,502,856
Investment securities		5,134,677	4,910,798	4,734,457
Investment in associates		3,619	3,746	4,143
Land, premises and equipment		464,005	456,209	439,842
Goodwill and other intangible assets		570,998	581,264	580,726
Other assets		600,546	367,757	391,384
<b>Total assets</b>		<b>34,282,687</b>	<b>33,256,586</b>	<b>31,578,632</b>
<b>Liabilities</b>				
Due to banks		3,979,719	4,098,688	3,242,461
Deposits from other financial institutions		3,773,338	3,135,629	3,725,100
Customer deposits		18,920,892	18,280,989	17,400,182
Certificates of deposit issued		1,350,557	1,339,354	1,401,308
Other borrowed funds		1,200,951	1,266,582	820,204
Other liabilities		599,588	668,227	729,235
<b>Total liabilities</b>		<b>29,825,045</b>	<b>28,789,469</b>	<b>27,318,490</b>
<b>Equity</b>				
Share capital	7	755,233	719,269	719,269
Proposed bonus shares	7	-	35,964	-
Statutory reserve		359,637	359,637	342,511
Share premium account		803,028	803,028	803,028
Treasury shares reserve		34,961	34,961	34,961
Other reserves	7	1,501,081	1,586,708	1,443,964
Equity attributable to shareholders of the Bank		3,453,940	3,539,567	3,343,733
Perpetual Tier 1 Capital Securities	8	439,032	439,032	439,032
Non-controlling interests		564,670	488,518	477,377
<b>Total equity</b>		<b>4,457,642</b>	<b>4,467,117</b>	<b>4,260,142</b>
<b>Total liabilities and equity</b>		<b>34,282,687</b>	<b>33,256,586</b>	<b>31,578,632</b>



Hamad Mohamed Al-Bahar  
Chairman

# National Bank of Kuwait Group

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

30 June 2022 (Unaudited)

		<i>Six months ended 30 June</i>	
	<i>Notes</i>	<i>2022</i>	<i>2021</i>
		<i>KD 000's</i>	<i>KD 000's</i>
<b>Operating activities</b>			
Profit for the period		248,778	168,779
Adjustments for:			
Net investment income		(10,625)	(18,105)
Depreciation of premises and equipment		19,097	16,956
Amortisation of intangible assets		824	824
Provision charge for credit losses and impairment losses	3	21,044	97,206
Taxation	4	21,951	16,427
Cash flow from operating activities before changes in operating assets and liabilities		<u>301,069</u>	<u>282,087</u>
Changes in operating assets and liabilities:			
Central Bank of Kuwait bonds		(17,925)	233
Kuwait Government treasury bonds		138,230	14,907
Deposits with banks		(283,511)	(273,979)
Loans, advances and Islamic financing to customers		(532,203)	(1,173,075)
Other assets		(86,190)	(6,163)
Due to banks		(119,040)	190,135
Deposits from other financial institutions		637,819	795,853
Customer deposits		794,686	295,950
Certificates of deposit issued		11,203	482,446
Other liabilities		5,473	(60,863)
Tax paid		(20,798)	(16,785)
Net cash from operating activities		<u>828,813</u>	<u>530,746</u>
<b>Investing activities</b>			
Purchase of investment securities		(2,083,231)	(1,805,391)
Proceeds from sale/redemption of investment securities		1,498,850	1,811,984
Dividend income		643	1,224
Proceeds from sale of disposal group held for sale		25,597	-
Change in holding in subsidiaries		(6,954)	-
Proceeds from sale of land, premises and equipment		543	579
Purchase of land, premises and equipment		(28,760)	(26,786)
Net cash used in investing activities		<u>(593,312)</u>	<u>(18,390)</u>
<b>Financing activities</b>			
Proceeds from issue of unsecured sukuk by a subsidiary		152,225	-
Redemption of Global Medium term notes		(229,238)	-
Proceeds from capital increase in a subsidiary		80,238	-
Net proceeds from issuance of Perpetual Tier 1 Capital Securities		-	210,436
Redemption of Perpetual Tier 1 Capital Securities		-	(210,700)
Interest paid on Perpetual Tier 1 Capital Securities		(9,020)	(10,950)
Net Proceeds from issuance of Perpetual Tier 1 Sukuk by a subsidiary		-	149,775
Redemption of Perpetual Tier 1 Sukuk by a subsidiary		-	(75,388)
Profit distribution on Perpetual Tier 1 sukuk by a subsidiary		(3,001)	(2,443)
Dividends paid		(215,781)	(137,004)
Dividend paid by a subsidiary to non-controlling interests	7	(6,376)	-
Net movement in other borrowed funds		86	18,573
Net cash used in financing activities		<u>(230,867)</u>	<u>(57,701)</u>
<b>Increase in cash and short term funds</b>		<b>4,634</b>	<b>454,655</b>
Cash and short term funds at 1 January		<u>5,081,991</u>	<u>3,903,371</u>
<b>Cash and short term funds at 30 June</b>		<u><u>5,086,625</u></u>	<u><u>4,358,026</u></u>

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

Ref. : ...../الإشارة 105/2

التاريخ : 21 ذو الحجة 1443

الموافق : 20 يوليو 2022

السيد نائب رئيس مجلس الإدارة والرئيس التنفيذي للمجموعة المحترم  
بنك الكويت الوطني

تحية طيبة وبعد،

بالإشارة إلى كتابكم المؤرخ 2022/7/7 المرفق به البيانات المالية المرحلية المجمعة لمصرفكم عن الفترة المنتهية في 2022/6/30 والتي تم إعدادها لأغراض النشر وفقاً لمتطلبات بورصة الكويت، وعطفاً على الإيضاحات والبيانات التفصيلية الواردة إلينا في هذا الشأن والتي كان آخرها بتاريخ 2022/7/19.

نفيدكم بأن بنك الكويت المركزي قد أحيط علماً بما جاء في البيانات المالية المشار إليها، كما نفيدكم بموافقة بنك الكويت المركزي على قيام مصرفكم بتوزيع أرباح نقدية نصف سنوية بنسبة 10% من القيمة الإسمية للسهم الواحد، أي بواقع عشرة فلوس لكل سهم.

وعليه، فإنه يمكن لمصرفكم اتخاذ كافة الإجراءات الضرورية المتبعة في مثل هذا الخصوص.

مع أطيب التحيات .



د. محمد بدر الخميس

مدير إدارة الرقابة المكتبية

- نسخة إلى بورصة الكويت .