

التاريخ	رقم الصادر	الإشارة
2026/06/22	551	ب و/رت

M/s. Boursa Kuwait Company

السادة/ شركة بورصة الكويت المحترمين

May Allah's Peace and blessing be upon you...

السلام عليكم ورحمة الله وبركاته ...

Subject: Warba Bank Disclosure on Credit Rating

الموضوع: إفصاح من بنك وربة بشأن التصنيف الائتماني

With reference to the above subject, and pursuant to the requirements of Chapter Four (Disclosure of Material Information) of Book Ten (Disclosure and Transparency) of the Executive Regulations of the Capital Markets Authority Law No. 7 of 2010 and its amendments.

بالإشارة إلى الموضوع أعلاه، وبموجب متطلبات الفصل الرابع (الإفصاح عن المعلومات الجوهرية) من الكتاب العاشر (الإفصاح والشفافية) من اللائحة التنفيذية لقانون هيئة أسواق المال رقم 7 لسنة 2010 وتعديلاته.

Please find enclosed the Disclosure of Credit Rating Form.

نرفق لكم نموذج الإفصاح عن التصنيف الائتماني

Best regards ...

وتفضلوا بقبول فائق التقدير والاحترام ...

Shaheen Hamad Al Ghanem

شاهين حمد الغانم

Chief Executive Officer

الرئيس التنفيذي

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Disclosure of Credit Rating Form

Date	22/06/2026
Name of the listed Company	Warba Bank K.S.C.P.
Entity who issues the rating	Credit Rating Agency "Moody's"
Rating Implications	<p>1. Counterparty Risk Assessment: A3/P-2 Issuers with Obligations rated "a" are assessed to be upper-medium grade and are subject to low credit risk of inability to meet specific significant operational liabilities and other contractual obligations with counterparties.</p> <p>2. Long Term Deposit Ratings: Baa1/P-2 Issuers with Obligations rated "Baa" are assessed to be medium-grade and subject to moderate credit risk. Number two refers to the subcategory in the general rating. Issuers or supporting entities classified under P-2 rating have strong capability for meeting short-term liabilities.</p> <p>3. Baseline Credit Assessment (BCA):ba2 Issuers with Obligations rated "Ba" are assessed to be speculative and are subject to substantial credit risk without taking into account resorting to unusual support from the parent group or government.</p> <p>4. Adjusted Baseline Credit Assessment: ba2 Issuers with Obligations rated "Ba" are assessed to be speculative and are subject to substantial credit risk taking into account resorting to unusual support from the parent group or government.</p>
Rating Category	<p>1. Affirm the local and foreign currency Counterparty Risk Rating at A3/P-2</p> <p>2. Affirm the Bank Deposits at Baa1/P-2</p> <p>3. Affirm Baseline Credit Assessment at ba2</p> <p>4. Affirm Adjusted Baseline Credit Assessment at ba2</p> <p>5. Affirm Counterparty Risk Assessment at A3(cr)/P-2(cr)</p>
Rating effect on the status of the company	Affirming the Bank's credit ratings reflects strong track record of shareholder support for its capital.
Outlook	Stable

The press release or the Executive summary

Executive Summary

Moody's Ratings (Moody's) has today Affirm WARBA Bank long-term local and foreign currency deposit ratings at Baa1, as well as its BCA at ba2 and Adjusted BCA at ba2.

The affirmation of Warba's ba2 BCA reflects the bank's adequate capital buffers and sound liquidity alongside its relatively high provisioning coverage. We expect the bank's capital buffers, measured by Moody's-adjusted TCE to RWA of around 10.6% as of end March 2026, to remain adequate, supported by provisioning coverage of 153%. These solvency buffers mitigate an expected decline in the bank's profitability in the short-term - driven by higher cost of risk amid the bank's exposure to non-oil sensitive and conflict affected sectors including the real estate and contracting sectors (34% of financing as of March 2026).

The BCA affirmation also incorporates the bank's funding profile and sound liquidity buffers. Liquidity remains comfortable, with core banking liquidity at around 10% of tangible banking assets, providing a moderate buffer against potential funding pressures. However, the funding profile remains constrained by deposit concentration risks.

The affirmation of Warba's Baa1 deposit ratings incorporates a four-notch uplift from its ba2 BCA, reflecting our assessment of a very high likelihood of government support from the Government of Kuwait (A1 stable). This support assumption is based on the government's strong track record of supporting domestic banks and Warba's systemic relevance within the Kuwaiti banking sector.

The stable outlook on Warba's long-term deposit ratings reflects the unchanged capacity of the Government of Kuwait to extend support to banks in case of need, as well as our expectation that the bank will maintain adequate capital buffers and sound liquidity alongside its provisioning reserves, with profitability expected to recover after near-term pressure from higher cost of risk arising from the regional conflict.

The issuer of this disclosure bears full responsibility for the soundness, accuracy, and completeness of the information contained therein. The issuer acknowledges that it has assumed Care of a Prudent Person to avoid any misleading, false, or incomplete information. The Capital Markets Authority and Boursa Kuwait Securities Exchange shall have no liability whatsoever for the contents of this disclosure. This disclaimer applies to any damages incurred by any Person as a result of the publication of this disclosure, permitting its dissemination through their electronic systems or websites, or its use in any other manner.