

2nd January 2020

ANNOUNCEMENT OF NATIONAL BANK OF BAHRAIN B.S.C.'S (THE "OFFEROR" OR "NBB") OFFER TO ACQUIRE UPTO 100% OF THE ISSUED AND PAID UP ORDINARY SHARES OF BAHRAIN ISLAMIC BANK B.S.C. (THE "OFFEREE" OR "BISB" BECOMING UNCONDITIONAL AS TO ACCEPTANCE TO THE SHAREHOLDERS OF THE OFFEREE

DISCLAIMER STATEMENT

THE CENTRAL BANK OF BAHRAIN ("CBB") AND BAHRAIN BOURSE ASSUME NO RESPONSIBILITY FOR THE CONTENTS OF THIS ANNOUNCEMENT, MAKE NO REPRESENTATION AS TO ITS ACCURACY FOR ANY LOSS HOWSOEVER ARISING FROM OR IN RELIANCE UPON THE WHOLE OR ANY PART OF THE CONTENTS OF THIS ANNOUNCEMENT. THIS ANNOUNCEMENT IS FOR INFORMATION PURPOSES ONLY AND DOES NOT CONSTITUTE AN INVITATION OR OFFER TO ACQUIRE, PURCHASE OR SUBSCRIBE FOR THE SECURITIES OF BISB.

Reference is hereby made to the public announcements made on 22nd July 2019, 22nd August 2019, 22nd September 2019, 30th September 2019, 22nd October 2019, 5th November 2019, 28th November 2019, 12th December 2019 and NBB's offer document dated 24th November 2019 (the "Offer Document") to acquire up to 100% of the issued and paid up ordinary shares of BISB subject to a minimum acquisition of 40.94% of the issued share capital of BISB for either cash of BHD 0.117 per BISB share or a share exchange at a share exchange ratio of 0.167 new NBB share per BISB share at the option of each BISB shareholder (the "Offer") and the Offeree Board Circular dated 12th December 2019 ("BisB Board Circular").

The Offer was conditional upon acceptance being received in respect of at least 435,634,745 BISB shares representing at least 40.94% of the issued share capital of BISB.

NBB, through a public announcement dated 31st December 2019, declared that the Offer to the shareholders of BISB deemed to have become unconditional as to acceptances. Section 3.6 of the Offer Document sets out a number of conditions relating to the Offer, conditions 3.6.1, 3.6.2 and 3.6.3 have been duly fulfilled. The conditions detailed in section 3.6.4 of the Offer Document remain to be fulfilled.

In accordance with the provisions of the Takeovers, Mergers and Acquisitions Module of the CBB Rulebook, Volume 6 Rule 2.14.2A, it is announced that the Offer shall remain open for acceptance and for the fulfilment of the conditions detailed in section 3.6.4 of the Offer Document for a minimum period of 15 calendar days from 31st December 2019 and the Final Closing Date for

receiving acceptances is extended to the end of working hours on 15th January 2020. Shareholders of BISB who have not yet participated in the Offer may do so by visiting one of the participating branches of NBB or BISB or SICO's receiving desk at the Bahrain Bourse before the close of business hours on the Final Closing Date of 15th January 2020. The procedures for accepting the Offer are stated in section 4 of the Offer Document which is available at the participating locations and the websites of NBB, BISB and SICO along with BisB's Board Circular.

The Offer timetable is revised as following:

Last Trading Date	12 December 2019
Offer Opening Date	18 December 2019
Final Closing Date	15 January 2020
Offer Acceptance / Rejection Announcement Date	16 January 2020
Settlement Date	22 January 2020
Allotment Notices made available for collection at Bahrain Clear to BISB Shareholders who have opted for the Share Exchange Offer	22 January 2020
BISB shares resume trading	23 January 2020

On Behalf of BISB



Mazar Rashed Jalal
Chief of Compliance & Governance