



AL SALAM BANK

البحرين Bahrain

8th March 2017

Mr. Hassan Abdulrahman Alserkal
Executive Vice President, Chief Operations Officer (COO)
Head of Operation Division
Dubai Financial Market
P.O Box 9700- Dubai
United Arab Emirates

Dear Mr. AlSerkal,

Sub: Al Salam Bank- Bahrain Annual Ordinary General Meeting 2017

We would like to inform you that Al Salam Bank Bahrain's Annual Ordinary General Meeting was held today with a quorum of 54.22%. The resolutions passed during the meeting are attached for your reference.

Thanking you for your continued cooperation and support.

Yours sincerely,

Dr. Anwar Khalifa Al Sada
First Deputy Group CEO



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The Resolution of the Annual Ordinary General Meeting:

1. The minutes of the previous Annual Ordinary General Meeting held on 29 February 2016 were approved.
2. The General Assembly unanimously approved the Board of Directors' report on the Bank's activities for the year ended 31 December 2016.
3. The AGM unanimously approved the Shari'a Supervisory Board's report for the year ended 31 December 2016.
4. The AGM unanimously approved the external auditors' report for the year ended 31 December 2016.
5. The AGM unanimously approved the financial statements for the year ended 31 December 2016.
6. The AGM authorize and ratify the operations and transactions carried out during the year ended 31 December 2016 with any related parties or major shareholders of the Bank as outlined in the Board of Directors report presented to the general assembly and consolidated audited financial statements and approve the same, in line with Article 189 of Bahrain Commercial Companies Law.
7. The AGM unanimously approved to appropriate the net profit for the year ended 31 December 2016 upon the recommendations of the Board of Directors as follows:
 - a. Transfer of BD 1,622,000 to statutory reserves.
 - b. Distribution of dividends of 5 fils per share or 5% of the paid up share capital, amounting to BD 10,705,000 for the year ended 31 December 2016, subject to Central Bank of Bahrain approval. The dividends shall be distributed by no later than 18 March 2017.
 - c. Approve the Board of Directors' remuneration in the aggregate amount of BD 389,000 for the year ended 31 December 2016.
8. The AGM unanimously approved the Bank's compliance with the Corporate Governance Guidelines and the Central Bank of Bahrain's requirements.



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9. The AGM unanimously agreed to absolve the members of the Board from liability for their actions during the year ended 31 December 2016.
10. The AGM unanimously approved to repurchasing of the Bank's shares as Treasury shares up to 10% of the shares issued.
11. The AGM approved the Bank's proposal in instituting a share repurchase programme (optional) involving all shareholders of the Bank holding less than 1,000 shares on a record date to be specified by the Bank and at market price on the Annual Ordinary General Meeting date plus a cash premium of 10 fils subject to obtaining the necessary regulatory approvals.
12. The AGM unanimously agreed to authorize the Board of Directors to appoint a licensed broker authorized by the Central Bank of Bahrain and registered with Bahrain Bourse sign on any and all documents and conclude the necessary procedures for the completion of the share repurchases.
13. The AGM unanimously agreed to appointment of the Shari'a Supervisory Board for the year ending 31 December 2017 and authorize the Board of Directors to determine their remuneration .
14. The AGM unanimously agreed to appointment of Ernst & Young as external auditors for the year ending 31 December 2017 and authorize the Board of Directors to determine their remuneration, subject to the approval of the Central Bank of Bahrain.