CMP/NOV/2012/0001

4th November 2012

Mr. Hassan Al Serkal
EVP, COO – Head of Operations Division
Market Operations Division
Dubai Financial Market
PO Box 9700
Dubai - United Arab Emirates

Dear Mr. Al Serkal,

Subject: Clarification on rumor

With respect to the recent rumor circulating the markets, Gulf Finance House (GFH) would like to clarify and confirm to its shareholders that GFH has "no intention of reducing the number of its outstanding shares in the market".

GFH denies these rumors and considers them as baseless and misleading.

Should you require any further clarification, please feel free to contact us.

Yours Sincerely,

Nabeel Mirza
Compliance Manager & MLRO