CMP/NOV/2012/0012
25th 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 rumors

With reference to the recent rumors circulating the markets, Gulf Finance House (GFH) would like to clarify the following to its shareholders:

1. The number of GFH shares transferred, during the last 2 months, from Bahrain Bourse (BHB) to Kuwait Stock Exchange (KSE) have not exceeded 0.1 million while share transferred from KSE to BHB were 3.2 million.

2. GFH shares transferred from Dubai Financial Market (DFM) to KSE were 68.1 million, while 129.6 million shares were transferred from KSE to DFM.

3. GFH shares transferred from BHB to DFM were 2 million; while 0.5 million shares were transferred from DFM to BHB.

4. GFH shares price does not reflect the Book Value which stands at 20 cents.

5. Since GFH has successfully restructured its debt and enhanced liquidity, the 'Going Concern' paragraph in the Auditors report is currently being reviewed by the auditors' for possible removal.

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

Yours Sincerely,

Nabeel Mirza
Compliance Manager & MLRO

CMP/NOV/2012/0012
25th November 2012

Ms. Noura Al Hatimi
AVP - Head of Listing & Disclosure Dept.
Dubai Financial Market
PO Box 9700
Dubai - United Arab Emirates

Subject: Clarification on rumors

With reference to the recent rumors circulating the markets, Gulf Finance House (GFH) would like to clarify the following to its shareholders:

1. The number of GFH shares transferred, during the last 2 months, from Bahrain Bourse (BHB) to Kuwait Stock Exchange (KSE) have not exceeded 0.1 million while share transferred from KSE to BHB were 3.2 million.

2. GFH shares transferred from Dubai Financial Market (DFM) to KSE were 68.1 million, while 129.6 million shares were transferred from KSE to DFM.

3. GFH shares transferred from BHB to DFM were 2 million; while 0.5 million shares were transferred from DFM to BHB.

4. GFH shares price does not reflect the Book Value which stands at 20 cents.

5. Since GFH has successfully restructured its debt and enhanced liquidity, the 'Going Concern' paragraph in the Auditors report is currently being reviewed by the auditors' for possible removal.

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

Yours Sincerely,

Nabeel Mirza
Compliance Manager & MLRO