CMP/NOV/2014/0012
18th November 2014

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

Subject: Par Value Reduction

18th November 2014: GFH would like to announce that the Bank has completed the formalities and obtained the required approvals (from the Bahraini authorities) to incorporate the changes in the Par Value of its shares. The Memorandum & Articles of Association of GFH have been amended to reflect the change in the Bank's Paid-up Capital and Par Value.

In line with the EGM approval dated 14th April 2014, the Par Value of the shares has been reduced from US$0.3075 to US$0.265. Accordingly, the Paid-up Capital has been reduced from US$972,281,164 to US$837,900,841 resulting in a reduction of accumulated losses amounting to US$ 134,380,323/-.

It is to be noted that the reduction in the Par Value of GFH shares does not affect the shareholders, as there is no reduction in the number of total outstanding shares.

Yours Sincerely,

Nabeel Mirza
Compliance Director & MLRO