



CMP/JUN/2016/0010

20th June 2016

Mr. Hassan Al Serkal

EVP, COO – Head of Operations Division,

Market Operations Division

Dubai Financial Market

P.O Box 9700

Dubai - United Arab Emirates

Dear Mr. Al Serkal,

Subject: Confirmation of GFH CEO's Statements Published in Local Newspapers

With reference to GFH Financial Group CEO's statements that were published in local newspapers on 20th June 2016, GFH would like to confirm the following to its shareholders and the markets:

- GFH is planning to undertake development of its real-estate portfolio in Bahrain and Dubai under a specialized company "GFH Real Estate".
- The company will have initial assets and capital worth USD 40 million and shall manage GFH assets in Bahrain and Dubai with value exceeding USD 300 million including the Harbour Row, Harbour North and Dubai California Village.
- GFH intends to launch the development of the remaining phases of the Harbour Row project, a residential project located in the waterfront area of the Bahrain Financial Harbour, before the end of year 2016 with development value at USD 150 million.
- 85% of GFH's total outstanding shares are listed in the Dubai Financial Market, and the shareholders include financial institutions in Abu Dhabi and Dubai. The remaining 15% contribute to shareholders in Bahrain and Kuwait.

Yours Sincerely,

A handwritten signature in black ink, appearing to read 'Nabeel Mirza', written over a light blue horizontal line.

Nabeel Mirza

Compliance Director & MLRO