

To:

Shaikh Khalifa bin Ebrahim Al-Khalifa  
Chief Executive Officer  
Bahrain Bourse, P.O. Box 3203  
Manama, Kingdom of Bahrain

14 June 2020

Dear Sir,

**Issue of preference shares convertible into ordinary shares by Banader Hotels Company B.S.C.**

With reference to abovementioned matter, Banader Hotels Company B.S.C. ("Banader") would like to announce that pursuant to resolutions approved at the Extraordinary General Assembly on 30<sup>th</sup> March 2020, Banader has issued 148,336,150 preference share convertible into ordinary shares, each having a par value of BHD 0.100 to BMMI B.S.C. ("BMMI") for the purpose of repayment of the subordinate loan extended by BMMI of BD 14,833,615 to Banader, as per the terms of the loan agreement.

These convertible preference shares will be converted into ordinary shares of Banader in due course subject to Board and other regulatory approvals. Details of conversion of the preference shares into ordinary shares of Banader will be announced in due course.

On behalf of  
Banader Hotels Company B.S.C.



Hasan Kamal Hubaishi  
General Manager