

Subject **Cancelation of the unpaid share capital of “al khaliji”**

Overview With only 50% paid-up capital (before the cancelation of the unpaid portion), shareholders had to settle the remaining QR 5 per share before 2012, up to al khaliji to decide when

To remove this uncertainty, al khaliji decided to cap the authorized capital to QR 3.6 billion, i.e. sum already received from shareholders

Advantage No payment is due any longer from shareholders

2 Consequences Merger of 2 “old” shares in 1 “new” share (360 million shares instead of 720 million shares)

However, the value of each share doubled up

What happens? A shareholder holding 2,000 shares on June 16, 2009 holds 1,000 shares since June 17, 2009

On June 16, 2009 (after market close):

- The closing price per share was QR 9.95
- 2,000 shares amount to QR 19,900

On June 17, 2009 (before market close): No change at all in the total value (in QR) of shares held

- The share price is QR 19.90 (1,000 new shares rather than 2,000 shares)
- 1,000 shares amount to QR 19,900

What if I hold 2,001 shares?

You now have 1,000 “new” shares (registered with Doha Bourse, no physical shares)

The remaining $\frac{1}{2}$ “new” share (QR 5) is retained in an account with a DSM registered Broker until the next General Assembly

Shareholders will then decide what to do with it: give to charity, add it to the Bank’s reserves, etc.