



CMP/SEPT/2016/0001

5<sup>th</sup> September 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: Clarification Regarding Lawsuit Settlements**

This is with reference to speculative news circulated in the market regarding the recovery of lawsuit awarded claims with amounts in excess of US\$180 million.

In this regards, GFH Financial Group (“GFH”) would like to clarify to its shareholders and the markets that it has been in negotiations with the concerned parties since the award of such claims for their recovery. However, no collection has been achieved towards the above claim amounts yet other than ~US\$18 million which was disclosed in year 2015 and Q1-2016 financials. GFH is working towards achieving successful settlements and recovery in the near future and shall inform the shareholders and the markets once any recovery is materialized.

Yours Sincerely,

A handwritten signature in blue ink, appearing to read "Nabeel Mirza", is written over a light blue circular stamp or watermark.

**Nabeel Mirza**

Compliance Director & MLRO