

As at 30 June 2011

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TABLE 1: SCOPE OF APPLICATION	
Capital Deficiencies (Table 1, (e))	
Particulars	Amount
The aggregate amount of capital deficiencies in subsidiaries not included in the consolidation i.e. that are deducted:	
Nil	

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TABLE 2: CAPITAL STRUCTURE		
Capital Structure (Table 2, (b) to (e))		
Components of capital	Amount	Amount
Core capital - Tier I:		
Eligible paid-up share capital		15,000,000
Eligible reserves		10,655,725
Treasury Shares		(177,093)
Minority interests in the equity of subsidiaries		1,566,804
Retained earnings		5,540,835
IAS type adjustments (cumulative change in fair value)		1,720,946
Others (Foreign currency exchange reserve)		(961,471)
Deductions from Tier I:		(1,528,027)
Intangible assets and goodwill	(1,503,165)	
Significant minority investments at 10% and above at 50% deduction:	(24,862)	
Banking and securities entities not fully consolidated	(15,002)	
Insurance organizations	(9,860)	
Total Tier I		31,817,719
Supplementary capital - Tier 2:		
Qualifying general provisions		1,940,360
Deductions from Tier II:		(24,862)
Significant minority investments at 10% and above at 50% deduction:	(24,862)	
Banking and securities entities not fully consolidated	(15,002)	
Insurance organizations	(9,860)	
Total Tier II		1,915,498
Total eligible capital		33,733,217
Capital to cover market risks - Tier III		
Short Term Subordinated Debt		
Tier I and Tier II Capital Available for Market Risk		20,826,137

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TABLE 3: CAPITAL ADEQUACY

Amount of Exposures Subject To Standardized Approach of Credit Risk and related Capital Requirements (TABLE 3, (b))

Portfolios	Amount of exposures (On Balance Sheet)	Capital requirements	Amount of exposures (Off Balance + Derivatives)	Capital requirements	total Amount of Exposure	total Capital requirements
Sovereigns and central banks:	113,264,701	70,752	-	-	113,264,701	70,752
SAMA and Saudi Government	93,435,004	-	-	-	93,435,004	-
Others	19,829,697	70,752	-	-	19,829,697	70,752
Multilateral Development Banks (MDBs)	16,613,275	-	-	-	16,613,275	-
Public Sector Entities (PSEs)	-	-	-	-	-	-
Banks and securities firms	6,396,636	257,013	8,894,514	362,630	15,291,150	619,643
Corporates	111,865,130	5,993,605	27,566,669	2,066,744	139,431,799	8,060,349
Retail non-mortgages	39,561,620	2,373,606	5,579,019	260,101	45,140,639	2,633,707
Small Business Facilities Enterprises (SBFE's)	2,955,635	2,216,726	-	-	2,955,635	2,216,726
Mortgages	3,024,213	135,793	-	-	3,024,213	135,793
Residential	2,958,516	130,537	-	-	2,958,516	130,537
Commercial	65,697	5,256	-	-	65,697	5,256
Securitized assets	-	-	-	-	-	-
Equity	3,192,539	255,403	-	-	3,192,539	255,403
Others	16,714,572	1,102,130	166,871	29,304	16,881,443	1,131,434
Total	310,632,685	10,188,301	42,207,074	2,718,780	352,839,758	12,907,080

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TABLE 3: CAPITAL ADEQUACY					
Capital Requirements For Market Risk (822, Table 3, (d))					
	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardised approach	109,872		179,463		289,335

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TABLE 3: CAPITAL ADEQUACY	
Capital Requirements for Operational Risk (Table 3, (e))	
Particulars	Capital requirement
Standardized approach	1,579,848
Total	1,579,848

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TABLE 3: CAPITAL ADEQUACY		
Capital Adequacy Ratios (TABLE 3, (f))		
Particulars	Total capital ratio	Tier 1 capital ratio
	%	
Top consolidated level	18.3%	17.2%

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TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES		
Credit Risk Exposure (Table 4, (b))		
Portfolios	Total gross credit risk exposure	Average gross credit risk exposure over the period
Sovereigns and central banks:	113,264,701	98,168,355
SAMA and Saudi Government	93,435,004	85,655,870
Others	19,829,697	12,512,485
Multilateral Development Banks (MDBs)	16,613,275	15,425,320
Public Sector Entities (PSEs)	-	-
Banks and securities firms	15,291,150	14,998,895
Corporates	139,431,799	129,086,436
Retail non-mortgages	45,140,639	45,069,752
Small Business Facilities Enterprises (SBFE's)	2,955,635	2,958,762
Mortgages	3,024,213	2,988,375
Residential	2,958,516	2,925,055
Commercial	65,697	63,320
Securitized assets	-	-
Equity	3,192,539	3,351,662
Others	16,881,443	17,696,736
Total	352,839,758	326,785,531

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TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES						
Geographic Breakdown (Table 4, (c))						
Portfolios	Geographic area					
	Saudi Arabia	Other GCC & Middle East	Europe	Turkey	Other countries	Total
Sovereigns and central banks:	93,435,004	6,967,696	1,020,784	4,341,555	7,499,662	113,264,701
SAMA and Saudi Government	93,435,004					93,435,004
Others		6,967,696	1,020,784	4,341,555	7,499,662	19,829,697
Multilateral Development Banks (MDBs)	2,568,750		6,733,275		7,311,250	16,613,275
Public Sector Entities (PSEs)						
Banks and securities firms	1,358,604	1,951,052	2,256,611	5,047,627	4,677,257	15,291,150
Corporates	85,079,421	9,917,047	13,225,639	13,788,510	17,421,182	139,431,799
Retail non-mortgages	40,223,929			4,916,710		45,140,639
Small Business Facilities Enterprises (SBFE's)				2,955,635		2,955,635
Mortgages	982,985			2,041,228		3,024,213
Residential	917,288			2,041,228		2,958,516
Commercial	65,697					65,697
Securitized assets						
Equity	3,192,539					3,192,539
Others	11,131,656	859,119	1,853,696	1,917,616	1,119,357	16,881,443
Total	237,972,887	19,694,913	25,090,004	32,053,245	38,028,708	352,839,758

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TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Portfolios	Industry Sector Breakdown (Table 4, (d))											
	Government and quasi government	Banks and other financial institutions	Agriculture and fishing	Manufacturing	Electricity, water, gas and health services	Building and construction	Commerce	Transportation and communication	Services	Consumer loans and credit cards	Others	Total
Sovereigns and central banks:	113,264,701											113,264,701
SAMA and Saudi Government	93,435,004											93,435,004
Others	19,829,697											19,829,697
Multilateral Development Banks (MDBs)		16,613,275										16,613,275
Public Sector Entities (PSEs)												
Banks and securities firms		15,291,150										15,291,150
Corporates		15,594,025	427,849	21,028,050	6,757,831	23,039,716	41,558,210	10,329,216	16,226,251		4,470,650	139,431,798
Retail non-mortgages			29,556	673,885	47,290	295,564	798,021	76,847	206,894	42,185,005	827,578	45,140,639
Small Business Facilities Enterprises (SBFE's)			29,556	673,885	47,290	295,564	798,022	76,847	206,894		827,578	2,955,635
Mortgages										3,024,213		3,024,213
Residential										2,958,516		2,958,516
Commercial										65,697		65,697
Securitized assets												
Equity		2,028,859		317,417			824,213		11,000		11,050	3,192,539
Others		10,096,638	1,203,086			1,535,093		43,262			4,003,365	16,881,443
Total	113,264,701	59,623,946	1,660,492	22,019,352	6,805,121	24,870,373	43,180,444	10,449,324	16,444,145	45,209,218	9,312,642	352,839,758

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TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES									
Residual Contractual Maturity Breakdown (Table 4, (e))									
Portfolios	Maturity breakdown								
	Less than 8 days	8-30 days	30-90 days	90-180 days	180-360 days	1-3 years	3-5 years	Over 5 years	Total
Sovereigns and central banks:	21,236,603	8,356,419	16,059,746	14,870,964	8,336,369	14,500,577	13,193,876	16,710,146	113,264,700
SAMA and Saudi Government	15,720,977	7,168,192	13,258,833	12,756,412	7,150,993	11,727,725	11,317,796	14,334,076	93,435,004
Others	5,515,626	1,188,227	2,800,913	2,114,552	1,185,376	2,772,851	1,876,081	2,376,071	19,829,697
Multilateral Development Banks (MDBs)					1,089,525	3,450,000	6,418,750	5,655,000	16,613,275
Public Sector Entities (PSEs)									
Banks and securities firms	4,071,268	2,101,811	1,946,143	1,776,781	1,747,463	2,703,366	908,635	35,682	15,291,150
Corporates	10,976,950	9,905,415	25,565,014	14,712,478	9,807,899	17,574,009	23,276,627	27,613,407	139,431,799
Retail non-mortgages	3,372,277	3,150,951	8,247,418	4,923,560	3,127,276	5,454,794	7,564,088	9,300,275	45,140,639
Small Business Facilities	275,125	188,584	492,502	526,382	590,210	685,968	165,742	31,123	2,955,635
Mortgages			118	183	14,662	197,880	721,354	2,090,016	3,024,213
Residential			118	183	14,662	197,880	721,354	2,024,319	2,958,516
Commercial								65,697	65,697
Securitized assets									
Equity								3,192,539	3,192,539
Others	8,823,035	246,616	350,291	454,504	1,241,718	486,244	107,533	5,171,501	16,881,443
Total	48,480,133	23,761,212	52,168,729	36,738,472	25,364,911	44,366,870	52,190,864	69,768,568	352,839,758

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES		
Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h))		
Particulars	Specific allowances	General allowances
Balance, beginning of the year	4,427,478	1,609,528
Charge-offs taken against the allowances during the period	(369,578)	0
Amounts set aside (or reversed) during the period	490,896	330,832
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances		
Balance, end of the period	4,548,797	1,940,360

Charge-offs and recoveries that have been recorded directly to the income statement are SAR 846k and SAR (24k) respectively.

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TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Impaired Loans, Past Due Loans and Allowances (Table 4, (f))

Industry sector	Impaired loans	Defaulted	Aging of Past Due Loans (days)				Specific allowances			General allowances
			Less than 90	90-180	180-360	Over 360	Charges during the period	Charge-offs during the period	Balance at the end of the period	
Government and quasi government	-	-	-	-	-	-	-	-	-	-
Banks and other financial institutions	42,890	42,890	-	293	737	41,860	3,894	-	41,435	-
Agriculture and fishing	10,583	10,583	9,559	309	777	9,497	643	-	9,049	-
Manufacturing	320,722	320,722	292,259	13,855	92,104	214,764	8,849	-	228,474	-
Mining and quarrying	995	995	14,091	54	136	805	(270)	-	726	-
Electricity, water, gas and health services	38,198	38,198	9,727	312	783	37,103	1,538	-	36,651	-
Building and construction	1,136,006	1,136,006	330,574	17,183	12,759	1,106,064	(4,567)	-	1,110,841	-
Commerce	2,561,436	2,561,436	891,069	64,552	42,323	2,454,561	54,385	(3,732)	2,405,590	-
Transportation and communication	60,297	60,297	109,938	627	23,134	36,535	18,293	-	57,506	-
Services	92,681	92,681	62,316	1,019	2,915	88,746	9,789	-	85,264	-
Consumer loans and credit cards	335,389	335,389	1,493,212	200,839	122,189	12,361	326,783	(365,846)	365,826	-
Others	259,835	259,835	31,789	3,448	9,421	246,967	71,560	-	207,436	-
Total	4,859,031	4,859,031	3,244,533	302,491	307,278	4,249,261	490,896	(369,578)	4,548,797	1,940,360

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TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES

Impaired Loans, Past Due Loans And Allowances (Table 4, (g))

Geographic area	Impaired loans	Aging of Past Due Loans (days)				Specific allowances	General allowances
		Less than 90	90-100	180-360	Over 360		
Saudi Arabia	4,266,636	2,617,812	272,589	231,375	3,762,671	4,192,687	1,763,499
Other GCC & Middle East	37,500				37,500	37,500	
Turkey	554,895	626,721	29,902	75,903	449,090	318,610	176,861
Others countries							
Total	4,859,031	3,244,533	302,491	307,278	4,249,261	4,548,797	1,940,360

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TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH

Allocation Of Exposures To Risk Buckets (Table 5, (b))

Particulars	Risk buckets								Deducted
	0%	20%	35%	50%	75%	100%	150%	Other risk weights Unrated	
Sovereigns and central banks:	127,870,506					884,394			
SAMA and Saudi Government	93,435,004								
Others	34,435,503					884,394			
Multilateral Development Banks (MDBs)	16,613,275								
Public Sector Entities (PSEs)									
Banks and securities firms		130,030		15,404,616		17,218			
Corporates		20,694,686		9,627,372		91,801,736			
Retail non-mortgages					43,895,114				
Small Business Facilities Enterprises (SBFE's)					2,955,635				
Mortgages			2,041,228			982,985			
Residential			2,041,228			917,288			
Commercial						65,697			
Securitized assets									
Equity						3,192,539			49,724
Others	4,587,425	1,759,512				12,429,310	907,811		

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TABLE 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES		
Credit Risk Exposure Covered By CRM (Table 7, (b) and (c))		
Portfolios	Covered by	
	Eligible financial collateral	Guarantees / credit derivatives
Sovereigns and central banks:		
SAMA and Saudi Government		
Others		
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)		
Banks and securities firms		4,718,398
Corporates	1,876,672	15,575,638
Retail non-mortgages	1,245,525	
Small Business Facilities Enterprises (SBFE's)		
Mortgages		
Residential		
Commercial		
Securitized assets		
Equity		
Others		2,520
Total	3,122,197	20,296,556

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TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES	
General Disclosures (Table 8, (b) and (d))	
Particulars	Amount
Gross positive fair value of contracts	430,351
Netting Benefits	
Netted Current Credit Exposure	
Collateral held:	
-Cash	
-Government securities	
-Others	
Exposure amount (under the applicable method)	1,359,516
-Internal Models Method (IMM)	
-Current Exposure Method (CEM)	1,359,516
Notional value of credit derivative hedges	
Current credit exposure (by type of credit exposure):	1,359,515
-Interest rate contracts	273,404
-FX contracts	1,086,111
-Equity contracts	
-Credit derivatives	
-Commodity/other contracts	

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TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES RELATED TO				
Credit Derivative Transactions (Table 8, (c))				
Credit derivative transactions	Proprietary activities		Intermediation activities	
	Protection bought	Protection sold	Protection bought	Protection sold
Total return swaps				
Credit default swaps	Nil			
Credit options	Nil			
Credit linked notes	Nil			
Collateralized debt obligations	Nil			
Collateralized bond obligations	Nil			
Collateralized loan obligations	Nil			
Others	Nil			
Total				

Note: The total amount of CDOs and CLOs held by the Bank as of June 2011 was SR 644,646 K

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TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS					
Value Of Investments (Table 13, (b))					
	Un-quoted investments		Quoted investments		
	Value disclosed in Financial Statements	Fair value	Value disclosed in Financial Statements	Fair value	Publicly quoted share values (if materially different from fair value)
Investments	847,628	N/A	2,344,911	2,344,911	N/A

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TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS		
Types And Nature of Investments (Table 13, (c))		
Investments	Publicly traded	Privately held
Government and quasi government		
Banks and other financial institutions	2,027,494	1,365
Agriculture and fishing		
Manufacturing	317,417	
Mining and quarrying		
Electricity, water, gas and health services		
Building and construction		
Commerce		824,213
Transportation and communication		
Services		11,000
Others		11,050
Total	2,344,911	847,628

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TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS	
Gains / Losses Etc. (Table 13, (d) and (e))	
Particulars	Amount
Cumulative realized gains (losses) arising from sales and liquidations in the reporting period	
Total unrealized gains (losses)	598,220
Total latent revaluation gains (losses)*	
Unrealized gains (losses) included in Capital	598,220
Latent revaluation gains (losses) included in Capital	

*Not applicable to KSA to date

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TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS	
Capital Requirements (Table 13, (f))	
Equity grouping	Capital requirements
Government and quasi government	-
Banks and other financial institutions	162,309
Agriculture and fishing	-
Manufacturing	25,393
Mining and quarrying	-
Electricity, water, gas and health services	-
Building and construction	-
Commerce	65,937
Transportation and communication	-
Services	880
Others	884
Total	255,403

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TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB)	
200bp Interest Rate Shocks for currencies with more than 5% of Assets or Liabilities (Table 14, (b))	
Rate Shocks	Change in earnings
Upward rate shocks:	
SAR	1,556,180
USD	(1,105,904)
GBP	(23,044)
EUR	(33,936)
JPY	546
TRY	(38,820)
Downward rate shocks:	
SAR	(1,556,180)
USD	1,105,904
GBP	23,044
EUR	33,936
JPY	(546)
TRY	38,820