

PILLAR-III
LIST OF RETURNS
JUNE 2012

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TABLE 1: SCOPE OF APPLICATION - JUNE 2012

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:	SAR'000
1. Wataniya Insurance Company	18,495

TABLE 2: CAPITAL STRUCTURE - JUNE 2012

Capital Structure (Table 2, (b) to (e)) (Figures in SAR 000's)

Components of capital	Amount
Core capital - Tier I:	
Eligible paid-up share capital	3,969,000
Eligible reserves	2,522,480
Retained earnings	556,078
Other reserves	(10,870)
Deductions from Tier I:	
Insurance organizations	(9,248)
Total Tier I	7,027,440
Supplementary capital - Tier 2:	
Staff share plan reserve	7,104
Subordinated loan capital	1,500,000
Qualifying general provisions	288,801
Interim profits	622,347
Insurance organizations	(9,248)
Total Tier II	2,409,004
Total eligible capital	9,436,444

TABLE 3: CAPITAL ADEQUACY - JUNE 2012

Amount of Exposures Subject To Standardized Approach of Credit Risk and related Capital Requirements (TABLE 3, (b)) (Figures in SAR 000's)		
Portfolios	Amount of exposures	Capital requirements
Sovereigns and central banks:	14,289,548	421
SAMA and Saudi Government	13,654,977	-
Others	634,571	421
Multilateral Development Banks (MDBs)	135,803	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	4,183,378	148,723
Corporates	47,697,266	3,749,828
Retail non-mortgages	5,764,579	360,121
<i>Small Business Facilities Enterprises (SBFE's)</i>	<i>505,147</i>	<i>30,309</i>
Mortgages	563,504	45,080
Residential	563,504	45,080
Commercial	-	-
Securitized assets	-	-
Equity	33,097	2,648
Others	2,141,285	143,596
Total	74,808,459	4,450,417

TABLE 3: CAPITAL ADEQUACY - JUNE 2012**Capital Requirements For Market Risk* (822, Table 3, (d)) (Figures in SAR 000's)**

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardised approach	14,804	-	7,310	-	22,114
Internal models approach					

* Capital requirements are to be disclosed only for the approaches used.

TABLE 3: CAPITAL ADEQUACY - JUNE 2012**Capital Requirements for Operational Risk* (Table 3, (e)) (Figures in SAR 000's)**

Particulars	Capital requirement
• Standardized approach	291,863
Total	291,863

TABLE 3: CAPITAL ADEQUACY - JUNE 2012

Capital Adequacy Ratios (TABLE 3, (f))		
Particulars	Total capital ratio	Tier 1 capital ratio
	%	
Top consolidated level	15.8%	11.8%

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2012

Credit Risk Exposure (Table 4, (b)) (Figures in SAR 000's)

Portfolios	Total gross credit risk exposure	Average gross credit risk exposure over the period *
Sovereigns and central banks:	14,289,548	14,374,179
SAMA and Saudi Government	13,654,977	13,788,273
Others	634,571	585,907
Multilateral Development Banks (MDBs)	135,803	149,823
Public Sector Entities (PSEs)	-	-
Banks and securities firms	4,183,378	4,954,728
Corporates	47,697,266	43,951,149
Retail non-mortgages	5,764,579	5,307,770
Small Business Facilities Enterprises (SBFE's)	505,147	543,036
Mortgages	563,504	328,443
Residential	563,504	328,443
Commercial	-	-
Securitized assets	-	-
Equity	33,097	42,354
Others	2,141,285	2,283,902
Total	74,808,459	71,392,348

* Averages of the current and last 3 quarters

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2012

Geographic Breakdown (Table 4, (c)) (Figures in SAR 000's)							
Portfolios	Geographic area						
	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Others countries	Total
Sovereigns and central banks:	13,654,977	634,571	-	-	-	-	14,289,548
SAMA and Saudi Government	13,654,977	-	-	-	-	-	13,654,977
Others	-	634,571	-	-	-	-	634,571
Multilateral Development Banks (MDBs)	-	-	135,803	-	-	-	135,803
Public Sector Entities (PSEs)	-	-	-	-	-	-	-
Banks and securities firms	723,264	730,302	1,646,964	384,910	991	696,948	4,183,378
Corporates	46,655,848	995,280	-	-	-	46,138	47,697,266
Retail non-mortgages	5,764,579	-	-	-	-	-	5,764,579
<i>Small Business Facilities Enterprises (SBFE's)</i>	505,147	-	-	-	-	-	505,147
Mortgages	563,504	-	-	-	-	-	563,504
Residential	563,504	-	-	-	-	-	563,504
Commercial	-	-	-	-	-	-	-
Securitized assets	-	-	-	-	-	-	-
Equity	33,097	-	-	-	-	-	33,097
Others	2,141,285	-	-	-	-	-	2,141,285
Total	69,536,555	2,360,152	1,782,767	384,910	991	743,085	74,808,459

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2012

Industry Sector Breakdown (Table 4, (d)) (Figures in SAR 000's)													
Portfolios	Industry sector												
	Government and quasi government	Banks and other financial institutions	Agriculture and fishing	Manufacturing	Mining and quarrying	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:	14,289,548	-	-	-	-	-	-	-	-	-	-	-	14,289,548
SAMA and Saudi Government	13,654,977	-	-	-	-	-	-	-	-	-	-	-	13,654,977
Others	634,571	-	-	-	-	-	-	-	-	-	-	-	634,571
Multilateral Development Banks (MDBs)	-	135,803	-	-	-	-	-	-	-	-	-	-	135,803
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-	-	-	-	-
Banks and securities firms	-	4,183,378	-	-	-	-	-	-	-	-	-	-	4,183,378
Corporates	1,100,269	1,223,152	749,358	10,091,995	312,256	2,217,969	11,421,544	12,979,481	835,384	4,341,248	-	2,424,610	47,697,266
Retail non-mortgages	-	-	2,271	39,858	8,356	126	80,767	47,087	9,380	91,309	5,262,015	223,410	5,764,579
Small Business Facilities Enterprises (SBFE's)	-	-	2,271	39,858	8,356	126	80,767	47,087	9,380	91,309	2,583	223,410	505,147
Mortgages	-	-	-	-	-	-	-	-	-	-	563,504	-	563,504
Residential	-	-	-	-	-	-	-	-	-	-	563,504	-	563,504
Commercial	-	-	-	-	-	-	-	-	-	-	-	-	-
Securitized assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Equity	-	-	-	-	-	-	-	-	-	-	-	33,097	33,097
Others	-	-	-	-	-	-	-	-	-	-	-	2,141,285	2,141,285
Total	15,389,817	5,542,332	751,629	10,131,853	320,612	2,218,095	11,502,311	13,026,568	844,764	4,432,557	5,825,519	4,822,402	74,808,459

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2012

Residual Contractual Maturity Breakdown (Table 4, (e)) (Figures in SAR 000's)

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:	5,990,443	264,067	2,222,853	4,009,647	48,830	681,940	506,989	564,780	14,289,548
SAMA and Saudi Government	5,990,443	261,051	2,221,834	4,004,420	48,830	170,874	506,989	450,535	13,654,977
Others	-	3,016	1,018	5,227	-	511,065	-	114,246	634,571
Multilateral Development Banks (MDBs)	-	-	1,275	-	-	134,528	-	-	135,803
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-
Banks and securities firms	1,288,239	697,719	125,429	174,528	1,521,743	150,348	138,492	86,880	4,183,378
Corporates	5,036,200	7,280,935	4,378,916	7,586,183	6,727,855	7,780,719	7,498,622	1,407,835	47,697,266
Retail non-mortgages	1,192,378	45,269	259,673	90,389	2,759,719	1,120,446	51,012	245,693	5,764,579
Small Business Facilities Enterprises (SBFE's)	268,661	24,929	24,149	46,603	33,152	86,408	20,390	855	505,147
Mortgages	128	1,081	-	-	-	919	9,256	552,120	563,504
Residential	128	1,081	-	-	-	919	9,256	552,120	563,504
Commercial	-	-	-	-	-	-	-	-	-
Securitized assets	-	-	-	-	-	-	-	-	-
Equity	33,097	-	-	-	-	-	-	-	33,097
Others	539,326	-	-	-	96,180	-	-	1,505,779	2,141,285
Total	14,079,811	8,289,070	6,988,146	11,860,747	11,154,328	9,868,900	8,204,370	4,363,087	74,808,459

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2012

Impaired Loans, Past Due Loans and Allowances (Table 4, (f)) (Figures in SAR 000's)											
Industry sector	Impaired loans	Defaulted	Aging of Past Due Loans (days)				Specific allowances				General allowances *
			Less than 90	90-180	180-360	Over 360	Balance at the beginning of the period	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	-	-	-	-	-	-	-	-	-	-	-
Agriculture and fishing	21,488	-	-	-	-	-	23,310	-	-	23,310	-
Manufacturing	71,409	-	-	-	-	-	117,817	-	-	117,817	-
Mining and quarrying	-	-	-	-	-	-	-	-	-	-	-
Electricity, water, gas and health services	8,251	-	-	-	-	-	8,367	-	-	8,367	-
Building and construction	97,222	5,544	5,544	-	-	-	115,214	5,335	(1,500)	119,049	-
Commerce	450,911	45,675	-	45,675	-	-	414,395	20,000	(25,182)	409,213	-
Transportation and communication	173	-	-	-	-	-	178	-	-	178	-
Services	17,740	1,529	-	1,529	-	-	28,396	-	-	28,396	-
Consumer loans and credit cards	33,370	-	-	-	-	-	28,335	41,856	(41,856)	28,335	20,331
Others	44,556	-	-	-	-	-	36,865	40,000	(38,316)	38,549	268,470
Total	745,120	52,747	5,544	47,203	-	-	772,877	107,192	(106,854)	773,214	288,801

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2012

Impaired Loans, Past Due Loans And Allowances (Table 4, (g)) (Figures in SAR 000's)

Geographic area	Impaired loans	Aging of Past Due Loans (days)				Specific allowances	General allowances
		Less than 90	90-180	180-360	Over 360		
Saudi Arabia	745,120	5,544	47,203	-	-	773,214	288,801
Other GCC & Middle East	-	-	-	-	-	-	-
Europe	-	-	-	-	-	-	-
North America	-	-	-	-	-	-	-
South East Asia	-	-	-	-	-	-	-
Others countries	-	-	-	-	-	-	-
Total	745,120	5,544	47,203	-	-	773,214	288,801

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2012**Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h)) (Figures in SAR 000's)**

Particulars	Specific allowances	General allowances
Balance, beginning of the year	772,877	296,771
Charge-offs taken against the allowances during the period	(114,824)	-
Amounts set aside (or reversed) during the period	107,192	-
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances	7,970	(7,970)
Balance, end of the year	773,214	288,801

TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH - JUNE 2012

Allocation Of Exposures To Risk Buckets (Table 5, (b)) (Figures in SAR 000's)

Particulars	Risk buckets										Deducted	
	0%	20%	35%	50%	75%	100%	150%	Other risk weights	Unrated	TOTAL		
Sovereigns and central banks:	14,263,238	26,310	-	-	-	-	-	-	-	-	14,289,548	
SAMA and Saudi Government	13,654,977	-	-	-	-	-	-	-	-	-	13,654,977	
Others	608,261	26,310	-	-	-	-	-	-	-	-	634,571	
Multilateral Development Banks (MDBs)	135,803	-	-	-	-	-	-	-	-	-	135,803	
Public Sector Entities (PSEs)	-	-	-	-	-	-	-	-	-	-	-	
Banks and securities firms	-	1,978,121	-	1,483,674	-	721,584	-	-	-	-	4,183,378	
Corporates	-	613,445	-	667,321	-	46,360,407	56,092	-	-	-	47,697,266	
Retail non-mortgages	-	-	-	-	5,052,255	712,324	-	-	-	-	5,764,579	
Small Business Facilities Enterprises (SBFE's)	-	-	-	-	505,147	-	-	-	-	-	505,147	
Mortgages	-	-	-	-	-	563,504	-	-	-	-	563,504	
Residential	-	-	-	-	-	563,504	-	-	-	-	563,504	
Commercial	-	-	-	-	-	-	-	-	-	-	-	
Securitized assets	-	-	-	-	-	-	-	-	-	-	-	
Equity	-	-	-	-	-	33,097	-	-	-	-	33,097	
Others	374,379	-	-	-	-	1,766,906	-	-	-	-	2,141,285	
TOTAL	14,773,420	2,617,876	-	2,150,995	5,052,255	50,157,822	56,092	-	-	-	74,808,459	

**TABLE 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR
STANDARDIZED APPROACH - JUNE 2012**

Credit Risk Exposure Covered By CRM (Table 7, (b) and (c)) (Figures in SAR 000's)

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	-	-
Corporates	403,327	-
Retail non-mortgages	-	-
Small Business Facilities Enterprises (SBFE's)	-	-
Mortgages	-	-
Residential	-	-
Commercial	-	-
Securitized assets	-	-
Equity	-	-
Others	-	-
Total	403,327	-

TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - JUNE 2012

Level Of Market Risks In Terms Of Capital Requirements (Table 10, (b)) (Figures in SAR 000's)

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Capital requirements	14,804	-	7,310	-	22,114

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2012

Value Of Investments (Table 13, (b)) Figures in SAR 000's					
	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	4,188	4,188	28,910	28,910	-

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2012

Types And Nature of Investments (Table 13, (c)) (Figures in SAR 000's)		
Investments	Publicly traded	Privately held
Government and quasi government	-	-
Banks and other financial institutions	28,910	1,250
Agriculture and fishing	-	-
Manufacturing	-	-
Mining and quarrying	-	-
Electricity, water, gas and health services	-	-
Building and construction	-	-
Commerce	-	-
Transportation and communication	-	-
Services	-	2,938
Others	-	-
Total	28,910	4,188

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2012

Gains / Losses Etc. (Table 13, (d) and (e)) (Figures in SAR 000's)	
Particulars	Amount
Cumulative realized gains (losses) arising from sales and liquidations in the reporting period	0
Total unrealized gains (losses)	-13,654
Total latent revaluation gains (losses)*	0
Unrealized gains (losses) included in Capital	-13,654
Latent revaluation gains (losses) included in Capital*	0

*Not applicable to KSA to date

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2012**Capital Requirements (Table 13, (f)) (Figures in SAR 000's)**

Equity grouping	Capital requirements
Banks and other financial institutions	2,413
Manufacturing	0
Services	235
Total	2,648