

**TABLE 1: SCOPE OF APPLICATION - DEC 2011**

<b>Capital Deficiencies (Table 1, (e))</b>	
<b>Particulars</b>	<b>Amount SAR '000'</b>
The aggregate amount of capital deficiencies in subsidiaries not included in the consolidation i.e. that are deducted:	N/A
1. Subsidiary 1	
2. Subsidiary 2	
3. Subsidiary 3	
4. Subsidiary n	

**TABLE 2: CAPITAL STRUCTURE - DEC 2011**

Capital Structure (Table 2, (b) to (e))	
Components of capital	Amount SAR '000'
<b>Core capital - Tier I:</b>	
Eligible paid-up share capital	15,000,000
Shares premium accounts	
Eligible reserves	13,957,000
Minority interests in the equity of subsidiaries	
Retained earnings	3,864,604
IAS type adjustments*	
<b>Deductions from Tier I:</b>	
Interim losses during the year	
Intangible assets (including goodwill)	
Other country specific deductions from Tier 1 at 50%	
Regulatory calculation differences deduction from Tier 1 at 50%**	
Reciprocal holding of bank capital at 50% deduction	
Significant minority investments at 10% and above at 50% deduction:	
Banking and securities entities not fully consolidated	
Insurance organizations	
Commercial organizations	
<b>Total Tier I</b>	<b>32,821,604</b>
<b>Supplementary capital - Tier 2:</b>	
Revaluation gains/reserves	
Subordinated loan capital	
Qualifying general provisions	1,836,060
Interim profits ***	
<b>Deductions from Tier II:</b>	
Reciprocal holding of bank capital at 50% deduction	
Significant minority investments at 10% and above at 50% deduction:	
Banking and securities entities not fully consolidated	
Insurance organizations	
Commercial organizations	
Other country specific deductions from Tier 2 at 50%	
Regulatory calculation differences deduction from Tier 2 at 50%**	
<b>Total Tier II</b>	<b>1,836,060</b>
<b>Capital to cover market risks - Tier III</b>	
Short Term Subordinated Debit	
Tier I and Tier II Capital Available for Market Risk	
<b>Total Eligible Capital</b>	<b>34,657,664</b>

\*\*\* We would like to draw attention to the reclassification of the Profits for 2011 from Tier 2 (Interim Profit) as stated in the Audited Financial Statements, to Tier 1 (Retained Earnings) based on the approval of the Financials at the General Assembly. The Total Capital Adequacy ratio remains unchanged.



**TABLE 3: CAPITAL ADEQUACY - DEC 2011**

Amount of Exposures Subject To Standardized Approach of Credit Risk and related Capital Requirements (TABLE 3, (b)) SAR '000'

Portfolios	Amount of exposures	Capital requirements
Sovereigns and central banks:	49,780,355	
SAMA and Saudi Government	49,780,355	
Others		
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)	520,357	20,814
Banks and securities firms	14,599,686	547,170
Corporates	45,291,253	3,533,584
Retail non-mortgages	87,950,359	5,277,022
Small Business Facilities Enterprises (SBFE's)		
Mortgages	10,849,808	867,985
Residential	9,145,807	731,665
Commercial	1,704,001	136,320
Securitized assets		
Equity	1,076,902	254,711
Others	17,051,248	767,741
<b>Total</b>	<b>227,119,968</b>	<b>11,269,026</b>



**TABLE 3: CAPITAL ADEQUACY - DEC 2011**

Capital Requirements For Market Risk* (822, Table 3, (d))					SAR '000'
	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardized approach			514,809		514,809
Internal models approach					

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



<b>TABLE 3: CAPITAL ADEQUACY -DEC 2011</b>	
<b>Capital Requirements for Operational Risk* (Table 3, (e))</b>	
<b>Particulars</b>	<b>Capital requirement SAR '000'</b>
• Basic indicator approach;	
• Standardized approach;	1,575,772
• Alternate standardized approach;	
• Advanced measurement approach (AMA).	
<b>Total</b>	<b>1,575,772</b>

\* Capital requirement is to be disclosed only for the approach used.



**TABLE 3: CAPITAL ADEQUACY -DEC 2011**

Capital Adequacy Ratios (TABLE 3, (f))

Particulars	Total capital ratio	Tier 1 capital ratio
	%	
Top consolidated level	20.03%	18.97%
Bank significant stand alone subsidiary 1		
Bank significant stand alone subsidiary 2		
Bank significant stand alone subsidiary 3		
Bank significant stand alone subsidiary n		



**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2011**

Credit Risk Exposure (Table 4, (b)) SAR '000'		
Portfolios	Total gross credit risk exposure(Dec2011)	Average gross credit risk exposure over the period
Sovereigns and central banks:	49,780,526	50,470,185
SAMA and Saudi Government	49,780,526	50,470,185
Others		
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)	520,357	2,167,079
Banks and securities firms	14,786,954	16,182,611
Corporates	48,867,532	48,869,527
Retail non-mortgages	87,950,359	76,744,598
Small Business Facilities Enterprises (SBFE's)		
Mortgages	10,849,808	9,080,762
Residential	9,145,807	7,914,497
Commercial	1,704,001	1,166,265
Securitized assets		
Equity	1,076,902	1,079,351
Others	27,570,134	34,157,236
<b>Total</b>	<b>241,402,571</b>	<b>238,751,350</b>



**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES -DEC 2011**

Geographic Breakdown (Table 4, (c)) SAR '000'							
Portfolios	Geographic area						Total
	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Other countries	
<b>Sovereigns and central banks:</b>	49,780,526	-	-	-	-	-	49,780,526
SAMA and Saudi Government	49,780,526						49,780,526
Others							-
<b>Multilateral Development Banks (MDBs)</b>							-
<b>Public Sector Entities (PSEs)</b>	520,357						520,357
<b>Banks and securities firms</b>	8,602,114	4,139,008	187,454	27,687	1,613,482	217,209	14,786,954
<b>Corporates</b>	45,601,550	584,926			2,681,056		48,867,532
<b>Retail non-mortgages</b>	86,365,161				1,585,198		87,950,359
Small Business Facilities Enterprises (SBFE's)							-
<b>Mortgages</b>	10,534,274	-	-	-	315,534	-	10,849,808
Residential	8,830,273				315,534		9,145,807
Commercial	1,704,001						1,704,001
<b>Securitized assets</b>							-
Equity	853,678	20,907	424	201,893			1,076,902
Others	23,519,885	1,709,839	3,477	450,502	1,505,447	380,984	27,570,134
<b>Total</b>	<b>225,777,544</b>	<b>6,454,680</b>	<b>191,355</b>	<b>680,082</b>	<b>7,700,717</b>	<b>598,193</b>	<b>241,402,571</b>





**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2011**

Portfolios	Industry Sector Breakdown (Table 4, (d)) SAR '000'												
	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:	49,780,526	-	-	-	-	-	-	-	-	-	-	-	49,780,526
SAMA and Saudi Government	49,780,526												49,780,526
Others													-
Multilateral Development Banks (MDBs)													-
Public Sector Entities (PSEs)				520,357									520,357
Banks and securities firms		14,786,954											14,786,954
Corporates	5,358,200	1,407,597	109,108	10,144,022		4,562,035	5,978,339	12,832,723	1,563,062	3,267,296		3,645,150	48,867,532
Retail non-mortgages											87,950,359		87,950,359
Small Business Facilities Enterprises (SBFE's)													-
Mortgages	-	-	-	-	-	-	-	1,704,001	-	-	9,145,807	-	10,849,808
Residential											9,145,807		9,145,807
Commercial								1,704,001					1,704,001
Securitized assets													-
Equity		512,825								26,059		538,018	1,076,902
Others	341	7,512,861					3,687,715	1,066,898	217,979		637,521	14,446,819	27,570,134
<b>Total</b>	<b>55,139,067</b>	<b>24,220,237</b>	<b>109,108</b>	<b>10,664,379</b>	<b>0</b>	<b>4,562,035</b>	<b>9,666,054</b>	<b>15,603,622</b>	<b>1,781,041</b>	<b>3,293,355</b>	<b>97,733,687</b>	<b>18,629,987</b>	<b>241,402,571</b>


**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES -DEC 2011**

Portfolios	Residual Contractual Maturity Breakdown (Table 4, (e)) SAR '000'										
	Maturity breakdown									No Fixed Maturity	Total
	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			
<b>Sovereigns and central banks:</b>	3,554,488	1,670,698	12,811,898	18,214,977	2,850,004					10,678,461	49,780,526
<b>SAMA and Saudi Government</b>	3,554,488	1,670,698	12,811,898	18,214,977	2,850,004					*10,678,461	49,780,526
<b>Others</b>											
<b>Multilateral Development Banks (MDBs)</b>											
<b>Public Sector Entities (PSEs)</b>								520,357			520,357
<b>Banks and securities firms</b>	2,658,679	5,529,953	3,541,896	1,791,545	1,264,881						14,786,954
<b>Corporates</b>	12,054,190	5,506,745	4,537,416	5,176,587	5,570,761	7,542,039	3,836,695	4,643,099			48,867,532
<b>Retail non-mortgages</b>	2,634,232	2,468,236	4,218,966	6,206,913	11,860,761	39,455,453	16,633,257	4,472,542			87,950,359
<b>Small Business Facilities Enterprises (SBFE's)</b>											
<b>Mortgages</b>	136,991	202,021	261,125	423,033	632,298	2,452,118	1,946,546	4,795,675			10,849,808
<b>Residential</b>	136,991	198,855	260,604	321,704	503,888	1,569,669	1,482,839	4,671,257			9,145,807
<b>Commercial</b>		3,166	521	101,329	128,410	882,449	463,707	124,418			1,704,001
<b>Securitized assets</b>											
<b>Equity</b>					336,991			739,911			1,076,902
<b>Others</b>	19,540,637		201,642	463,082	165,446	785,183	2,140,925	649,697	** 3,623,522		27,570,134
<b>Total</b>	<b>40,579,217</b>	<b>15,377,652</b>	<b>25,572,944</b>	<b>32,276,136</b>	<b>22,681,142</b>	<b>50,234,793</b>	<b>24,557,423</b>	<b>15,821,281</b>	<b>14,301,983</b>		<b>241,402,571</b>

\* Balances with Central Bank

\*\* Fixed Assets


**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2011**

Impaired Loans, Past Due Loans and Allowances (Table 4, (f)) SAR '000'

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										
Agriculture and fishing										
Manufacturing	436	8,959			2,459	6,500	19,345	114,309	344	
Mining and quarrying										
Electricity, water, gas and health services										
Building and construction	4,602	238,299	38,174	-	2,549	235,750	1,853	11,751	5,092	
Commerce	139,552	206,252	49,348	93,724	85,378	27,151	26,800	264,932	51,614	
Transportation and communication										
Services			19,685				11,780	12,612	248	
Consumer loans and credit cards	563,788	1,243,115	446,047	245,831	400,895	596,389	163,000		593,674	
Others	500,170	699,328	6,790	83	141	699,104	500,502	17,054	535,660	
portfolio provision										2,369,000
<b>Total</b>	<b>1,208,548</b>	<b>2,395,954</b>	<b>560,045</b>	<b>339,637</b>	<b>491,423</b>	<b>1,564,894</b>	<b>723,279</b>	<b>420,658</b>	<b>1,186,631</b>	<b>2,369,000</b>

**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2011**

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

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	1,071,399	560,045	310,606	478,961	1,469,238	1,026,623	2,369,000
Other GCC & Middle East							
Europe							
North America							
South East Asia	137,149		29,031	12,462	95,656	160,008	
Others countries							
<b>Total</b>	<b>1,208,548</b>	<b>560,045</b>	<b>339,637</b>	<b>491,423</b>	<b>1,564,894</b>	<b>1,186,631</b>	<b>2,369,000</b>

**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2011**

Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h)) SAR '000'

Particulars	Specific allowances	General allowances
Balance, beginning of the year	1,181,904	2,434,169
Charge-offs taken against the allowances during the period	(420,658)	(1,254,830)
Amounts set aside (or reversed) during the period		1,398,189
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances	425,385	(208,528)
<b>Balance, end of the year</b>	<b>1,186,631</b>	<b>2,369,000</b>

▪ Charge-offs and recoveries that have been recorded directly to the income statement are SAR 1,675,488,000 and SAR 169,461,205. respectively.


**TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH - DEC 2011**

Particulars	Allocation Of Exposures To Risk Buckets (Table 5, (b)) SAR '000'									Deducted	
	0%	20%	35%	50%	75%	100%	150%	Other risk weights	Unrated		
<b>Sovereigns and central banks:</b>	49,780,526	-	-	-	-	-	-	-	-	-	-
SAMA and Saudi Government	49,780,526										
Others											
<b>Multilateral Development Banks (MDBs)</b>											
<b>Public Sector Entities (PSEs)</b>				520,357							
<b>Banks and securities firms</b>		1,534,080		13,252,874							
<b>Corporates</b>		1,159,090		388,361		47,320,081					
<b>Retail non-mortgages</b>					87,950,359						
Small Business Facilities Enterprises (SBFE's)											
<b>Mortgages</b>	-	-	-	-	-	10,849,808	-	-	-	-	-
Residential						9,145,807					
Commercial						1,704,001					
<b>Securitized assets</b>											
<b>Equity</b>	23,447							1,053,455			
<b>Others</b>	14,353,319	844,041		1,790,721		9,976,819	605,233				
<b>Total</b>	<b>64,157,292</b>	<b>3,537,211</b>	<b>-</b>	<b>15,952,312</b>	<b>87,950,359</b>	<b>68,146,708</b>	<b>605,233</b>	<b>1,053,455</b>	<b>-</b>	<b>-</b>	



**Table 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR STANDARDIZED APPROACH - DEC 2011**

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		
Corporates	10,997,654	
Retail non-mortgages		
Small Business Facilities Enterprises (SBFE's)		
Mortgages	-	-
Residential		
Commercial		
Securitized assets		
Equity		
Others	1,110,539	
<b>Total</b>	<b>12,108,193</b>	-



**TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - DEC 2011**

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

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
<b>Capital requirements</b>			514,809		514,809




**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - DEC 2011**

Value Of Investments (Table 13, (b)) SAR '000'					
	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)
<b>Investments</b>	23,519	23,519	1,053,383	1,053,383	

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - DEC 2011**

Types And Nature of Investments (Table 13, (c)) SAR '000'

Investments	Publicly traded	Privately held
Government and quasi government		
Banks and other financial institutions	491,918	20,907
Agriculture and fishing		
Manufacturing		
Mining and quarrying		
Electricity, water, gas and health services		
Building and construction		
Commerce		
Transportation and communication		
Services	23,447	2,612
Others	538,018	
<b>Total</b>	<b>1,053,383</b>	<b>23,519</b>

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - DEC 2011**

Gains / Losses Etc. (Table 13, (d) and (e)) SAR '000'

Particulars	Amount
Cumulative realized gains (losses) arising from sales and liquidations in the reporting period	
Total unrealized gains (losses)	
Total latent revaluation gains (losses)*	N/A
Unrealized gains (losses) included in Capital	
Latent revaluation gains (losses) included in Capital*	N/A

\*Not applicable to KSA to date

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - DEC 2011**

Capital Requirements (Table 13, (f)) SAR '000'

Equity grouping	Capital requirements
Government and quasi government	
Banks and other financial institutions	124,751
Agriculture and fishing	
Manufacturing	
Mining and quarrying	
Electricity, water, gas and health services	
Building and construction	
Commerce	
Transportation and communication	
Services	836
Others	129,124
<b>Total</b>	<b>254,711</b>


**TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) - DEC 2011**

200bp Interest Rate Shocks for currencies with more than 5% of Assets or Liabilities (Table 14, (b))

Rate Shocks	Change in earnings SAR '000'
<b>Upward rate shocks:</b>	
SAR	1,166,776
<b>Downward rate shocks:</b>	
SAR	(1,166,776)