

**TABLE 1: SCOPE OF APPLICATION - DEC 2008**

Capital Deficiencies (Table 1, (e))	
Particulars	Amount SAR '000'
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 2008

Capital Structure (Table 2, (b) to (e))	
Components of capital	Amount SAR '000'
Core capital - Tier I:	
Eligible paid-up share capital	15,000,000
Shares premium accounts	
Eligible reserves	8,727,370
Minority interests in the equity of subsidiaries	
Retained earnings	3,265,874
IAS type adjustments*	
Deductions from Tier I:	
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	
Total Tier I	26,993,244
Supplementary capital - Tier 2:	
Revaluation gains/reserves	
Subordinated loan capital	
Qualifying general provisions	2,982,358
Interim profits	
Deductions from Tier II:	
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%**	
Total Tier II	2,982,358
Capital to cover market risks - Tier III	
Short Term Subordinated Debit	
Tier I and Tier II Capital Available for Market Risk	
Total eligible capital	29,975,602



TABLE 3: CAPITAL ADEQUACY - DEC 2008

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:	36,465,732	
SAMA and Saudi Government	36,465,732	
Others		
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)		
Banks and securities firms	10,757,145	430,286
Corporates	46,929,406	3,754,353
Retail non-mortgages	54,111,036	3,246,662
Small Business Facilities Enterprises (SBFE's)		
Mortgages	5,306,664	424,533
Residential	3,387,121	270,970
Commercial	1,919,543	153,563
Securitized assets		
Equity	172,978	13,838
Others	14,687,799	957,199
Total	168,430,760	8,826,871

**TABLE 3: CAPITAL ADEQUACY - DEC 2008**

Capital Requirements For Market Risk* (822, Table 3, (d))					SAR '000'
	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardised approach			126,104		126,104
Internal models approach					

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



TABLE 3: CAPITAL ADEQUACY - DEC 2008	
Capital Requirements for Operational Risk* (Table 3, (e))	
Particulars	Capital requirement SAR '000'
• Basic indicator approach;	
• Standardized approach;	1,434,591
• Alternate standardized approach ;	
• Advanced measurement approach (AMA).	
Total	1,434,591

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



TABLE 3: CAPITAL ADEQUACY - DEC 2008

Capital Adequacy Ratios (TABLE 3, (f))

Particulars	Total capital ratio	Tier 1 capital ratio
	%	
Top consolidated level	21.39	14.6
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 2008

Credit Risk Exposure (Table 4, (b)) SAR '000'		
Portfolios	Total gross credit risk exposure(DEC08)	Average gross credit risk exposure over the period
Sovereigns and central banks:	36,465,910	32,026,295
SAMA and Saudi Government	36,465,910	32,026,295
Others		
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)		
Banks and securities firms	12,149,248	15,205,002
Corporates	50,514,200	44,534,239
Retail non-mortgages	54,111,036	55,620,979
Small Business Facilities Enterprises (SBFE's)		
Mortgages	5,306,664	4,397,584
Residential	3,387,121	2,749,282
Commercial	1,919,543	1,648,302
Securitized assets		
Equity	172,978	274,408
Others	17,668,829	15,607,164
Total	176,388,865	167,665,671



TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES -DEC 2008

Geographic Breakdown (Table 4, (c)) SAR '000'							
Portfolios	Geographic area						
	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Others countries	Total
Sovereigns and central banks:	36,465,910						36,465,910
SAMA and Saudi Government	36,465,910						36,465,910
Others							
Multilateral Development Banks (MDBs)							
Public Sector Entities (PSEs)							
Banks and securities firms	4,755,461	3,214,977	322,579	1,576,370	2,275,552	4,309	12,149,248
Corporates	46,358,192	999,989			3,156,019		50,514,200
Retail non-mortgages	53,552,207				558,829		54,111,036
Small Business Facilities Enterprises (SBFE's)							
Mortgages	5,211,278				95,386		5,306,664
Residential	3,291,735				95,386		3,387,121
Commercial	1,919,543						1,919,543
Securitized assets							
Equity	47,187	20,907	461	104,423	-		172,978
Others	16,319,708	873,617	71,629	185,513	216,952	1,410	17,668,829
Total	162,709,943	5,109,490	394,669	1,866,306	6,302,738	5,719	176,388,865



TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2008

Industry Sector Breakdown (Table 4, (d)) SAR '000'

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:	36,465,910	0	0	0	0	0	0	0	0	0	0	0	36,465,910
SAMA and Saudi Government	36,465,910												36,465,910
Others													0
Multilateral Development Banks (MDBs)													0
Public Sector Entities (PSEs)													0
Banks and securities firms		12,149,248											12,149,248
Corporates	0	0	1,891,807	4,432,351	1,669	743,434	4,286,815	24,966,146	7,210,224	2,074,694	0	4,907,060	50,514,200
Retail non-mortgages											54,111,036		54,111,036
Small Business Facilities Enterprises (SBFE's)													0
Mortgages	0	0	46,800	17,523	0	6,388	370,125	494,689	0	0	4,371,139	0	5,306,664
Residential											3,387,121		3,387,121
Commercial			46,800	17,523		6,388	370,125	494,689		0	984,018	0	1,919,543
Securitized assets													0
Equity		170,330					0		0	2,648	0	0	172,978
Others	362,929	3,657,751	35,511	136,459	51	759,517	1,982,485	1,287,160	63,705	116,065	1,406,080	7,861,116	17,668,829
Total	36,828,839	15,977,329	1,974,118	4,586,333	1,720	1,509,339	6,639,425	26,747,995	7,273,929	2,193,407	59,888,255	12,768,176	176,388,865



TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2008

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

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:	1,719,913	8,986,957	1,038,380	2,257,502	19,674,225	1,068,953	26,855	1,693,125	36,465,910
SAMA and Saudi Government	1,719,913	8,986,957	1,038,380	2,257,502	19,674,225	1,068,953	26,855	1,693,125	36,465,910
Others									
Multilateral Development Banks (MDBs)									
Public Sector Entities (PSEs)									
Banks and securities firms	6,471,899	3,592,966	1,036,671	388,597	325,165	190,897	10,750	132,303	12,149,248
Corporates	807,245	1,207,038	6,371,616	7,916,446	9,148,681	9,641,431	4,311,459	11,110,284	50,514,200
Retail non-mortgages	940,268	881,800	2,250,250	3,444,735	6,908,000	23,663,245	12,128,777	3,893,961	54,111,036
Small Business Facilities Enterprises (SBFE's)									0
Mortgages	1,141	48,061	109,134	134,749	410,717	1,754,751	887,781	1,960,329	5,306,663
Residential	6	27,836	55,496	82,762	163,537	625,629	559,427	1,872,428	3,387,121
Commercial	1,135	20,225	53,638	51,987	247,180	1,129,122	328,354	87,902	1,919,543
Securitized assets									0
Equity							20,907	152,071	172,978
Others	8,603,174	34,307	241,849	327,115	433,154	2,036,673	2,918,567	3,073,991	17,668,830
Total	18,543,640	14,751,129	11,047,900	14,469,144	36,899,942	38,355,950	20,305,096	22,016,064	176,388,865


TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2008

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		9,419		249	598	8,572	0	0	0	
Banks and other financial institutions		0					0	0	0	
Agriculture and fishing	145	145				145		4,795	59	
Manufacturing	97,806	97,806		5,827	59,223	32,756	9,508	1,304	33,194	
Mining and quarrying										
Electricity, water, gas and health services	45,948	45,948	7,032		7,780	38,168	7,794	155	23,585	
Building and construction	263,576	263,576	18,503	7,678	74,629	181,269	82,205	74,439	148,054	
Commerce	455,108	455,108	40,582	103,613	221,234	130,261	6,203	62,990	111,341	
Transportation and communication	576	576				576	469	756	576	
Services	29,892	29,892				29,892	6,241	33,922	8,200	
Consumer loans and credit cards	466,976	1,841,849	1,395,628	292,411	342,624	1,206,814			585,970	
Others	35,319	35,319	5,278	668	1,142	33,509	1,022	30,602	56,990	
portfolio provision										2,982,358
Total	1,395,346	2,779,638	1,467,023	410,446	707,230	1,661,962	113,442	208,963	967,969	2,982,358

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2008

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	1,382,181	1,467,023	406,156	701,981	1,658,336	957,041	2,935,239
Other GCC & Middle East						0	0
Europe						0	0
North America					0	0	0
South East Asia	13,165		4,290	5,249	3,626	10,928	47,119
Others countries						0	0
Total	1,395,346	1,467,023	410,446	707,230	1,661,962	967,969	2,982,358



TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - DEC 2008

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

Particulars	Specific allowances	General allowances
Balance, beginning of the year	1,198,728	2,831,499
Charge-offs taken against the allowances during the period	(211,757)	(997,482)
Amounts set aside (or reversed) during the period	803	1,216,619
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances	(19,806)	(68,279)
Balance, end of the year	967,969	2,982,358

▪ Charge-offs and recoveries that have been recorded directly to the income statement are SAR..... and SAR..... respectively.

TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH - DEC 2008

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

Particulars	Risk buckets									Deducted
	0%	20%	35%	50%	75%	100%	150%	Other risk weights	Unrated	
Sovereigns and central banks:	36,465,910									
SAMA and Saudi Government	36,465,910									
Others										
Multilateral Development Banks (MDBs)										
Public Sector Entities (PSEs)										
Banks and securities firms				10,757,145		1,392,103				
Corporates		1,304,626		3,199,982		46,009,592				
Retail non-mortgages					54,111,036					
Small Business Facilities Enterprises (SBFE's)										
Mortgages						5,306,664				
Residential						3,387,121				
Commercial						1,919,543				
Securitized assets										
Equity						172,978				
Others	3,629,777	573,739				11,677,110	1,788,203			



TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - DEC 2008

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
Capital requirements			126,104		126,104

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - DEC 2008					
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 value)
Investments	774,341	774,341	266,344	266,344	



TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - DEC 2008

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

Investments	Publicly traded	Privately held
Government and quasi government		
Banks and other financial institutions	104,423	65,907
Agriculture and fishing		
Manufacturing		
Mining and quarrying		
Electricity, water, gas and health services		
Building and construction		705,785
Commerce		
Transportation and communication		
Services		2,649
Others	161,921	
Total	266,344	774,341



TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - DEC 2008

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	29,901
Total unrealized gains (losses)	(32,124)
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 2008

Capital Requirements (Table 13, (f)) SAR '000'	
Equity grouping	Capital requirements
Government and quasi government	
Banks and other financial institutions	13,626
Agriculture and fishing	
Manufacturing	
Mining and quarrying	
Electricity, water, gas and health services	
Building and construction	56,463
Commerce	
Transportation and communication	
Services	212
Others	12,954
Total	83,255



TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) - DEC 2008

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

Rate Shocks	Change in earnings SAR '000'
Upward rate shocks:	
SAR	351,018
Downward rate shocks:	
SAR	(351,018)