



BASEL III PILLAR 3 QUANTITATIVE DISCLOSURES

30 June 2013

Frequency : SA
Location : W

TABLE 1: SCOPE OF APPLICATION - JUNE 2013

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
1. Subsidiary 1	
2. Subsidiary 2	
3. Subsidiary 3	
4. Subsidiary n	

Frequency: Quarterly

Location: W

TABLE 2: CAPITAL STRUCTURE**Balance sheet - Step 1 (Table 2(b))***All figures are in SAR'000*

	Balance sheet in Published financial statements (C)	Adjustment of banking associates / other entities (*) (D)	Under regulatory scope of consolidation (E)
Assets			
Cash and balances at central banks	15,885,957		15,885,957
Due from banks and other financial institutions	2,006,540		2,006,540
Investments, net	28,721,429		28,721,429
Loans and advances, net	85,536,115		85,536,115
Debt securities			
Trading assets			
Investment in associates	447,150		447,150
Derivatives			
Goodwill			
Other real estate	136,634		136,634
Property and equipment, net	1,584,284		1,584,284
Other assets	1,805,352		1,805,352
Total assets	136,123,461		136,123,461
Liabilities			
Due to Banks and other financial institutions	10,670,192		10,670,192
Items in the course of collection due to other banks			
Customer deposits	103,017,960		103,017,960
Trading liabilities			
Debt securities in issue	1,687,500		1,687,500
Derivatives			
Retirement benefit liabilities			
Taxation liabilities			
Accruals and deferred income			
Other liabilities	2,412,077		2,412,077
Subtotal	117,787,729		117,787,729
Paid up share capital	8,500,000		8,500,000
Statutory reserves	6,630,000		6,630,000
Other reserves	121,927		121,927
Retained earnings	2,976,326		2,976,326
Minority Interest	107,479		107,479
Proposed dividends			
Total liabilities and equity	136,123,461	0	136,123,461

Frequency: Quarterly

Location: W

TABLE 2: CAPITAL STRUCTURE**Balance sheet - Step 2 (Table 2(c))**

All figures are in SAR'000

	Balance sheet in Published financial statements (C)	Adjustment of banking associates / other entities (D)	Under regulatory scope of consolidation (E)	Reference
Assets				
Cash and balances at central banks	15,885,957		15,885,957	
Due from banks and other financial institutions	2,006,540		2,006,540	
Investments, net	28,721,429		28,721,429	
Loans and advances, net	85,536,115		85,536,115	
of which Collective provisions	471,135		471,135	A
Debt securities				
Equity shares				
Investment in associates	447,150		447,150	
Derivatives				
Goodwill				
Other real estate	136,634		136,634	
Property and equipment, net	1,584,284		1,584,284	
Other assets	1,805,352		1,805,352	
Total assets	136,123,461		136,123,461	
Liabilities				
Due to Banks and other financial institutions	10,670,192		10,670,192	
Items in the course of collection due to other banks				
Customer deposits	103,017,960		103,017,960	
Trading liabilities				
Debt securities in issue	1,687,500		1,687,500	
of which Tier 2 capital instruments	911,250		911,250	B
Derivatives				
Retirement benefit liabilities				
Taxation liabilities				
Accruals and deferred income				
Borrowings				
Other liabilities	2,412,077		2,412,077	
Subtotal	117,787,729		117,787,729	
Paid up share capital	8,500,000		8,500,000	
of which amount eligible for CET1	8,500,000		8,500,000	H
of which amount eligible for AT1				
Statutory reserves	6,630,000		6,630,000	G
Other reserves	121,927		121,927	C
Retained earnings	2,976,326		2,976,326	J
Minority Interest	107,479		107,479	
Proposed dividends				
Total liabilities and equity	136,123,461		136,123,461	

Frequency: Quarterly
Location: W

TABLE 2: CAPITAL STRUCTURE

Common template (transition) - Step 3 (Table 2(d)) i

(From January 2013 to 2018 identical to post 2018) With amount subject to Pre- Basel III Treatment

All figures are in SAR'000

Source based on reference numbers / letters of the balance sheet under the regulatory consolidation from step 2

	Components ¹ of regulatory capital reported by the bank	Amounts ¹ subject to Pre - Basel III treatment
(2)		
Common Equity Tier 1 capital: Instruments and reserves		
1	Directly issued qualifying common share capital (and equivalent for non-joint stock companies) plus related stock surplus	8,500,000
2	Retained earnings	9,606,326
3	Accumulated other comprehensive income (and other reserves)	121,927
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)	
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	
6	Common Equity Tier 1 capital before regulatory adjustments	
Common Equity Tier 1 capital: Regulatory adjustments		
7	Prudential valuation adjustments	18,228,253
8	Goodwill (net of related tax liability)	
9	Other intangibles other than mortgage-servicing rights (net of related tax liability)	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	
11	Cash-flow hedge reserve	
12	Shortfall of provisions to expected losses	
13	Securitisation gain on sale (as set out in paragraph 562 of Basel II framework)	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	
15	Defined-benefit pension fund net assets	
16	Investments in own shares (if not already netted off paid-in capital on reported balance sheet)	
17	Reciprocal cross-holdings in common equity	
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	
19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)	
20	Mortgage servicing rights (amount above 10% threshold)	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	
22	Amount exceeding the 15% threshold	
23	of which: significant investments in the common stock of financials	
24	of which: mortgage servicing rights	
25	of which: deferred tax assets arising from temporary differences	
26	National specific regulatory adjustments	
REGULATORY ADJUSTMENTS APPLIED TO COMMON EQUITY TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
OF WHICH: [INSERT NAME OF ADJUSTMENT]		
OF WHICH: ...		
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	
28	Total regulatory adjustments to Common equity Tier 1	
29	Common Equity Tier 1 capital (CET1)	18,228,253
Additional Tier 1 capital: instruments		
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus	
31	of which: classified as equity under applicable accounting standards	
32	of which: classified as liabilities under applicable accounting standards	
33	Directly issued capital instruments subject to phase out from Additional Tier 1	
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)	
35	of which: instruments issued by subsidiaries subject to phase out	
36	Additional Tier 1 capital before regulatory adjustments	
Additional Tier 1 capital: regulatory adjustments		
37	Investments in own Additional Tier 1 instruments	
38	Reciprocal cross-holdings in Additional Tier 1 instruments	
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	
41	National specific regulatory adjustments	
REGULATORY ADJUSTMENTS APPLIED TO ADDITIONAL TIER 1 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
OF WHICH: [INSERT NAME OF ADJUSTMENT]		
OF WHICH: ...		
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	
43	Total regulatory adjustments to Additional Tier 1 capital	
44	Additional Tier 1 capital (AT1)	
45	Tier 1 capital (T1 = CET1 + AT1)	18,228,253

H
G + J
C

Note: Items which are not applicable are to be left blank.

Frequency: Quarterly
Location: W

TABLE 2: CAPITAL STRUCTURE

Common template (transition) - Step 3 (Table 2(d)) ii

(From January 2013 to 2018 identical to post 2018) With amount subject to Pre- Basel III Treatment

All figures are in SAR'000

Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2

Amounts¹ subject to Pre - Basel III treatment

Components¹ of regulatory capital reported by the bank

Tier 2 capital: instruments and provisions		
46	Directly issued qualifying Tier 2 instruments plus related stock surplus	911,250
47	Directly issued capital instruments subject to phase out from Tier 2	
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	
49	of which: instruments issued by subsidiaries subject to phase out	
50	Provisions	471,135
51	Tier 2 capital before regulatory adjustments	1,382,385
Tier 2 capital: regulatory adjustments		
52	Investments in own Tier 2 instruments	
53	Reciprocal cross-holdings in Tier 2 instruments	
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	0
56	National specific regulatory adjustments	
REGULATORY ADJUSTMENTS APPLIED TO TIER 2 IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
OF WHICH: [INSERT NAME OF ADJUSTMENT]		
OF WHICH:		
57	Total regulatory adjustments to Tier 2 capital	
58	Tier 2 capital (T2)	1,382,385
59	Total capital (TC = T1 + T2)	19,610,638
RISK WEIGHTED ASSETS IN RESPECT OF AMOUNTS SUBJECT TO PRE-BASEL III TREATMENT		
OF WHICH: [INSERT NAME OF ADJUSTMENT]		
OF WHICH: ...		
60	Total risk weighted assets	124,703,388
Capital ratios		
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	14.62%
62	Tier 1 (as a percentage of risk weighted assets)	14.62%
63	Total capital (as a percentage of risk weighted assets)	15.73%
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus countercyclical buffer requirements plus G-SIB buffer requirement expressed as a percentage of risk weighted assets)	
65	of which: capital conservation buffer requirement	
66	of which: bank specific countercyclical buffer requirement	
67	of which: G-SIB buffer requirement	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	14.62%
National minima (if different from Basel 3)		
69	National Common Equity Tier 1 minimum ratio (if different from Basel 3 minimum)	
70	National Tier 1 minimum ratio (if different from Basel 3 minimum)	
71	National total capital minimum ratio (if different from Basel 3 minimum)	
Amounts below the thresholds for deduction (before risk weighting)		
72	Non-significant investments in the capital of other financials	
73	Significant investments in the common stock of financials	
74	Mortgage servicing rights (net of related tax liability)	
75	Deferred tax assets arising from temporary differences (net of related tax liability)	
Applicable caps on the inclusion of provisions in Tier 2		
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardised approach (prior to application of cap)	471,135
77	Cap on inclusion of provisions in Tier 2 under standardised approach	1,439,343
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2018 and 1 Jan 2022)		
80	Current cap on CET1 instruments subject to phase out arrangements	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	
82	Current cap on AT1 instruments subject to phase out arrangements	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	
84	Current cap on T2 instruments subject to phase out arrangements	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	

B

A

Note: Items which are not applicable are to be left blank.

TABLE 2: CAPITAL STRUCTURE**Main features template of regulatory capital instruments - (Table 2(e))**

1 Issuer	Arab National Bank
2 Unique identifier (eg CUSPIN, ISIN or Bloomberg identifier for private placement)	XS0269970116
3 Governing law(s) of the instrument	English
Regulatory treatment	
4 Transitional Basel III rules	Tier 2
5 Post-transitional Basel III rules	Ineligible
6 Eligible at solo/igroup/group&solo	Solo
7 Instrument type	Unsecured Subordinated
8 Amount recognized in regulatory capital (Currency in mil, as of most recent reporting date)	USD 243MM
9 Par value of instrument	USD 450MM
10 Accounting classification	Liability- Held at Amortised Cost
11 Original date of issuance	7-Oct-06
12 Perpetual or dated	Dated
13 Original maturity date	31-Oct-16
14 Issuer call subject to prior supervisory approval	Call
15 Option call date, contingent call dates and redemption amount	First Call date 10/31/2011, and callable on each subsequent quarter at PAR in whole, with a notice period not less than 30 days nor more than 60 days.
16 Subsequent call dates if applicable	Quarterly
Coupons / dividends	
17 Fixed or Floating dividend/coupon	Float
18 Coupon rate and any related index	3m Libor + 133bps (current) - initially 3m Libor +83bps (5-years from issuance date)
19 Existence of a dividend stopper	No
20 Fully discretionary, partially discretionary or mandatory	Mandatory
21 Existence of step up or other incentive to redeem	Step-up on 10-Oct-11 from 3mL + 83bps to 3mL + 133bps
22 Non cumulative or cumulative	Non-cumulative
23 Convertible or non-convertible	Non-convertible
24 If convertible, conversion trigger (s)	N/A
25 If convertible, fully or partially	N/A
26 If convertible, conversion rate	N/A
27 If convertible, mandatory or optional conversion	N/A
28 If convertible, specify instrument type convertible into	N/A
29 If convertible, specify issuer of instrument it converts into	N/A
30 Write-down feature	No
31 If write-down, write-down trigger (s)	N/A
32 If write-down, full or partial	N/A
33 If write-down, permanent or temporary	N/A
34 If temporary writedown, description of the write-up mechansim	N/A
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated
36 Non-compliant transitioned features	Yes
37 If yes, specify non-compliant features	Step-up clause, Non-convertible and no write-down features

Frequency : SA

Location : W

TABLE 3: CAPITAL ADEQUACY - JUNE 2013

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

Portfolios	Amount of exposures	Capital requirements
Sovereigns and central banks:	33,546,520	4,459
SAMA and Saudi Government	25,312,504	-
Others	8,234,016	4,459
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	6,523,433	346,840
Corporates	68,158,443	5,197,827
Retail non-mortgages	22,435,069	1,346,104
Small Business Facilities Enterprises (SBFE's)	-	-
Mortgages	693,851	55,354
Residential	693,851	55,354
Commercial	-	-
Securitized assets	-	-
Equity	938,279	75,062
Others	7,351,751	317,050
Total	139,647,346	7,342,696

Frequency : SA

Location : W

TABLE 3: CAPITAL ADEQUACY - JUNE 2013

Capital Requirements For Market Risk* (822, Table 3, (d)) (Figures in SR 000's)

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Standardised approach	12,210		11,016		23,226
Internal models approach					

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

Frequency: SA Location: W

TABLE 3: CAPITAL ADEQUACY - JUNE 2013	
Capital Requirements for Operational Risk* (Table 3, (e)) (Figures in SR 000's)	
Particulars	Capital requirement
• Basic indicator approach;	
• Standardized approach;	
• Alternate standardized approach;	741,253
• Advanced measurement approach (AMA).	
Total	

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

Frequency : Quarterly
 Location : Quarterly Report

TABLE 3: CAPITAL ADEQUACY - JUNE 2013

Capital Adequacy Ratios (TABLE 3, (f))

Particulars	Total capital ratio	Tier 1 capital ratio
	%	
Top consolidated level	15.73%	14.62%
Bank significant stand alone subsidiary 1		
Bank significant stand alone subsidiary 2		
Bank significant stand alone subsidiary 3		
Bank significant stand alone subsidiary n		

Frequency : SA

Location : W

**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES
JUNE 2013**

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

Portfolios	Total gross credit risk exposure*	Average gross credit risk exposure over the period**
Sovereigns and central banks:	33,546,520	30,127,325
SAMA and Saudi Government	25,312,504	25,469,300
Others	8,234,016	4,658,025
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)		
Banks and securities firms	10,772,870	11,468,391
Corporates	87,102,508	86,925,320
Retail non-mortgages	22,435,063	21,727,224
Small Business Facilities Enterprises (SBFE's)		
Mortgages	691,928	711,379
Residential	691,928	711,379
Commercial		
Securitized assets		
Equity	938,279	851,058
Others	6,172,506	5,992,526
Total	161,659,674	157,803,223

* This also covers off-balance sheet items at credit equivalent values

**Average is calculated at the end-of-quarter balances, for the last 4 quarters.

Frequency : SA

Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Geographic Breakdown (Table 4, (c)) (Figures in SR 000's)

Portfolios	Geographic area						Total
	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Others countries	
Sovereigns and central banks:	25,312,504	378,154	477,714	7,378,148			33,546,520
SAMA and Saudi Government	25,312,504						25,312,504
Others		378,154	477,714	7,378,148			8,234,016
Multilateral Development Banks (MDBs)							-
Public Sector Entities (PSEs)							-
Banks and securities firms	3,971,716	4,396,506	1,068,724	752,073	414,976	168,875	10,772,870
Corporates	85,137,816	1,285,423	622,183		57,086		87,102,508
Retail non-mortgages	22,435,063						22,435,063
Small Business Facilities Enterprises (SBFE's)							-
Mortgages	691,928						691,928
Residential	691,928						691,928
Commercial							-
Securitized assets							-
Equity	938,279						938,279
Others	6,172,506						6,172,506
Total	144,659,812	6,060,083	2,168,621	8,130,221	472,062	168,875	161,659,674

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Industry Sector Breakdown (Table 4, (d)) (Figures in SR 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:	33,546,520												33,546,520
SAMA and Saudi Government	25,312,504												25,312,504
Others	8,234,016												8,234,016
Multilateral Development Banks (MDBs)													-
Public Sector Entities (PSEs)													-
Banks and securities firms		10,772,870											10,772,870
Corporates	19,450	876,568	693,542	14,042,022	1,158,800	8,199,986	12,376,973	19,137,247	5,206,911	4,024,466		21,366,543	87,102,508
Retail non-mortgages											22,435,063		22,435,063
Small Business Facilities Enterprises (SBFE's)													-
Mortgages												691,928	691,928
Residential												691,928	691,928
Commercial													-
Securitized assets													-
Equity		540,297	10,969	108,904		6,757	126,437		117,755	27,160			938,279
Others			2,455	4,705			735	153,071		5,311	9,797	5,996,432	6,172,506
Total	33,565,970	12,192,190	704,511	14,155,631	1,158,800	8,206,743	12,504,145	19,290,318	5,324,666	4,056,937	22,444,860	28,054,903	161,659,674

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Residual Contractual Maturity Breakdown (Table 4, (e)) (Figures in SR 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	No Fixed Maturity	Total
Sovereigns and central banks:	8,363,942	101,069	67,807	268,496	9,968,320	964,050	7,358,306	1,005,307	5,449,223	33,546,520
SAMA and Saudi Government	8,363,942	101,069	9,714	204,275	9,645,514	161,006	372,454	1,005,307	5,449,223	25,312,504
Others			58,093	64,221	322,806	803,044	6,985,852			8,234,016
Multilateral Development Banks (MDBs)										-
Public Sector Entities (PSEs)										-
Banks and securities firms	889,301	85,430	44,793	611,892	1,179,768	2,274,508	3,795,163	203,050	1,688,965	10,772,870
Corporates	414,450	5,789,250	11,565,553	18,281,068	16,580,187	15,042,053	12,114,756	6,600,397	714,794	87,102,508
Retail non-mortgages	218,051	256,489	1,178,993	1,495,026	3,048,413	10,572,747	5,035,237	630,107		22,435,063
Small Business Facilities Enterprises (SBFE's)										-
Mortgages		4		198	298	13,645	47,220	630,563		691,928
Residential		4		198	298	13,645	47,220	630,563		691,928
Commercial										-
Securitized assets										-
Equity									938,279	938,279
Others		4,730	9,341	16,281	27,306	58,459	23,679	41,787	5,990,923	6,172,506
Total	9,885,744	6,236,972	12,866,487	20,672,961	30,804,292	28,925,462	28,374,361	9,111,211	14,782,184	161,659,674

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Impaired Loans, Past Due Loans and Allowances (Table 4, (f)) (Figures in SR 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	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	500,533	500,533	-	-	-	500,533	-	-	674,866	-
Agriculture and fishing	3,247	-	70	-	-	-	918	-	918	-
Manufacturing	790,303	10,503	16,269	93	6,901	3,509	(10,066)	-	162,710	-
Mining and quarrying	-	-	-	-	-	-	-	-	-	-
Electricity, water, gas and health services	-	-	-	-	-	-	-	-	-	-
Building and construction	386,055	39,355	110,044	-	-	39,355	(10,186)	-	404,291	-
Commerce	895,419	209,848	26,143	92,822	110,257	6,769	124,062	-	252,415	-
Transportation and communication	13,285	-	14,170	-	-	-	(9,237)	-	17,327	-
Services	394,200	394,199	6,297	733	-	393,466	(3,188)	-	394,598	-
Consumer loans and credit cards	116,439	38,327	774,408	38,327	-	-	96,987	108,897	50,073	-
Others	1,101,962	188,768	40,405	39,904	27,566	121,298	(18,559)	-	332,228	-
Total	4,201,443	1,381,533	987,806	171,879	144,724	1,064,930	170,731	108,897	2,289,426	471,135

* Impaired loans defined as any loan with specific provision

** Defaulted loans defined as non-performing loans

Frequency : SA

Location : W

TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES - JUNE 2013

Impaired Loans, Past Due Loans And Allowances (Table 4, (g)) (Figures in SR 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	3,545,193	987,806	171,879	144,724	1,064,930	2,029,426	471,135
Other GCC & Middle East	656,250					260,000	
Europe							
North America							
South East Asia							
Others countries							
Total	4,201,443	987,806	171,879	144,724	1,064,930	2,289,426	471,135

Frequency : SA

Location : W

**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES
JUNE 2013**

**Reconciliation Of Changes In The Allowances For Loan Impairment (Table 4, (h))
(Figures in SR 000's)**

Particulars	Specific allowances	General allowances
Balance, beginning of the year	2,227,593	471,135
Charge-offs taken against the allowances during the period	108,898	
Amounts set aside (or reversed) during the period	170,731	
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances		
Balance, end of the year	2,289,426	471,135

- Charge-offs and recoveries that have been recorded directly to the income statement are SAR 1,073 and SAR 40,472 respectively.

TABLE 5 (STA): CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDIZED APPROACH - JUNE 2013										
Allocation Of Exposures To Risk Buckets (Table 5, (b)) (Figures in SR 000's)										
Particulars	Risk buckets									Deducted
	0%	20%	35%	50%	75%	100%	150%	Other risk weights	Unrated	
Sovereigns and central banks:	33,490,784					55,736				
SAMA and Saudi Government	25,312,504									
Others	8,178,280					55,736				
Multilateral Development Banks (MDBs)										
Public Sector Entities (PSEs)										
Banks and securities firms	497,326	1,128,701		5,248,173		3,347,385	104,135	447,150		
Corporates		2,528,482		351,545		83,564,535	598,143	59,804		
Retail non-mortgages					22,435,063					
Small Business Facilities Enterprises (SBFE's)										
Mortgages						691,928				
Residential						691,928				
Commercial										
Securitized assets										
Equity						938,279				
Others	2,228,779					3,902,061	41,665			
TOTAL	36,216,889	3,657,183	0	5,599,718	22,435,063	92,499,924	743,943	506,954		
GRAND TOTAL				161,659,674						0

Frequency : SA

Location : W

TABLE 7 (STA): CREDIT RISK MITIGATION (CRM): DISCLOSURES FOR STANDARDIZED APPROACH - JUNE 2013

Credit Risk Exposure Covered By CRM (Table 7, (b) and (c)) (Figures in SR 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	910,279	129,929
Retail non-mortgages		
Small Business Facilities Enterprises (SBFE's)		
Mortgages		
Residential		
Commercial		
Securitized assets		
Equity		
Others	1,105	
Total	911,384	129,929

Frequency : SA
Location : W

TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES RELATED TO COUNTERPARTY CREDIT RISK (CCR) - JUNE 2013

General Disclosures (Table 8, (b) and (d)) (Figures in SR 000's)	
Particulars	Amount
Gross positive fair value of contracts	466,781
Netting Benefits*	
Netted Current Credit Exposure*	
Collateral held:	
-Cash	
-Government securities	
-Others	
Exposure amount (under the applicable method)	
-Internal Models Method (IMM)	
-Current Exposure Method (CEM)	872,957
Notional value of credit derivative hedges	
Current credit exposure (by type of credit exposure):	
-Interest rate contracts	221,570
-FX contracts	651,387
-Equity contracts	
-Credit derivatives	
-Commodity/other contracts	

• Bank's estimate of Alpha (if the bank has received supervisory approval) is: N/A

* Currently, netting for credit exposure measurement purposes not permitted in KSA.

Frequency : SA
Location : W

**TABLE 9 Series : SECURITIZATION DISCLOSURES
JUNE 2013**

Disclosures related to Securitization are not applicable to ANB

Frequency : SA

Location : W

TABLE 10: MARKET RISK: DISCLOSURES FOR BANKS USING THE STANDARDIZED APPROACH - JUNE 2013

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

	Interest rate risk	Equity position risk	Foreign exchange risk	Commodity risk	Total
Capital requirements	12,210		11,016		23,226

Frequency : SA

Location : W

TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS - JUNE 2013

Value Of Investments (Table 13, (b)) (Figures in SR 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	508,302	508,302	936,931	936,931	

Frequency : SA

Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
JUNE 2013**

Types And Nature of Investments (Table 13, (c)) (Figures in SR 000's)

Investments	Publicly traded	Privately held
Government and quasi government		
Banks and other financial institutions	538,949	448,498
Agriculture and fishing	10,969	
Manufacturing	108,904	
Mining and quarrying		
Electricity, water, gas and health services	6,757	
Building and construction	126,437	
Commerce		
Transportation and communication	117,755	
Services	27,160	59,804
Others		
Total	936,931	508,302

Frequency : SA

Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
JUNE 2013**

Gains / Losses Etc. (Table 13, (d) and (e)) (Figures in SR 000's)

Particulars	Amount
Cumulative realized gains (losses) arising from sales and liquidations in the reporting period	
Total unrealized gains (losses)	141,406
Total latent revaluation gains (losses)*	
Unrealized gains (losses) included in Capital	141,406
Latent revaluation gains (losses) included in Capital*	

*Not applicable to KSA to date

Frequency : SA

Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
JUNE 2013**

Capital Requirements (Table 13, (f)) (Figures in SR 000's)

Equity grouping	Capital requirements
Government and quasi government	
Banks and other financial institutions	132,654
Agriculture and fishing	878
Manufacturing	8,712
Mining and quarrying	
Electricity, water, gas and health services	541
Building and construction	10,115
Commerce	
Transportation and communication	9,420
Services	61,977
Others	
Total	224,297

Frequency : SA
Location : W

TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) JUNE 2013	
200bp Interest Rate Shocks for currencies with more than 5% of Assets or Liabilities (Table 14, (b)) (Figures in SR 000's)	
Rate Shocks	Change in earnings
Upward rate shocks:	
SAR	365,949
USD	(133,502)
OTHERS	(5,095)
Downward rate shocks:	
SAR	(91,487)
USD	33,375
OTHERS	1,274

* only 50bp downward shock keeping in view the low interest rates