



BASEL II PILLAR 3 QUANTITATIVE DISCLOSURES

31 December 2012

Frequency : SA
Location : W

TABLE 1: SCOPE OF APPLICATION - DECEMBER 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:	Nil
1. Subsidiary 1	
2. Subsidiary 2	
3. Subsidiary 3	
4. Subsidiary n	

Frequency : SA

Location : W

TABLE 2: CAPITAL STRUCTURE - DECEMBER 2012

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

Components of capital	Amount
Core capital - Tier I:	
Eligible paid-up share capital	8,500,000
Shares premium accounts	
Eligible reserves	6,630,000
Minority interests in the equity of subsidiaries	105,312
Retained earnings	1,579,657
IAS type adjustments	244,618
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	(246,512)
Total Tier I	16,813,075
Supplementary capital - Tier 2:	
Revaluation gains/reserves	
Subordinated loan capital	1,012,500
Qualifying general provisions	471,135
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	(246,512)
Other country specific deductions from Tier 2 at 50%	
Regulatory calculation differences deduction from Tier 2 at 50%	
Total Tier II	1,237,123
Capital to cover market risks - Tier III	
Short Term Subordinated Debit	
Tier I and Tier II Capital Available for Market Risk	
Total eligible capital	18,050,198

Frequency : SA

Location : W

TABLE 3: CAPITAL ADEQUACY - DECEMBER 2012

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:	32,407,059	4,402
SAMA and Saudi Government	28,579,415	-
Others	3,827,644	4,402
Multilateral Development Banks (MDBs)	-	-
Public Sector Entities (PSEs)	-	-
Banks and securities firms	8,028,663	296,524
Corporates	69,595,195	5,148,397
Retail non-mortgages	21,337,028	1,280,048
Small Business Facilities Enterprises (SBFE's)	-	-
Mortgages	715,193	57,044
Residential	715,193	57,044
Commercial	-	-
Securitized assets	-	-
Equity	809,114	64,729
Others	6,727,221	289,310
Total	139,619,473	7,140,454

Frequency : SA

Location : W

TABLE 3: CAPITAL ADEQUACY - DECEMBER 2012

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	2,416		146,932		149,348
Internal models approach					

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

Frequency: SA Location: W

TABLE 3: CAPITAL ADEQUACY - DECEMBER 2012	
Capital Requirements for Operational Risk* (Table 3, (e)) (Figures in SR 000's)	
Particulars	Capital requirement
• Basic indicator approach;	
• Standardized approach;	
• Alternate standardized approach;	706,268
• Advanced measurement approach (AMA).	
Total	

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

Frequency : Quarterly Location : Quarterly Report
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TABLE 3: CAPITAL ADEQUACY - DECEMBER 2012		
Capital Adequacy Ratios (TABLE 3, (f))		
Particulars	Total capital ratio	Tier 1 capital ratio
		%
Top consolidated level	14.77%	13.75%
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
DECEMBER 2012**

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:	32,431,812	26,501,029
SAMA and Saudi Government	28,579,415	21,769,929
Others	3,852,397	4,731,100
Multilateral Development Banks (MDBs)		
Public Sector Entities (PSEs)		
Banks and securities firms	11,982,755	12,057,154
Corporates	87,667,964	82,469,257
Retail non-mortgages	21,334,131	20,962,689
Small Business Facilities Enterprises (SBFE's)		
Mortgages	713,047	743,033
Residential	713,047	743,033
Commercial		
Securitized assets		
Equity	809,114	862,700
Others	5,740,962	6,029,033
Total	160,679,785	149,624,895

* 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 - DECEMBER 2012

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

Portfolios	Geographic area						
	Saudi Arabia	Other GCC & Middle East	Europe	North America	South East Asia	Others countries	Total
Sovereigns and central banks:	28,579,415	380,291	787,472	2,684,634			32,431,812
SAMA and Saudi Government	28,579,415						28,579,415
Others		380,291	787,472	2,684,634			3,852,397
Multilateral Development Banks (MDBs)							-
Public Sector Entities (PSEs)							-
Banks and securities firms	3,821,054	4,352,477	1,891,944	1,034,947	775,770	106,563	11,982,755
Corporates	85,767,089	1,316,939	471,286	396	22,150	90,104	87,667,964
Retail non-mortgages	21,334,131						21,334,131
Small Business Facilities Enterprises (SBFE's)							-
Mortgages	713,047						713,047
Residential	713,047						713,047
Commercial							-
Securitized assets							-
Equity	809,114						809,114
Others	5,740,962						5,740,962
Total	146,764,812	6,049,707	3,150,702	3,719,977	797,920	196,667	160,679,785

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

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:	32,431,812												32,431,812
SAMA and Saudi Government	28,579,415												28,579,415
Others	3,852,397												3,852,397
Multilateral Development Banks (MDBs)													-
Public Sector Entities (PSEs)													-
Banks and securities firms		11,982,755											11,982,755
Corporates	18,709	3,447,592	692,022	14,108,927	656,582	7,474,272	11,433,395	19,122,095	6,534,700	3,877,663		20,302,007	87,667,964
Retail non-mortgages											21,334,131		21,334,131
Small Business Facilities Enterprises (SBFE's)													-
Mortgages												713,047	713,047
Residential												713,047	713,047
Commercial													-
Securitized assets													-
Equity		487,850	8,899	71,989		7,046	117,014		89,294	27,022			809,114
Others		212,954		2,467				81,851		2,528	1,863	5,439,299	5,740,962
Total	32,450,521	16,131,151	700,921	14,183,383	656,582	7,481,318	11,550,409	19,203,946	6,623,994	3,907,213	21,335,994	26,454,353	160,679,785

Frequency : SA

Location : W

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

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:	13,758,342	2,557,612	1,840,558	3,054,027	321,692	1,553,214	1,554,974	2,514,201	5,277,192	32,431,812
SAMA and Saudi Government	13,733,589	2,557,612	1,754,616	3,054,027	321,692	477,475	392,000	1,011,212	5,277,192	28,579,415
Others	24,753		85,942			1,075,739	1,162,974	1,502,989		3,852,397
Multilateral Development Banks (MDBs)										-
Public Sector Entities (PSEs)										-
Banks and securities firms	1,245,822	848,108	51,793	1,101,775	938,851	2,840,806	1,833,852	1,825,246	1,296,502	11,982,755
Corporates	2,019,222	9,574,074	15,238,199	15,350,405	12,501,961	14,647,531	10,555,160	6,408,757	1,372,655	87,667,964
Retail non-mortgages	27,490	424,975	930,860	1,443,800	2,901,153	10,097,006	4,852,119	656,728		21,334,131
Small Business Facilities Enterprises (SBFE's)										-
Mortgages			23	497	440	8,797	43,025	660,265		713,047
Residential			23	497	440	8,797	43,025	660,265		713,047
Commercial										-
Securitized assets										-
Equity									809,114	809,114
Others		4,703	9,289	16,190	27,154	58,134	23,548	41,554	5,560,390	5,740,962
Total	17,050,876	13,409,472	18,070,722	20,966,694	16,691,251	29,205,488	18,862,678	12,106,751	14,315,853	160,679,785

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

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	(55,430)	461	709,016	-
Agriculture and fishing	-	-	-	-	-	-	-	-	-	-
Manufacturing	864,178	8,742	16,223	97	8,645	-	43,574	251,757	172,776	-
Mining and quarrying	-	-	-	-	-	-	-	-	-	-
Electricity, water, gas and health services	-	-	-	-	-	-	-	-	-	-
Building and construction	303,654	41,875	1,325	5,520	-	36,355	324,107	-	414,584	-
Commerce	132,933	141,434	73,869	21,567	109,197	10,670	(15,856)	4,684	128,246	-
Transportation and communication	22,695	-	-	-	-	-	(19,547)	-	26,565	-
Services	417,250	399,930	64	9,243	-	390,687	(1,290)	-	397,786	-
Consumer loans and credit cards	113,591	35,739	733,302	35,739	-	-	182,303	167,867	61,984	-
Others	1,096,347	186,531	45,368	7,726	1,366	177,439	10,333	-	316,636	-
Total	3,451,181	1,314,784	870,151	79,892	119,208	1,115,684	468,194	424,769	2,227,593	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 - DECEMBER 2012

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	2,794,931	870,151	79,892	119,208	1,115,684	1,967,593	471,135
Other GCC & Middle East	656,250					260,000	
Europe							
North America							
South East Asia							
Others countries							
Total	3,451,181	870,151	79,892	119,208	1,115,684	2,227,593	471,135

Frequency : SA
Location : W

**TABLE 4 (STA): CREDIT RISK: GENERAL DISCLOSURES
DECEMBER 2012**

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	2,184,168	420,729
Charge-offs taken against the allowances during the period	424,768	
Amounts set aside (or reversed) during the period	468,193	50,406
Other adjustments:		
- exchange rate differences		
- business combinations		
- acquisitions and disposals of subsidiaries		
- etc.		
Transfers between allowances		
Balance, end of the year	2,227,593	471,135

▪ Charge-offs and recoveries that have been recorded directly to the income statement are SAR 3,197 and SAR 141,312 respectively.

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

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:	32,376,793					55,019				
SAMA and Saudi Government	28,579,415									
Others	3,797,378					55,019				
Multilateral Development Banks (MDBs)										
Public Sector Entities (PSEs)										
Banks and securities firms		2,424,614		6,412,027		3,133,980	12,134			493,024
Corporates		4,333,826		355,354		82,971,723	7,061			
Retail non-mortgages					21,334,131					
Small Business Facilities Enterprises (SBFE's)										
Mortgages						713,047				
Residential						713,047				
Commercial										
Securitized assets										
Equity						809,114				
Others	2,239,702					3,270,294	230,966			
TOTAL	34,616,495	6,758,440	0	6,767,381	21,334,131	90,953,177	250,161			
GRAND TOTAL					160,679,785					493,024

Frequency : SA

Location : W

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

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	449,410	138,234
Retail non-mortgages		
Small Business Facilities Enterprises (SBFE's)		
Mortgages		
Residential		
Commercial		
Securitized assets		
Equity		
Others	373	
Total	449,783	138,234

Frequency : SA
Location : W

TABLE 8: GENERAL DISCLOSURES FOR EXPOSURES RELATED TO COUNTERPARTY CREDIT RISK (CCR) - DECEMBER 2012

General Disclosures (Table 8, (b) and (d)) (Figures in SR 000's)	
Particulars	Amount
Gross positive fair value of contracts	165,357
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)	455,848
Notional value of credit derivative hedges	
Current credit exposure (by type of credit exposure):	
-Interest rate contracts	121,998
-FX contracts	333,850
-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
DECEMBER 2012**

Disclosures related to Securitization are not applicable to ANB

Frequency : SA

Location : W

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

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	2,416		146,932		149,348

Frequency : SA

Location : W

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

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*	494,377	494,377	807,762	807,762	

* includes equity investments, which are deducted from capital.

Frequency : SA

Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
DECEMBER 2012**

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	486,498	494,377
Agriculture and fishing	8,899	
Manufacturing	71,989	
Mining and quarrying		
Electricity, water, gas and health services	7,046	
Building and construction	117,014	
Commerce		
Transportation and communication	89,294	
Services	27,022	
Others		
Total	807,762	494,377

Frequency : SA
Location : W

**TABLE 13: EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS
DECEMBER 2012**

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)	33,274
Total latent revaluation gains (losses)*	
Unrealized gains (losses) included in Capital	33,274
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
DECEMBER 2012**

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

Equity grouping	Capital requirements
Government and quasi government	
Banks and other financial institutions	532,052
Agriculture and fishing	712
Manufacturing	5,759
Mining and quarrying	
Electricity, water, gas and health services	564
Building and construction	9,361
Commerce	
Transportation and communication	7,143
Services	2,162
Others	
Total	557,753

Frequency : SA

Location : W

TABLE 14: INTEREST RATE RISK IN THE BANKING BOOK (IRRBB) DECEMBER 2012	
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	473,708
USD	(250,748)
OTHERS	7,937
Downward rate shocks:	
SAR	(118,427)
USD	62,687
OTHERS	(1,984)

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